

Company Details

BOARD OF DIRECTORS

● Sh.Tribhawan Singh Thapar	Chairman
● Sh.Dheeraj Ghai	Vice-Chairman
● Sh.Sanjeev Gupta	Director
● Sh.Arjan Dass Goyal	Director
● Sh.Hari Krishan Punni	Director
● Sh.Baldev Raj Kalra	Director
● Sh.Pankaj Gupta	Director
● Sh.Rajan Bedi	Director

Registered Office :

1st Floor, Ludhiana Stock Exchange Building,
Feroze Gandhi Market, Ludhiana-141001.

Tele. Nos. : 0161-4615397, 4619296

Fax No. : 0161-4620396

Statutory Auditors :

Bhakoo & Associates
Civil Lines, Ludhiana.

Bankers :

HDFC Bank
Axis Bank
ICICI Bank

RTA

M/S Beetal Financial & Computer Pvt Ltd
"Beetal House",
3rd Floor, 99, Madangir,
B/H Local Shopping Centre,
New Delhi-110 062

TRADING CUM CLEARING MEMBER

MCX
NSEL

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

CIN- U74999PB2003PLC054437

Registered Office: 1st Floor, Ludhiana Stock Exchange Building, Feroze Gandhi Market, Ludhiana - 141001

NOTICE

NOTICE is hereby given that the **19th Annual General Meeting** of the Members of **LUDHIANA COMMODITIES TRADING SERVICES LIMITED** will be held on the **23rd day of September, 2022** at 4.00 P.M. at **1st Floor, Ludhiana Stock Exchange Building, Feroze Gandhi Market, Ludhiana - 141001**, Registered Office of the Company, to transact the following **Ordinary Business**:

AS ORDINARY BUSINESS

- 1). To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31.03.2022 together with Reports of the Board and Auditors of the Company thereon.
- 2). To Declare Dividend on Equity Shares.
- 3). To appoint a Director in place of Sh. Baldev Raj Kalra (DIN: 01802855) who retires by rotation and being eligible, offers himself for re-appointment.
- 4). To appoint a Director in place of Sh. Pankaj Gupta (DIN: 07612663) who retires by rotation and being eligible, offers himself for re-appointment.
- 5). To appoint a Director in place of Sh. Sanjeev Gupta (DIN: 00412914) who retires by rotation and being eligible, offers himself for re-appointment.

By Order of the Board of Directors
For LUDHIANA COMMODITIES TRADING SERVICES LIMITED

Sd/-
(Dheeraj Ghai)
Director
DIN:02832228

PLACE : LUDHIANA
DATE : 20-08-2022

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY(IES) TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK PROXY FORM IS ENCLOSED. PROXY FORM, IN ORDER TO BE MADE EFFECTIVE, MUST BE DEPOSITED WITH THE REGISTERED OFFICE OF THE COMPANY DULY EXECUTED NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF ANNUAL GENERAL MEETING.
2. Documents referred to in the notice are open for inspection at the registered office of the company on all working days, except holidays, between 10.00 a.m to 12.00 a.m up to the date of the Annual General Meeting.
3. Corporate Members are requested to send duly certified copy of the Board Resolution, pursuant to section 113 of Companies Act ,2013 , authorising their representative to attend and vote at the Annual General Meeting.
4. The Register of Members and the Share Transfer Book of the company will remain closed from 21st September, 2022 (Wednesday) to 23rd September, 2022 (Friday) (Both Days Inclusive).
5. The dividend on equity shares as recommended by the Board of Directors, if approved at the Annual General Meeting , will be paid to the members , whose names shall appear in Register of Beneficial owner , maintained by the RTA at the close of 20th September, 2022.
6. Members are requested to write to the Company at least Ten Days before the meeting for obtaining any information as regards to accounts and operations of the Company so that the same could be compiled in advance.
7. Members are requested to bring their copy of Annual Report along with them to the Annual General Meeting.

