

SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

BALANCE SHEET AS AT 31st March, 2022

(Rs. in Hundred)

	Note No.	As at 31/03/2022	As at 31/03/2021
ASSETS			
Non Current Assets			
(a) Investment properties	5	1,30,621.13	70,221.58
(b) Financial assets			
(i) Investments	6	5,86,882.48	5,86,882.48
(ii) Other financial assets	7	13,730.96	1,342.50
Total Non Current Assets		7,31,234.57	6,58,446.56
Current Assets			
(a) Financial assets			
(i) Trade receivables	8	333.90	1,958.00
(ii) Cash and cash equivalents	9	18,171.86	4,265.19
(b) Current tax assets (net)	10	130.31	223.46
(c) Other current assets	11	342.59	296.67
Total Current Assets		18,978.66	6,743.32
Total assets		7,50,213.23	6,65,189.88
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	12	30,022.30	30,022.30
(b) Other equity	13	1,67,438.27	1,39,581.58
Total equity		1,97,460.57	1,69,603.88
Liabilities			
Non current liabilities			
(b) Non Current Liabilities	14	15,807.19	-
Total non-current liabilities		15,807.19	-
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	15	4,95,150.00	4,95,150.00
(ii) Trade payables	16	1,703.52	236.00
(b) Other current liabilities	17	40,091.95	200.00
Total current liabilities		5,36,945.47	4,95,586.00
Total liabilities		5,52,752.66	4,95,586.00
Total equity and liabilities		7,50,213.23	6,65,189.88

See accompanying notes to the financial statements

This is the Balance sheet referred to in our report of even date attached

For Daleep Bhatia & Co.

Chartered Accountants

(Firm regn no. 000918N)

Daleep Bhatia

(Partner)

Membership No. 080850

Place: New Delhi

Date: 28.05.2022

UDIN : 22080850ALZ00M7867

For and on behalf of Board of Directors



Rajesh Mehra

(Director)

DIN:00058232



Ajay Mehra

(Director)

DIN:00058245



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED 31st March, 2022

(Rs. in Hundred)

	Note No.	As at 31/03/2022	As at 31/03/2021
I Revenue from operations	18	47,840.15	2,160.00
II Total Income		47,840.15	2,160.00
III Expenses			
Finance costs	19	478.14	-
Depreciation and amortization expense	20	4,902.56	-
Other expenses	21	9,236.95	862.35
Total expenses (III)		14,617.65	862.35
IV Profit before tax (II-III)		33,222.50	1,297.65
V Tax expense			
(1) Current tax		5,309.60	163.50
(2) Deferred tax		-	-
(3) Tax for previous year		56.21	68.36
		5,365.81	231.86
VI Profit for the period from continuing operations (IV-V)		27,856.69	1,065.79
VII Profit from discontinued operations before tax		-	-
VIII Tax expense of discontinued operations		-	-
IX Profit from discontinued operations after tax (VII-VIII)		-	-
X Profit for the period (VI+IX)		27,856.69	1,065.79
XI Other comprehensive income			
Other comprehensive income, net of tax		-	-
XII Total comprehensive income for the year		27,856.69	1,065.79
XIII Earning per equity share (for continuing operations)			
Basic (share face value Rs. 10 each) in Rs.		9.28	0.35
Diluted (share face value Rs. 10 each) in Rs.		9.28	0.35

See accompanying notes to the financial statements

This is the Statement of profit & loss referred to in our report of even date attached

For Daleep Bhatia & Co.

Chartered Accountants

(Firm regn no. 000918N)

Daleep Bhatia

(Partner)

Membership No. 080850

For and on behalf of Board of Directors

Rajesh Mehra

Rajesh Mehra

(Director)

DIN:00058232

Ajay Mehra

Ajay Mehra

(Director)

DIN:00058245

Place: New Delhi

Date: 28.05.2022

UDIN: 22080850A2200M7867



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2022

(Rs. in Hundred)

	Year ended 31/03/2022	Year ended 31/03/2021
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year (Before tax but after extraordinary items and prior period items)	33,222.50	1,297.65
Adjustment for:		
Finance cost	478.14	-
Depreciation	4,902.56	-
	<u>38,603.20</u>	<u>1,297.65</u>
Movement in working Capital:		
(increase)/decrease in trade and other receivables	1,624.10	(213.21)
(Increase)/decrease in other assets	(12,434.38)	(296.67)
Increase/(decrease) in trade payables	1,467.52	181.52
Increase/(decrease) in other liabilities	55,699.14	(44.25)
Cash generated from operations	<u>84,959.58</u>	<u>925.04</u>
Income taxes paid	5,272.66	272.00
Net cash generated by operating activities (Total A)	<u>79,686.92</u>	<u>653.04</u>
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of non current investment	(65,302.11)	(36,405.00)
Net cash generated by investing activities (Total B)	<u>(65,302.11)</u>	<u>(36,405.00)</u>
C CASH FLOW FROM FINANCING ACTIVITIES		
Interest on security deposit	(478.14)	-
Borrowing taken/ (repaid)	-	35,000.00
Net cash used in financing activities (Total C)	<u>(478.14)</u>	<u>35,000.00</u>
Net increase in cash and cash equivalents (Total A+B+C)	<u>13,906.67</u>	<u>(751.96)</u>
Cash and cash equivalents at the beginning of the year	4,265.19	5,017.15
Cash and cash equivalents at the end of the year	<u>18,171.86</u>	<u>4,265.19</u>

This is the Cash Flow Statement referred to in our report of even date attached

For Daleep Bhatia & Co.

Chartered Accountants

(Firm regn no. 000918N)

Daleep Bhatia

(Partner)

Membership No. 80850

Place: New Delhi

Date: 28.05.2022

UDIN: 220808509L200M7867


For and on behalf of Board of Directors



Rajesh Mehra

(Director)

DIN:00058232



Ajay Mehra

(Director)

DIN:00058245



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st March, 2022

(Rs. in Hundred)

Particulars	Equity share capital	Other equity		Total equity attributable to equity holders of the
		Security Premium	Retained earnings	
Balance as at April 1, 2020	30,022.30	1,12,660.00	25,855.79	1,68,538.09
Profit for the year		-	1,065.79	1,065.79
Balance at March 31, 2021	30,022.30	1,12,660.00	26,921.58	1,69,603.88
Profit for the year			27,856.69	27,856.69
Balance at March 31, 2022	30,022.30	1,12,660.00	54,778.27	1,97,460.57

This is the Statement of change in equity referred to in our report of even date attached

For Daleep Bhatia & Co.

For and on behalf of Board of Directors

Chartered Accountants

(Firm regn no. 000918N)

Daleep Bhatia

(Partner)

Membership No. 80850

Place: New Delhi

Date: 28.05.2022

UDIN: 22080850AL200M7867

Rajesh Mehra

Rajesh Mehra

(Director)

DIN:00058232

Ajay Mehra

Ajay Mehra

(Director)

DIN:00058245



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

1. Corporate Information

SMG Enterprises Limited is a limited company incorporated on 06 January 1999. It is classified as Non-govt Company and is registered at Registrar of Companies, Delhi. Its authorized share capital is Rs. 31,000 Hundred and its paid-up capital is Rs. 30,02,230. The company is subsidiary of M/s KRA Leasing Ltd a listed company.

2. Application of new and revised Indian Accounting Standard (Ind AS)

Financial statement is prepared on Ind AS basis since company is subsidiary of M/s KRA Leasing Ltd. (registered on stock exchange) who is required to apply Indian Accounting Standards.

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, the management of the company does not expect the amendment to have any significant impact in its financial statements.

3. Significant accounting policies and other explanatory information

3.01. Basis of Preparation and presentation

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, unless specifically mentioned. The Ind AS are prescribed under Section 133 of the Act read with rule 3 of companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

The Company's financial statements are presented in Indian Rupees (Rs.), which is also its functional currency.

3.02. Summary of significant accounting policies

3.02.01 Cash flow statement (Ind AS-7)

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transaction of a non-cash nature, any deferral or accrual of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

Cash & Cash Equivalent

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.02.02 Taxes on income (Ind AS-12)

Tax Expenses comprises current income Tax and deferred income tax. Income tax expense is recognized in net profit in the Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income.

Current Income tax

Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

Deferred income tax assets and liabilities

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

3.02.03. Property, plant and equipment (Ind AS-16)

The Company does not hold any property, plant and equipment as at year end and therefore no policy provided here.

3.02.04. Borrowing costs (Ind AS-23)

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

The company is not required to capitalize any amount during the financial year as borrowing cost.

3.02.05 Financial Instruments (Ind AS-32/107/109)

(i) Financial Assets

Initial recognition and measurement

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value are adjusted to the fair value on initial recognition through profit & loss account.

Subsequent measurement

Financial assets carried at amortized cost (AC)

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

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

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

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

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

Other Equity Investments

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

Impairment of financial assets

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the company applies the simplified approach permitted by Ind AS 109 Financial instruments, which requires expected lifetime losses to be recognized from initial recognition of the receivables.

(ii) Financial liabilities

Initial recognition and measurement

All financial liabilities are recognized initially at fair value and in case of borrowings and payables, net of directly attributable cost.

Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(iii) Derivative financial instruments

The company does not hold derivative financial instruments such as foreign exchange forward and options contracts to mitigate the risk of changes in exchange rates on foreign currency exposure. Therefore, related disclosures not provided in financial statement.

3.02.06. Earning per equity share (Ind AS-33)

Basic earning per equity per share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

3.02.07. Impairment of assets (Ind AS-36)

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

No impairment loss has been provided on non-financial assets considering that no indications internal/ external exists those suggests that recoverable amount of asset is less than its carrying value.

3.02.08. Provisions and contingent liabilities (Ind AS-37)

Provisions

A provision is recognized in the standalone financial statements where there exists a present obligation as a result of a past event, the amount of which can be reliably estimated, and it is probable that an outflow of resources would be necessitated in order to settle the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. Contingent liabilities are not recognized but are disclosed in the notes unless the outflow of resources is considered to be remote.