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

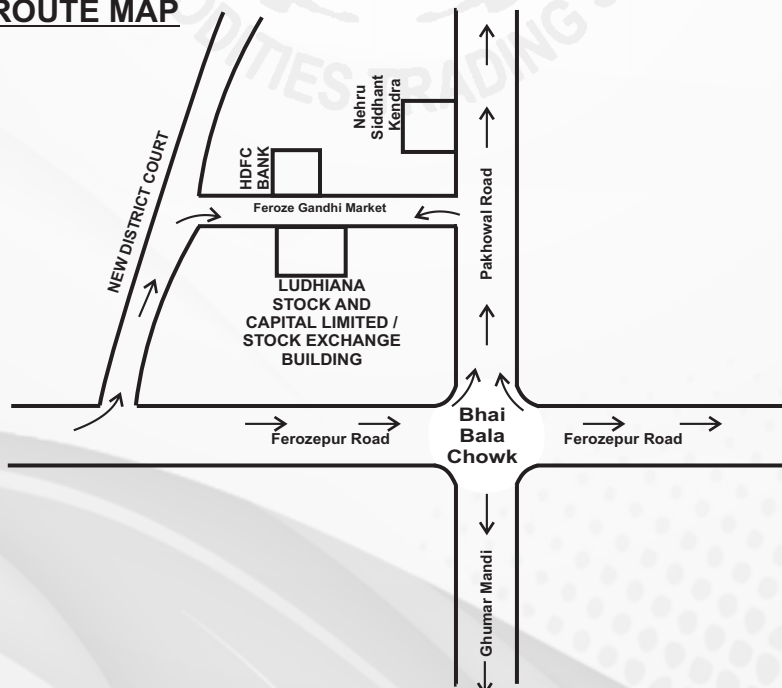
8. Pursuant to Companies (Prospectus and Allotment of Securities) Third Amendment Rules, 2018, Every Unlisted Public Company shall facilitate dematerialization of all its existing securities . The Company being Unlisted Public Company has secured its ISIN i.e. INE02O201019 Central Depository Services Limited (CDSL) . So members can avail the services of Central Depository Services Limited (CDSL) to get their shares dematerialised through their DP.
9. All corresponding regarding shares of the Company should be addressed to the Company's Registrar and Transfer Agent (RTA) , M/S Beetal Financial & Computer Services Pvt. Ltd. , "Beetal House", 3rd Floor, 99, Madangir, B/H Local Shopping Centre, New Delhi-110 062.
10. Members who hold shares in the physical form and wish to make / change nomination in respect to their shareholding in the Company, as permitted under section 72 of the Companies Act, 2013 and rule 19 (1) of Companies (Share Capital and Debentures) Rules 2014, may submit the prescribed form SH 13 to the Company.
11. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market . Members holding shares in electronic as well as in physical form are requested to submit their PAN to the Company or Registrar and Transfer Agent (RTA), M/S Beetal Financial & Computer Services Pvt. Ltd., New Delhi.
12. Members who have not registered their e-mail addresses so far are requested to register / update their e-mail addresses for receiving all communications including Annual Report, Notices, Circulars etc.
13. Members are requested to quote their full names as per Company's record, email IDs, Contact No, Folio Nos./DP and Client ID as the case may be , in all correspondence with the company and for prompt reply for their queries .
14. For Convenience and proper conduct of Meeting, Members / Proxies should bring Attendance Slip / Proxy Form that are annexed to the Annual Report for entry to the place of meeting and handover the same at the entrance of venue of the meeting .

**By Order of the Board of Directors
For LUDHIANA COMMODITIES TRADING SERVICES LIMITED**

Sd/-
(Dheeraj Ghai)
Director
DIN:02832228

PLACE : LUDHIANA
DATE : 20-08-2022

ROUTE MAP



DIRECTOR'S REPORT

To

The Members,
Ludhiana Commodities Trading Services Limited,
Ludhiana.