3.02.09. Non-current assets held for sale (Ind AS-105)

The Company classifies assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use of the assets and actions required to complete such sale indicate that it is unlikely that significant changes to the plan to sell will be made or that the decision to sell will be withdrawn. Also, such assets are classified as held for sale, if the management expects to complete the sale within one year from the date of classification.

Assets classified as held for sale are measured at the lower of their carrying amount and the fair value less cost to sell.



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

3.02.10. Operating Segment (Ind AS-108)

Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. Therefore, disclosures as prescribed under mentioned standards not required.

3.02.11 Fair value measurement (Ind AS-113)

The company measures financial instruments at fair value at each balance sheet date.

Fair value is the price 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (i) in the principal market for asset or liability, or
- (ii) in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the company.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

3.02.12 Revenue from Contracts with Customers (Ind AS-115)

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, and it is probable that the Company will collect the consideration to which it is entitled to in exchange for the goods. Amount disclosed in Profit & Loss statement are net of GST.

1. Rental income is recognized on the basis of policy mentioned under leases.



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

3.02.13 Leases (Ind AS-116)

Company as a lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight-line basis over the term of the relevant lease, except when the lease rentals, increase are in line with general inflation index. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Lease rent credited to the statement of profit and loss of the current year is Rs. 47,72,844/- (31st March 2021: Rs. 2,16,000/-)

4. Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgment, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

4.1 Estimation of current tax and deferred tax

Management judgment is required for the calculation of provision for income - taxes and deferred tax assets and liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements.

4.2 Recoverability of trade receivable

Trade receivables are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not to be collectible. Impairment is recognized based on the expected credit losses, which are the present value of the cash shortfall over the expected life of the financial assets.

4.3 Fair value measurement

Wherever required, the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

taken from observable markets wherever possible. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

4.4 Global Health Pandemic (Covid-19)

The outbreak of COVID19 pandemic is causing significant disturbance and slow-down of economic activities globally.

The Management has considered the possible effects that may result from the pandemic on the recoverability/ carrying value of the assets. Based on the current indicators of future economic conditions, the Management expects to recover the carrying amount of the assets; however, the Management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the final impact on Company's assets in future may differ from that estimated as at the date of approval of these financial statements.



Rajesh Mehra
(Director)
DIN-00058232



Ajay Mehra
(Director)
DIN-00058245



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

Notes to financial statement for the year ended 31 st March, 2022

Note 5 "Investment property"

	(Rs. In Hundred)	
	As at	As at
	31/03/2022	31/03/2021
Opening balance	70,221.58	70,221.58
Additions (Subsequent expenditure)	65,302.11	-
Closing balance	1,35,523.69	70,221.58
Depreciation and Impairment		
Opening balance	-	-
Depreciation	4,902.56	-
Closing balance	4,902.56	-
Net block	1,30,621	70,222

Information regarding income and expenditure of investment property

	As at	As at
	31/03/2022	31/03/2021
Rental income derived from investment properties	326.69	2,160.00
Direct operating expenses (Property Tax) that generate rental income	66.91	-
Direct operating expenses (Property tax and repair & maintenance) that did not generate rental income	-	-
Profit arising from investment properties before depreciation and indirect expenses	259.78	2,160.00
Less: Depreciation	4,902.56	-
Profit arising from investment properties before indirect expenses	(4,642.78)	2,160.00

1. As at 31 March, 2022, the fair value of investment properties are Rs. 20.41 crores (only land value as per last report). These valuations are based on valuations performed by accredited independent valuer. Fair value is based on market value approach. The fair value measurement is categorised in Level 3 of fair value hierarchy. There has been no restriction on disposal of property or remittance of income and proceeds of disposal.

2. Investment properties are leased to tenants under operating lease agreements.

Note 6 "Investments"

	(Rs. In Hundred)			
	No. of Units/ Shares	As at 31/03/2022	No. of Units/ Shares	As at 31/03/2021
(a) Investment in equity instruments (unquoted)				
In Others				
1. Equity shares of Jaquar & Co (P) Ltd. unquoted, fully paid, at cost(9.84% of total holding)	36405	1,57,066.18	36405	1,57,066.18
2. Equity shares of G.R. Sales (P)Ltd. unquoted, fully paid, at cost(3.40% of total holding)	40000	4,400.00	40000	4,400.00
3. Equity shares of Prompt Capital & Finser Pvt Ltd unquoted, fully paid, at cost(7.23% of total holding)	60000	9,624.00	60000	9,624.00
4. Equity shares of Essco Sanitations (P) Ltd. unquoted, fully paid, at cost(19.90% of total holding)	198000	1,46,886.30	198000	1,46,886.30
5. Equity shares of Sanraj Farms Pvt Ltd unquoted, fully paid, at cost(19.88% of total holding)	172000	1,72,000.00	172000	1,72,000.00
6. Equity shares of Jal Kaur Enterprises (P) Ltd unquoted, fully paid, at cost(9.84% of total holding)	364050	36,405.00	364050	36,405.00
		5,26,381.48		5,26,381.48
(b) Investment in equity instruments (quoted)				
1. Equity share of KRA Leasing Ltd. Quoted, fully paid, at cost (6.11% of Holding)	819600	60,501.00	819600	60,501.00
		60,501.00		60,501.00
Gross Investments- Total(a+b)		5,86,882.48		5,86,882.48
Net Investments		5,86,882.48		5,86,882.48
Aggregate amount of quoted investments		60,501.00		60,501.00
Aggregate amount of unquoted investments		5,26,381.48		5,26,381.48
Value of Quoted but not traded investment		60,501.00		60,501.00

Note 7 "Other financial assets"

	As at	As at
	31/03/2022	31/03/2021
<i>(Unsecured, Considered goods)</i>		
Security deposits paid	1,342.50	1,342.50
Advance rental income (fair value)	12,388.46	-
Total	13,730.96	1,342.50



Rajesh Mehra
Rajesh Mehra
(Director)
DIN:00058232

Ajay Mehra
Ajay Mehra
(Director)
DIN:00058245

SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Kamal Road, Delhi-33
CIN:U29199DL1999PLC097822

Notes to financial statement for the year ended 31 st March, 2022

Note 8 "Trade receivables"

	(Rs. In Hundred)	
	As at 31/03/2022	As at 31/03/2021
<i>Unsecured, considered good</i>		
- Due from others	333.90	-
- Due from related party	-	1,958.00
	333.90	1,958.00

(1) There is no conditions provided in agreement for interest on late payment and generally payment is received on timely basis.

(2) Ageing of receivables

Particulars	31/03/2022		31/03/2021	
	Gross Amount	Allowance for expected credit loss	Gross Amount	Allowance for expected credit loss
Undisputed, Trade receivable, considered good				
Less than 6 months	333.90	-	1,080.00	-
from 6 months to 12 months	-	-	878.00	-
from 12 months to 24 months	-	-	-	-
from 24 months to 36 months	-	-	-	-
for more than 36 months	-	-	-	-
Disputed, Trade receivable				
	333.90	-	1,958.00	-

Note 9 "Cash and Cash Equivalents"

	As at 31/03/2022	As at 31/03/2021
(A) Balance with Banks		
- In Current Account	17,053.78	3,134.71
(B) Cash on hand	1,118.08	1,130.48
Total (A+B)	18,171.86	4,265.19

Note 10 "Current tax assets (net)"

	As at 31/03/2022	As at 31/03/2021
Income tax refund	130.31	223.46
	130.31	223.46

Note 11 "Other Current Assets"

	As at 31/03/2022	As at 31/03/2021
Prepaid expenses	342.59	296.67
	342.59	296.67

Note 12 "Equity share capital"

	As at 31/03/2022	As at 31/03/2021
Equity share capital	30,022.30	30,022.30
	30,022.30	30,022.30
Authorised share capital :		
310000 (P Y 310000) fully paid equity shares of Rs. 10 each	31,000.00	31,000.00
Issued, subscribed and paid capital		
300223 (P Y 300223) fully paid equity shares of Rs. 10 each	30,022.30	30,022.30
	30,022.30	30,022.30
Reconciliation statement of No. of equity shares and amount of equity share		
(A) Number of share		
Opening Balance	300223	300223
Closing Balance	300223	300223
(B) Amount of share capital		
Opening Balance	30,022.30	30,022.30
Closing Balance	30,022.30	30,022.30

Terms/ rights attached to equity shares

The company has only one class of equity shares having at part value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.

Details of shares held by the holding company, its subsidiaries and associates

Particulars	31/03/2022	31/03/2021
Shares hold by Holding company		
- KRA Leasing Limited	155623	155623



Rajesh Mehra
 (Director)
 DIN:00058232

Ajay Mehra
 (Director)
 DIN:00058245

SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Kamal Road, Delhi-33
CIN:U29199DL1999PLC097822

Notes to financial statement for the year ended 31 st March, 2022

Details of shares held by each share holders, holding more than 5% shares		(Rs. in Hundred)	
Name of share holder	No. of share with %	No. of share with %	
KRA Leasing Ltd	155623 51.84%	155623 51.84%	
Rajesh Mehra	25000 8.33%	25000 8.33%	
S.K. Mehra & Sons (HUF)	25000 8.33%	25000 8.33%	
Rajesh Mehra & Sons (HUF)	21000 6.99%	21000 6.99%	
Ajay Mehra	25000 8.33%	25000 8.33%	
Malti Mehra	25000 8.33%	25000 8.33%	
Ajay Mehra & Sons (HUF)	23200 7.73%	23200 7.73%	

Details of Equity Shares held by the promoters					As at 31st March 2022
Name of Promoter	No. of Shares at the beginning of the Year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
Ajay Mehra	25,000	-	25,000	8.33	-
Malti Mehra	25,000	-	25,000	8.33	-
Ajay Mehra HUF	23,200	-	23,200	7.73	-
Parichay Mehra	200	-	200	0.07	-
RAJESH MEHRA	25,000	-	25,000	8.33	-
S.K. MEHRA	200	-	200	0.07	-
RAJESH MEHRA (HUF)	21,000	-	21,000	6.99	-
S.K. MEHRA (HUF)	25,000	-	25,000	8.33	-
KRA Leasing Ltd	1,55,623	-	1,55,623	51.84	-
	3,00,223	-	3,00,223	100.00	-