Your Directors have great pleasure in presenting **19th Annual Report** on the business and operations of the Company along with the Audited Statement of Accounts of the Company for the year ended 31st March, 2022 as under:

1. COMPANY SPECIFIC INFORMATION

• Financial Summary and Highlights

The financial results of the Company for the year under review as compared to the previous year are summarized below:

(Amount in Lakhs except equity per share)

SR. NO.	PARTICULARS	31.03.2022	31.03.2021
1	Profit before depreciation and tax	13.16	14.82
2	Depreciation	1.34	3.95
3	Profit before tax	11.82	10.87
4	Provision for taxation	3.17	3.65
5	a. Deferred Tax	-0.01	0.62
	b. Earlier year	-0.02	0.08
	Profit after tax	8.68	6.52
6	Appropriations	4.77	4.24
7	Surplus carried to Balance Sheet	114.68	110.77
8.	Earning per share (EPS) (Basic)	0.41	0.31

• RESULTS OF OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS

OPERATIVE RESULTS BEING TRADING CUM CLEARING MEMBER OF MCX

The Company is registered with MCX as Trading Cum Clearing Member along with SEBI as Stock Broker. During the period under review the company has earned Gross Profit before Depreciation, Interest and Tax (PBDIT) of Rs. 13, 16,159.05 as compared to Rs. 14, 81,312.38 in previous year. The company earned a Profit after Tax of Rs. 8,67,205.23 as compared to Rs. 6,51,743.32 in previous year.

a) Trading at MCX

During the period under review, your company has recorded a turnover of Rs. 4853.00 Crore as compared to Rs 8491.00 Crore in previous year thus recording a decrease of about 42.84% (Approx.).

b) Future Outlook

The overall Market conditions have not been favorable for the Industry and the Company as well during the period under review and the future outlook also seems to be not very good. During the current year.i.e.2022-23, the company has recorded a turnover of Rs. 919.00 Crore (till 15.08.2022) on MCX.

• AMOUNT OF RESERVES

The Board of Directors of your company, has decided not to transfer any amount to the Reserves for the year under review.

- **DIVIDEND**

- The Board of Directors of your company is pleased to recommend a dividend of Rs. 0.250 per Equity Share of the face value of Rs. 10 each (@ 2.5%). The dividend, if approved at the forthcoming Annual General Meeting to be held on 23rd September, 2022, will be paid to those Shareholders whose names will appear in the Register of shareholders provided by RTA M/s BEETAL FINANCIAL & COMPUTER SERVICES PVT. LTD as on the Record Date (i.e 20th September, 2022).
- Dividend if declared in Annual General Meeting will result in cash outflow of an amount of Rs. 5.30 Lac approx.

- **MAJOR EVENTS OCCURRED DURING THE YEAR**

In terms of the information required under Sub-section (3)(i) of Section 134 of the Companies Act, 2013, we report that no material changes and commitments affecting the financial position of the Company have occurred between the end of the Financial Year to which these Financial Statements relate and the date of the Directors' Report.

2. CAPITAL AND DEBT STRUCTURE

The Authorized Share Capital of the company as on 31st March, 2022 was Rs. 2,50,00,000/-

(25,00,000 equity shares of Rs. 10/- each) and the paid up Equity Share Capital as on 31st March, 2022 was 21192750.00 /- (2119275 equity shares of Rs. 10/- each Fully Paid Up) . Company is not having any Outstanding Debt.

- **Change in authorized, issued, subscribed and paid – up share capital**

During the year under review, there was no change in authorized, issued, subscribed and paid – up share capital of the Company.

3. CREDIT RATING OF SECURITIES

As our company is not listed and also not having any debt , Credit Rating of securities is not required.

4. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

5. MANAGEMENT

The management of the Company vested in the Board of the Directors of the Company.

- **CHANGE IN DIRECTORS AND KEY MANAGERIAL PERSONNEL**

There has been no change in the constitution of the Board of Directors during the year under review and up to the date of this report i.e. the structure of the Board remains the same

- **DIRECTORS RETIRING BY ROTATION:**

Sh. Baldev Raj Kalra, Sh Pankaj Gupta and Sh. Sanjeev Gupta are retiring by rotation and are eligible for re-appointment in terms of Article 107(b) of articles of Association of the company

- **INDEPENDENT DIRECTORS AND DECLARATION BY INDEPENDENT DIRECTORS AND STATEMENT ON COMPLIANCE OF CODE OF CONDUCT**

Provision of Independent Director under Sub-section (10) of section 149 of The Companies Act ,2013 is not applicable to the company . So company doesn't have any Independent Director.