Details of Equity Shares held by the promoters					As at 31st March 2021
Name of Promoter	No. of Shares at the beginning of the Year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
Ajay Mehra	25,000	-	25,000	8.33	-
Malti Mehra	25,000	-	25,000	8.33	-
Ajay Mehra HUF	23,200	-	23,200	7.73	-
Parichay Mehra	200	-	200	0.07	-
RAJESH MEHRA	25,000	-	25,000	8.33	-
S.K. MEHRA	200	-	200	0.07	-
RAJESH MEHRA (HUF)	21,000	-	21,000	6.99	-
S.K. MEHRA (HUF)	25,000	-	25,000	8.33	-
KRA Leasing Ltd	1,55,623	-	1,55,623	51.84	-
	3,00,223	-	3,00,223	100.00	-

Aggregate number of shares brought back during 5 years immediately preceding 31st March, 2022

	As at 31/03/2022	As at 31/03/2021
No. of equity shares bought back by the company	-	-


Note 13 "Other Equity"


	As at 31/03/2022	As at 31/03/2021
Retained Earnings	54,778.27	26,921.58
Security premium	1,12,660.00	1,12,660.00
	1,67,438.27	1,39,581.58
Retained earnings		
Balance at beginning of the year	26,921.58	25,855.79
Profit during the year	27,856.69	1,065.79
Closing Balance at year end	54,778.27	26,921.58
Security premium		
Balance at beginning of the year	1,12,660.00	1,12,660.00
Addition/(deletion) during the year	-	-
Closing Balance at year end	1,12,660.00	1,12,660.00

Note 14 "Non current liabilities"

	As at 31/03/2022	As at 31/03/2021
Security Deposit (Malwa Auto)	18,000.00	-
Less: Fair value adjustment	2,192.81	-
	15,807.19	-




 Rajesh Mehra
 (Director)
 DIN:00058232


 Ajay Mehra
 (Director)
 DIN:00058245

SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

Notes to financial statement for the year ended 31 st March, 2022

Note 15 "Borrowings"

	(Rs. In Hundred)	
	As at	As at
	31/03/2022	31/03/2021
Unsecured, payable on demand		
- Loan from related parties	4,95,150.00	4,95,150.00
	4,95,150.00	4,95,150.00

Note 16 "Trade payables"

	As at	As at
	31/03/2022	31/03/2021
Dues to Micro and Small Enterprises (as per intimation received from vendors) (refer below table for details)	-	-
Dues to others	-	-
Acceptances	-	-
Trade payables	1,703.52	236.00
	1,703.52	236.00

Note:

(1) No interest is payable on amount payable outstanding at year end. As per general practice of the company, amount due is paid within time as agreed therefore no interest is paid on trade payables.

(2) Ageing of trade payables

Particulars	MSME Dues	Others	As at 31st March 2022	MSME Dues	Others	As at 31st March 2021
Undisputed, Trade payables						
Less than 12 months	-	1,703.52	1,703.52	-	236.00	236.00
from 12 months to 24 months	-	-	-	-	-	-
from 24 months to 36 months	-	-	-	-	-	-
for more than 36 months	-	-	-	-	-	-
Disputed, Trade payables						
	-	1,703.52	1,703.52	-	236.00	236.00

Dues to Micro and Small Enterprises

Particulars	As at	As at
	31/03/2022	31/03/2021
a. Principal and Interest amount remaining unpaid	-	-
b. Interest due thereon remaining unpaid	-	-
c. Interest paid by the Company in terms of Section 16 of Micro, Small, and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in succeeding years, until such date when the interest dues as above are actually paid to small enterprises	-	-
	-	-

Note 17 "Other current liabilities"

	As at	As at
	31/03/2022	31/03/2021
Expenses payable (on account of services rendered in normal course of business)	100.00	200.00
Jaquar & Company (P) Ltd	21,165.24	-
GST payable	1,044.00	-
Bank reconciliation (Cheque issued but not presented)	17,755.99	-
TDS payable	26.72	-
	40,091.95	200.00

Note 18 "Revenue from operation"

	As at	As at
	31/03/2022	31/03/2021
Lease Rent Received	540.00	2,160.00
Rent received	32,129.03	-
Rent income (fair value)	15,059.41	-
Other Income	104.92	-
Interest on income tax refund	6.79	-
Total	47,840.15	2,160.00

Note 19 "Finance cost"

	As at	As at
	31/03/2022	31/03/2021
Interest on security deposit (fair value)	478.14	-
Total	478.14	-



Rajesh Mehra
(Director)
DIN:00058232

Ajay Mehra
(Director)
DIN:00058245

SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999PLC097822

Notes to financial statement for the year ended 31 st March, 2022

Note 20 "Depreciation and amortization expenses"

(Rs. in Hundred)

	As at 31/03/2022	As at 31/03/2021
Depreciation	4,902.56	-
Total	4,902.56	-

Note 21 "Other expenses"

	As at 31/03/2022	As at 31/03/2021
Bank Charges	1.18	0.23
Payment to Auditors	100.00	100.00
Brokrage	3,000.00	-
Stamp duty agst rent	1,480.00	-
Electricity Expenses	1,347.51	-
Legal & Professional Charges	822.00	250.75
Printing & Stationery	4.60	4.40
Postage and telegram	7.80	9.00
Property Tax	2,211.10	-
GST Expenses	-	18.00
Repair & Maintenance	166.95	-
Rates and Taxes	95.81	479.97
Total	9,236.95	862.35

Rajesh Mehra

Rajesh Mehra
(Director)
DIN:00058232

Ajay Mehra
Ajay Mehra
(Director)
DIN:00058245



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-33
CIN:U29199DL1999LC097822

Groupings to financial statement for the year ended 31st March, 2022


(Figures in Hundred)

	As at 31/03/2022	As at 31/03/2021
Note 8 - Trade receivables		
Outstanding for more than Six Months		
Jaquar & Company (P) Ltd	-	878.00
	-	878.00
Others		
Jaquar & Company (P) Ltd	-	1,080.00
	-	1,080.00
Grand Total	-	1,958.00
Note 10 - Current tax assets (net)		
(a) Income tax refunds		
Income Tax Refund A.Y.2022-23	21.81	-
Income Tax Refund A.Y.2021-22	108.50	108.50
Income Tax Refund A.Y.2020-21	-	97.41
Income Tax Refund A.Y.2018-19	-	1.75
Income Tax Refund A.Y.2013-14	-	15.80
	130.31	223.46
Note 15 - Borrowings		
- From Related parties		
Rajesh Mehra	1,75,000.00	1,75,000.00
S K Mehra	2,36,650.00	2,36,650.00
Ajay Mehra	83,500.00	83,500.00
	4,95,150.00	4,95,150.00
Note 16 - Trade payable		
Atharv Advisory	118.00	118.00
ZRG Project Management & Construction	1,585.52	-
Daleep Bhatia & Company	-	118.00
	1,703.52	236.00



Rajesh Mehra
(Director)

DIN:00058232



Ajay Mehra
(Director)

DIN:00058245



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

22. Payment to Auditors

(Rs. in Hundred)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Statutory audit fees	100.00	100.00
Total	100.00	100.00

23. Earning per share

(Rs. in Hundred)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Earning available for distribution to equity shareholders	27,856.47	1,065.79
Weighted average number of equity shares (face value of Rs. 10 each)	300223	300223
Basic earning per share	9.28	0.35
Diluted earning per share	9.28	0.35

24. Financial instruments

24.1 Capital management

The company manages its capital to ensure that entity will continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of company consists of debt which includes the borrowings as disclosed in note 14 as reduced by cash and cash equivalents and current investments. Equity attributable to equity holders of the Company comprises issued share capital, reserves and retained earnings as disclosed in the statement of changes in equity.

Gearing ratio

The gearing ratio at end of the reporting period was as follows.

(Rs. in Hundred)

	As at 31/03/2022	As at 31/03/2021
Debt (a)	4,95,150.00	4,95,150.00
Cash and bank balances (b)	18,171.86	4,265.19
Net debt (a-b)	4,76,978.14	4,90,884.81
Total equity	1,97,460.35	1,69,603.88
Net debt to equity ratio	241.56%	289.43%

Debt is defined as long-term and short-term borrowings as described in note no. 15 (Balance sheet).



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

24.2 Financial instruments by category

(Rs. in Hundred)

Particulars	31 March 2022			31 March 2021		
	FVOCI	FVTPL	Amortized cost [#]	FVOCI	FVTPL	Amortized cost [#]
Investment		5,86,882.48			5,86,882.48	
Other financial assets	-	-	13,730.96	-	-	1,342.50
Total	-	5,86,882.48	13,730.96	-	5,86,882.48	1,342.50
Trade receivables	-	-	333.90	-	-	1,958.00
Cash & cash equivalents	-	-	18,171.86	-	-	4,265.19
Total	-	-	18,505.76	-	-	6,223.19
Borrowings	-	-	4,95,150.00	-	-	4,95,150.00
Trade payable	-	-	1,703.52	-	-	236.00
Total	-	-	4,96,853.52	-	-	4,95,386.00

[#]Balance of financial assets/ liabilities having short term maturity and valued at transaction price for fair value purpose is included in amortized cost.

[#]there were no reclassification from one measurement category to another during the financial year ended.

24.3 Financial risk management objectives

The company is not exposed to any financial risks in relation to financial instruments those require further disclosures. The probable risk is credit risk, interest rate risk and liquidity risk for which explanations provided below. The company is not engaged in any speculative activities to manage risk but optimize related risk through internal risk management strategies.

24.4 Interest rate risk management

The company has borrowed funds from directors. It is not subject to any risks arising from fluctuations in interest rates since loans are interest free.