- **BOARD MEETINGS:**

During the financial year April 01, 2021 to March 31, 2022, Six Meetings of the Board were held in such a manner that gap between two consecutive meetings of the Board was not more than one hundred and twenty days.

- **GENERAL MEETINGS (NUMBER AND DATE OF MEETING)**

During the Year, The 18th Annual General Meeting of the company was held on 24.09.2021.

- **COMMITTEE :**

- **Particulars of Audit Committee**

Pursuant to the provision of section 177 of companies act, 2013 and rule 6 of companies (Meetings of

Board and its Powers) Rules, 2014. The company is not required to constitute an Audit Committee of the Board.

- **Nomination & Remuneration Committee and Stakeholders Relationship Committee**

The Company does not fall under the criteria of the requirements to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

- **Board Evaluation**

The company is not required for preparing the statement for formal annual evaluation of the performance of the Board, as per the Rule 8(4) of Companies (Accounts) Rules 2014 of the Companies Act, 2013.

- **Remuneration received by Managing/ Whole Time Director/Directors of the company**

During the Year, the company has not appointed any managerial personnel and such no managerial personnel have received the remuneration exceeding the limits as mentioned in Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Remuneration received by Managing/ Whole Time Director from holding or subsidiary company. The Company has no holding or subsidiary company, therefore this disclosure is not applicable.

- **DIRECTORS' RESPONSIBILITY STATEMENT:**

The Directors would like to assure the members that the financial statements for the year under review conform in their entirety to the requirements of the section 134 (5) of the Companies Act, 2013 and rules made there under.

The Directors state that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis; and
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

- **Frauds Reported by the Auditors**

The Auditors have not reported any fraud to the Board under Section 143 (12) of the Companies Act, 2013.

6. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

- **Report on performance and financial position of the subsidiaries, associates and joint ventures**

The Company does not have any subsidiaries, associates and joint ventures

- **Companies which have become or ceased to be subsidiaries, associates and joint ventures**

There has been no instance regarding becoming / cessation of any subsidiary, associates and joint ventures.

7. DETAILS OF DEPOSITS

During the period under review, your Company has not accepted any deposits from public in terms of the Companies Act, 2013 and rules made there under.

8. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

There was no loan or guarantee given or investment made or security provided pursuant to Section 186 of the Companies Act, 2013 during the year under review and hence the said provisions are not applicable.

9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES PURSUANT TO SECTION 188 OF THE COMPANIES ACT, 2013

Pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014, there are no transactions to be reported under Section 188(1) of the Act in Form AOC-2, there were no contracts or arrangements or transactions entered into during the year ended March 31, 2021, which were not at arm's length basis.

10. CORPORATE SOCIAL RESPONSIBILITY (CSR)

During the period under review, the Board of Directors of the company has not spent any amount on account of the Corporate Social Responsibility as the Company is not covered under the provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policies) Rules, 2014.

11. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has an adequate Internal Financial Control system with reference to financial statements pursuant to Rule 8 (5) (viii) of Companies (Accounts) Rules, 2014, commensurate with the size of its business operations and the same is reviewed by the Company from time to time.

12. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company is engaged in stock broking and has no activity pertaining to manufacturing and as such furnishing of details as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is not given. Further, the particulars as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, in respect to foreign exchange earnings and outgo are Nil.

13. RISK MANAGEMENT

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. The Board has laid down procedures to inform the members about the risk assessment, if any, and procedure to minimize the same.

14. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM U/S 177 OF COMPANIES ACT, 2013

Provision of section 177 of Companies Act, 2013 are not applicable to your company.

15. MATERIAL ORDERS OF JUDICIAL BODIES /REGULATORS

In terms of the information required under Section 134 of the Companies Act, 2013 and Rule 8 of Companies (Accounts) Rules, 2014, it is to be noted that there are no significant material orders passed by the Regulators / Courts / Tribunal which would impact the going concern status of the Company and the Company's operations in future.