24.5 Credit risk management

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to financial loss and the company is exposed to credit risk for cash and cash equivalents for which further explanations provided below:

22.5.1 Cash and cash equivalent

The company considers factors such as track record, size of institution, market reputation and service standard to select the banks with which deposits are maintained. The company does not maintain significant deposit balances other than those required for its day to day operations.



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

24.5.2 Trade receivable

The company considers factors such as track record, size of institution, market reputation before leasing the property to any party. The management not considers any risk related to recovery of trade receivable i.e. lease receivables on monthly basis.

24.6 Liquidity risk management

Liquidity risk reflects the risk that the company will have insufficient resources to meet its financial liabilities as they fall due. The company's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements. The company regularly monitors liquidity requirements to ensure that it has sufficient cash to meet operational needs.

The details of contractual maturities of significant financial liabilities: (Rs. in Hundred)

Particulars	As of 31 March 2022		As of 31 March 2021	
	Less than 1 year	More than 1 year	Less than 1 year	More than 1 year
Trade receivable	333.90	-	1,958.00	-
Cash & cash equivalent	18,171.86	-	4,265.19	-
Investment	-	5,86,882.48	-	5,86,882.48
Other financial assets	-	13,730.96	-	1,342.50
Total	18,505.76	6,00,613.44	6,223.19	5,88,224.98
Borrowings	4,95,150.00	-	4,95,150.00	-
Trade payable	1,703.52	-	236.00	-
Total	4,96,853.52	-	4,95,386.00	-

25. Fair value measurement

The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties.

1. Fair Value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

2. Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

Level 2: other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

Quantitative disclosures of fair value measurement hierarchy for assets as on March 31, 2021

(Rs. in Hundred)

Particulars	Carrying amount 31-March-2021	Fair value		
		Level 1	Level 2	Level 3
Financial assets at amortized cost				
Investment	5,86,882.48	-	-	5,86,882.48
Other financial asset (Non-current)	1,342.50	-	-	1,342.50
Trade receivables	1,958.00	-	-	1,958.00
Cash & cash equivalent	4,265.19	-	-	4,265.19
Total	5,94,448.17	-	-	5,94,448.17
Financial liabilities at amortized cost				
Borrowings	4,95,150.00	-	-	4,95,150.00
Trade payables	236.00	-	-	236.00
Total	4,95,386.00	-	-	4,95,386.00

Quantitative disclosures of fair value measurement hierarchy for assets as on March 31, 2022

Particulars	Carrying amount 31-March-2022	Fair value		
		Level 1	Level 2	Level 3
Financial assets at amortized cost				
Investment	5,86,882.48	-	-	5,86,882.48
Other financial asset (Non-current)	13,760.96	-	-	13,760.96
Trade receivables	333.90	-	-	333.90
Cash & cash equivalent	18,171.86	-	-	18,171.86
Total	6,19,119.20	-	-	6,19,119.20
Financial liabilities at amortized cost				
Borrowings	4,95,150.00	-	-	4,95,150.00
Trade payables	1,703.52	-	-	1,703.52
Total	4,96,853.52	-	-	4,96,853.52

26. Related party transactions

In accordance with the requirement of Indian Accounting Standard (Ind AS) 24 "Related Party Disclosures" name of the related party, related party relationship, transactions and outstanding balances including



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

commitments where control exist and with whom transactions have taken place during the reported period are as follows:

List of related parties

Relationship	Name of related party
Key managerial personnel (KMP)	Mr. S K Mehra Mr. Rajesh Mehra Mr. Ajay Mehra
Holding Company	M/s KRA Leasing Limited
Entities where significant influence is exercised by KMP and/or their relatives having transactions with the company	M/s Jaquar & Co. Pvt. Ltd. M/s Jai Kaur Enterprises Pvt Ltd. M/s G.R. Sales Pvt Ltd M/s Prompt Capital & Finser Pvt Ltd M/s Essco Sanitation Pvt Ltd M/s Sanraj Farms Pvt Ltd

Details of transaction between the Company and its related parties are disclosed below:

(Rs. in Hundred)

Particulars	Holding Company		Key managerial personnel (KMP)		Entities where significant influence is exercised by KMP and/or their relatives having transactions with the company	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
(i) Transactions during the year						
Rent received	-	-	-	-	540.00	2,160.00
Loan received during the year	-	-	-	35,000.00	-	-
Investment during the year	-	-	-	-	-	36,405.00
Asset purchase during the year					47,710.19	-
(ii) Closing Balance as at year end						
Investment as at year end	60,501.00	60,501.00	-	-	5,26,381.48	5,26,381.48
Debtor Balance	-	-	-	-	-	1,958.00
Creditor Balance	-	-	-	-	21,165.24	-
Loan payable	-	-	4,95,150.00	4,95,150.00	-	-

27. Income tax reconciliation

The income tax expenses for the year can be reconciled to the accounting profit as follows:



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

(Rs. in Hundred)

Particulars	As at 31 March 2022	As at 31 March 2021
Profit before tax	33,222.50	1,297.65
Applicable tax rates (including surcharge)	25.168%	25.168%
Computed tax expense as per applicable tax rate	8,361.44	326.59
Tax effect of :		
Additional Expenses allowed	3,051.62	163.09
Disallowance of Expenses	-	-
Current tax provision (A)	5,309.82	163.50
Mat credit allowed (B)	-	-
Tax expenses recognized in statement of Profit & Loss (A+B)	5,309.82	163.50
Effective tax rate	15.98%	12.60%

28. Contingent liabilities not provided for in respect of:

The Company during the year did not incur any contingent liability and also did not provided in profit & loss statement. Further there is no outstanding demand pending against company as at year end.