16. AUDITORS

• **STATUTORY AUDITORS**

M/s Bhakoo & Associates., Chartered Accountants (Registration No. 014391N) were reappointed as the Statutory Auditors of the company in AGM held on 31st day of August, 2019, for five consecutive years pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Rules framed there under and they hold office up to the date of AGM to be held in the year 2024.

• **COST AUDITOR AND SECRETARIAL AUDITOR**

Provisions for appointment of Cost Auditor and Secretarial Auditor are not applicable to our Company.

• **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS**

The Auditors' Report does not warrant any comments as there is no qualification, reservation or adverse remark made by the Auditors in their Report.

17. COMPLIANCE WITH SECRETARIAL STANDARDS

During the year under review, the Company has complied with the provisions of the applicable Secretarial

Standards issued by Institute of Companies Secretaries of India. The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and such systems are adequate and operating effectively.

18. FAILURE TO IMPLEMENT ANY CORPORATE ACTION

The company has not executed any Corporate Action ("corporate action" includes buy back of securities, , mergers and de-mergers, delisting, split and issue of any securities.) except payment of dividend declared which has been disbursed within stipulated time during the year under review.

19. ANNUAL RETURN

Pursuant to the provisions of Section 92(3) of the Companies Act 2013, the Annual Return in Form MGT-7 for the financial year 2021-22 is uploaded on the website of the company at the Weblink (<http://ludhianacommodities.com/site/downloadDocuments>).

20. MANAGEMENT DISCUSSION AND ANALYSIS REPORT (MDAR)

Your company being an unlisted company, this provision is not applicable to your company.

21. COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

This provision is not applicable to your company as the company is not listed with any stock exchange. However the company believes in good corporate governance and follows the requisite provisions voluntarily.

22. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In terms of provisions of the Sexual Harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013, the company has formulated a policy to prevent sexual harassment of women at workplace and Board has constituted a Woman Harassment Committee. During the year under review, there were no cases filed pursuant to sexual harassment of women at workplace.

23. OTHER DISCLOSURES

During the year under review, the Company has neither issued shares with Differential Voting Rights nor has granted any stock options or Sweat Equity. Further, the Company has neither bought back its own shares nor has given any loan to the employees of the Company for the purchase of the shares of the Company.

24. ACKNOWLEDGEMENTS:

The Board wishes to place on record its gratitude for the kind co-operation, assistance, and continued support to the company by members, SEBI, MCX, Bankers, employees at all level and other business constituents. The Board also wishes to place on record its warm appreciation for the creative and dedicated efforts of staff at all levels.

For LUDHIANA COMMODITIES TRADING SERVICES LIMITED

PLACE : LUDHIANA
DATE : 20-08-2022

Sd/-
TRIBHAWAN SINGH THAPAR
CHAIRMAN
DIN:00494576

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Ludhiana Commodities Trading Services Limited
Ludhiana

Report on Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Ludhiana Commodities Trading Services Limited** ('the Company'), which comprise the balance sheet as at 31st March 2022, the statement of profit and loss and the cash flow statement for the year ended and the notes to the financial statements including the summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations give 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 31st March 2022 and its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the such other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in

- (i) planning the scope of our audit work and in evaluating the results of our work; and
- (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (II) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in the paragraph 3 and 4 of the Order, of 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 purpose of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - (c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representation received from the directors as on 31st March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022 from being appointed as a director in terms of Section 164 (2) of the Act,
 - (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"; and
 - (g) With respect of 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) There are no pending litigations against the company.
 - (ii) The company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses
 - (iii) There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv) (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 (b) The management has represented that to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any other person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding whether recorded in writing or otherwise that the company shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 (c) Based on such audit procedures as considered reasonable and appropriate in the circumstances nothing has come to our notice that has caused us to believe that the representations under sub clause (iv)(a) and (iv)(b) contain any material misstatement.
 - (v) According to information and explanation given to us and on basis of our examination of books of accounts, we report that dividend declared and paid by the company is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

**For Bhakoo & Associates
Chartered Accountants**

**PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108**

**Sd/-
(Amit Bansal)
(Partner)
Membership No. : 502011
FRN: 014391N**

“Annexure A” to the Independent Auditor's Report

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31st March 2022, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of Intangible Assets.
- (b) The major Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us, the company is not owner of any immovable property (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee)
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.
- (ii) The Company does not have any inventory and no working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) The Company has during the year, not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clauses 3(iii) of the Order are not applicable.
- (iv) According to the information and explanation given to us, the company has no loans, investments, guarantees or security where provisions of section 185 and 186 of the Companies Act, 2013 are to be complied with.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) According to information and explanations given to us and in our opinion, maintenance of cost records u/s 148(1) of Companies Act has not been prescribed in case of company
- (vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
(b) There are no dues in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanation given to us, company has no transactions, not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);
- (ix) The Company has no borrowing, including debt securities during the year;
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
(b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year
- (xi) (a) According to the information and explanation given to us, any fraud by the company or any fraud

- on the company has not been noticed or reported during the year;
- (b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the information and explanation given to us, no whistle-blower complaints were received during the year by the company;
- (xii) Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company;
- (xiii) According to the information and explanations given to us, the company has not undertaken any transactions with related parties as mentioned in Section 177 and 188 of Companies Act, 2013, accordingly the provisions of clause 3(xiii) of the Order are not applicable to the company;
- (xiv) (a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;
- (b) We have considered the reports of the Internal Auditors for the period under audit;
- (xv) According to the information and explanations given to us, we are of the opinion that the company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.
- (xvi) (a) According to the information and explanations given to us, we are of the opinion that the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of clause 3(xvi) of the Order are not applicable;
- (b) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of sub-clause (c) and (d) of clause 3(xvi) of the Order are not applicable;
- (xvii) According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year;
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable;
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is incapable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company.
- We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) The provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.
- (xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

**For Bhakoo & Associates
Chartered Accountants**

**PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108**

**Sd/-
(Amit Bansal)
(Partner)
Membership No. : 502011
FRN: 014391N**

Annexure - B to the Auditors' Report**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 **Ludhiana Commodities Trading Services Limited** ("the Company") as of 31 March 2022 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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, 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 31 March 2022, 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.

**For Bhakoo & Associates
Chartered Accountants**

**PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108**

**Sd/-
(Amit Bansal)
(Partner)
Membership No. : 502011
FRN: 014391N**



BALANCE SHEET AS AT 31st MARCH, 2022

PARTICULARS	NOTE NO.	Amount in Lakhs	
		AS AT 31.03.2022	AS AT 31.03.2021
A. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	211.93	211.93
(b) Reserves and Surplus	4	128.71	124.80
		<u>340.64</u>	<u>336.73</u>
(2) Current Liabilities			
(a) Trade payables	5	2974.45	3153.39
(b) Other current liabilities	6	459.08	420.92
(c) Short-term provisions	7	4.29	4.59
		<u>3437.82</u>	<u>3578.90</u>
TOTAL		3778.46	3915.63
B. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	8.1	1.87	2.82
(b) Intangible assets	8.2	0.33	0.58
		<u>2.20</u>	<u>3.40</u>
(c) Other non-current assets	9	317.96	146.14
(d) Deferred tax asset (net)		0.52	0.51
		<u>318.48</u>	<u>146.65</u>
(2) Current assets			
(a) Trade receivables	10	2953.11	3143.44
(b) Cash and bank balances	11	298.66	389.48
(c) Short-term loans and advances	12	205.90	232.18
(d) Other Current assets	13	0.11	0.48
		<u>3457.78</u>	<u>3765.58</u>
Notes forming part of the Financial Statements	1-34		
TOTAL		3778.46	3915.63

SUBJECT TO OUR SEPARATE AUDIT REPORT OF EVEN DATE

**FOR BHAKOO & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-014391N**

Sd/-
(AMIT BANSAL)
(PARTNER)
(M.No. 502011)

PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
TRIBHAWAN SINGH THAPAR
CHAIRMAN
DIN: 00494576