29. Capital and other commitments

There is no capital and other commitments pending as at year end.

30. The company has asked information from suppliers being small-scale industrial units. Based on the information available with the company in respect of micro, small and medium enterprises, no balance shown under payable to MSME. Since, the no balance outstanding, hence the question of payments of interest or provision thereof towards belated payments does not arise.

31. Additional Regulatory information:

31.1 Ratios

Ratio	Numerator	Denominator	Year ended 31.03.2022	Year ended 31.03.2021	% variance	Reason for % change in ratio
Current Ratio (in times)	Current Assets	Current Liabilities	0.04	0.01	300%	Assets increases in comparison to Current liability
Debt Equity	Total Debt (long	Total Equity	2.51	2.92	-14.04%	



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

Ratio (in times)	term + short term)					
Return on Equity Ratio (in %)	Net Profit After Tax	Average Shareholder's Equity	15.18	0.63	2309.52%	Since rental income increase from last year
Inventory Turnover Ratio (in %)	Turnover	Average Inventory	NA	NA	-	
Trade Receivables turnover ratio (in times)	Net credit sales	Average trade receivables	41.65	1.17	3459.93%	All rent receipts are regularly received
Trade payables turnover ratio (in times)	Net Credit Purchases	Average Trade Payables	NA	NA	-	
Net Capital Turnover Ratio (in times)	Net Sales	Average Working Capital	NA	NA	-	
Net Profit Ratio (in %)	Net Profit After Tax	Net Sales	58.36	49.34	18.28%	
Return on Capital Employed (in %)	Earning Before Interest and Taxes (EBIT)	Capital Employed (Total assets-current liabilities)	NA	NA	-	
Debt Service Coverage Ratio (in times)	Earning Before Interest, Taxes and Depreciation (EBITD)	Total Debt outstanding (including interest)	0.08	0.00	8.00%	
Return on Investment Ratio (in %)	Income earned on investment	Average investment for the period	NA	NA		

Turnover means rental income shown under Profit & loss statement.

the variance in ratio is due to increase in fund flow with the company and also more profit with the company



SMG ENTERPRISES LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

31.2 Details of Benami Property held

As per management, the company does not hold any benami property and also there is no proceeding initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988.

31.3 Willful Defaulter

The company has not availed any credit facilities from any bank during the year and during immediately preceding year and as per management's best knowledge and belief, the company is not declared as willful defaulter by any bank or financial institution or other lender.

31.4 Relationship with stuck off companies

The company has not entered any transaction with stuck off company during the current financial year and as per management's best knowledge and belief no balance outstanding either in investment, receivable or payable belongs to any stuck off company.

31.5 Registration of charges or satisfaction of charges

The company during the year, not availed any credit facilities and also not provided for any guarantee against which charge creation to be done. Also, there were no previous registered charges against the company which are open and needs to be closed.

31.6 Compliance with number of layers

The management believe that there is no violation of section 2(87) read with Companies (Restriction on numbers of layers) Rules, 2017 as company does not holds investment in any subsidiary company.

31.7 Disclosure in relation to undisclosed income

During the current year, the company has not disclosed or surrendered any undisclosed income during any income tax proceedings or search or survey.

31.8 Details of crypto currency or virtual currency

The company has not invested in any virtual currency during the current financial year.

31.9 Title deeds of Immovable Property not held in name of the Company

The title deeds of Immovable property as shown under headings 'Property, plant & equipments' are held in name of the company. Also company does not any immovable property jointly with others.



SMG ENTERPRISES LIMITED

REGD. OFFICE: G-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33
CIN: U29199DL1999PLC097822

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

31.10 Revaluation of the Property, plant & equipments

During the current year, the company has not revalued any of its property, plant and equipment.

31.11 Utilization of Borrowed funds and share premium

(i) During the current financial year, the company has not raised money through share premium and also not received any loans or advance with the understanding that the company has to invest or loan or advanced to any other person(s).

(ii) During the current financial year, the company has not advanced or loaned or invested funds to any intermediary with the understanding that the intermediary shall invest or advanced to any other person(s) on company's directions.

31.12 Corporate social responsibility

The company is not covered under CSR provisions as per section 135 of the Companies Act, 2013.

For Daleep Bhatia & Co.
Chartered Accountants
Firm Reg no. 000918N



Daleep Bhatia
(Partner)
Membership No. 080850

For and on behalf of Board of Directors
for SMG Enterprises Ltd.



Rajesh Mehra
(Director)
DIN-00058232



Ajay Mehra
(Director)
DIN-00058245

Place: New Delhi

Date: 28.05.2022

UDIN: 22080850AL200M7867