Sd/-
DHEERAJ GHAI
VICE-CHAIRMAN
DIN: 02832228

Sd/-
JASWINDER SINGH
ACCOUNTS EXECUTIVE

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

PARTICULARS	NOTE NO.	Amount in Lakhs	
		AS AT 31.03.2022	AS AT 31.03.2021
I. Revenue from operations	14	28.93	45.01
II. Other Incomes	15	30.47	26.45
III. Total Revenue (I+II)		59.40	71.46
IV. Expenses :			
Cost of services rendered	16	22.02	33.81
Employee benefit expense	17	7.74	9.91
Financial costs	18	8.30	2.25
Depreciation and amortization expenses		1.34	3.95
Other Expenses :			
- Administrative & General expenses	19	8.18	10.67
Total Expenses		47.58	60.59
V. Profit before exceptional and extraordinary items and tax (III - IV)		11.82	10.87
VI. Exceptional Items		0.00	0.00
VII. Profit before extraordinary items and tax (V - VI)		11.82	10.87
VIII. Extraordinary Items		0.00	0.00
IX. Profit before tax (VII - VIII)		11.82	10.87
X. Tax Expense :			
(1) Current tax (Provision)		3.17	3.65
(2) Deferred tax		-0.01	0.62
(3) Earlier Year		-0.02	0.08
XI. Profit(Loss) from the period from continuing operations (XI-X)		8.68	6.52
XII. Profit/(Loss) from discontinuing operations		N.A	N.A
XIII. Tax expense of discounting operations		N.A	N.A
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		N.A	N.A
XV. Profit/(Loss) for the period (XI + XIV)		8.68	6.52
Weighted Average No. of Equity Shares of Rs. 10 each		21.19	21.19
XVI. Earning per equity share:			
(1) Basic		0.41	0.31
(2) Diluted		0.41	0.31

SUBJECT TO OUR SEPARATE AUDIT REPORT OF EVEN DATE

FOR BHAKOO & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-014391N

Sd/-
(AMIT BANSAL)
(PARTNER)
(M.No. 502011)

PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
TRIBHAWAN SINGH THAPAR
CHAIRMAN
DIN: 00494576

Sd/-
DHEERAJ GHAI
VICE-CHAIRMAN
DIN: 02832228

Sd/-
JASWINDER SINGH
ACCOUNTS EXECUTIVE

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2022

PARTICULARS	Amount in Lakhs	
	Year ended March 31,2022	Year ended March 31,2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	11.82	10.87
Add Depreciation	1.34	3.95
	13.16	14.82
Less : Interest on FDR	-29.62	-26.45
Operating profit before working capital changes	-16.46	-11.63
Add : Working Capital Changes		
(Increase)/Decrease in Trade receivables	190.32	3.20
(Increase)/Decrease in Short term Loans and Advances	26.27	-7.22
(Increase)/Decrease in Other Current Assets	0.37	-0.39
Increase/(Decrease) in Trade payables	-178.94	45.93
Increase/(Decrease) in Current Liabilities	38.16	-0.27
	76.18	41.25
Add : Changes in Provision		
Increase / (Decrease) in Provision of Gratuity	0.18	0.33
	0.18	0.33
Cash generated from operations	59.90	29.95
Less : Direct Taxes paid	-3.63	-2.33
NET CASH FROM OPERATING ACTIVITIES (A)	56.27	27.62
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-0.14	-1.72
Long Term Deposit with Landlord	0.05	0.00
Investment in FDR	-165.00	155.00
Proceeds From Interest Accued on FDR	-6.87	12.55
Interest Received From FDRs	29.62	26.45
NET CASH / (USED) IN INVESTING ACTIVITIES (B)	-142.34	192.28
C. CASH FLOW FROM FINANCING ACTIVITIES		
Payment of Dividend (including tax thereon)	-4.77	-4.24
NET CASH / (USED) IN FINANCING ACTIVITIES (C)	-4.77	-4.24
Add : Increase/(Decrease) in Cash & Cash equivalents	-90.82	215.66
Cash & Cash equivalents at the beginning of the year	389.48	173.82
Cash & cash equivalents at the end of the year	298.66	389.48

FOR BHAKOO & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-014391N

Sd/-
(AMIT BANSAL)
(PARTNER)
(M.No. 502011)

PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
TRIBHAWAN SINGH THAPAR
CHAIRMAN
DIN: 00494576

Sd/-
DHEERAJ GHAI
VICE-CHAIRMAN
DIN: 02832228

Sd/-
JASWINDER SINGH
ACCOUNTS EXECUTIVE

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1. **CORPORATE INFORMATION**

The Ludhiana Commodities Trading Services Limited was established in 2003, to fulfill the need of investors, traders of having a platform for trading, hedging and investment. The company was established by Ludhiana Stock Exchange which was one of the leading Regional Stock Exchanges. Since its incorporation, the Company has grown considerably. Now the Company has the membership of MCX. The Company has played an important role in wealth creation by providing investment, trading and hedging opportunities to every investor, trader and consumer. The Company has utilized its expertise to provide better services to the investors and traders.

2. **SIGNIFICANT ACCOUNTING POLICIES**

The accounts are prepared on accrual basis under the historical cost convention in accordance with the mandatory standards referred in sub section (3C) of Section 133 of the Companies Act, 2013 and other relevant provisions of the said Act. The significant Accounting policies followed by the company are as stated below:

i) **REVENUE RECOGNITION**

The company follows accrual system of accounting. Sales are recognised as and when all risks and rewards are transferred to the buyer.

ii) **FIXED ASSETS**

Fixed Assets are stated at historical cost less accumulated depreciation.

iii) **DEPRECIATION**

Depreciation is provided on written down value method on all the assets of the company. Depreciation for the year is provided in accordance with and in the manner specified in the schedule II of the Companies Act, 2013.

iv) **INVENTORIES**

Inventories are valued at lower of cost or net realizable value except scrap which has been reported at net realizable value.

v) **EMPLOYEES BENEFIT EXPENSES**

(a) **Short Term employee benefit**

Short term employee benefits comprising of wages and salaries, bonus and leave pay is accounted as expenditure in the period in which employees has rendered services in exchange of these benefits.

(b) **Post employment benefits**

These are classified under following category:-

(i) **Defined contribution plans**

Contributions to defined contribution plans covering Provident Fund and ESI is recognized as an expenditure and charged to Profit & Loss account in the period

vi) **ACCOUNTING FOR TAXES ON INCOME**

Provision for tax on income comprises of current tax and deferred tax. Current tax is tax payable as per Income Tax Act, 1961. Deferred tax is the tax effect of timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

vii) **IMPAIRMENT OF ASSETS**

At each Balance Sheet date an assessment is made whether any indication exists that an asset has

been impaired. If any such indication exists, an impairment loss i.e. amount by which the carrying amount of an asset exceeds its recoverable amount is provided for in books of accounts.

viii) PROVISIONS AND CONTINGENT LIABILITIES

- 1) Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation, if :-
 - (i) the company has a present obligation as a result of past events ;
 - (ii) a probable outflow of resources embodying economic benefits is expected to settle the obligation: and
 - (iii) the amount of the obligation can be reliably estimated.
- 2) Contingent liability is disclosed in the case of :
 - (i) a present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefit will be required to settle
 - (i) a possible obligation, unless the probability of outflow in settlement is remote

ix) BORROWING COST

Borrowing Cost attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets upto the date when such assets are ready for intended use. Other borrowing costs are charged as expense in the year in which they are incurred

x) FOREIGN CURRENCY TRANSACTIONS

- (i) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of transaction.
- (ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of monetary items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of contract is recognized as exchange difference and premium paid on forward contracts has been recognized over the life of contract. Any income or expense on account of exchange difference either on settlement or on translation is recognized in Profit and Loss account.
- (iii) Non monetary foreign currency items are carried at cost.

SCHEDULE TO THE ACCOUNTS FOR THE PERIOD ENDED ON 31st MARCH, 2022

3. SHARE CAPITAL

Particulars	Amount in Lakhs	
	As At 31.03.2022	AS AT 31.03.2021
3.1 Authorised Capital		
25,00,000 Equity Shares of Rs. 10/- each (Previous year :- 25,00,000 Equity Shares of Rs. 10/- each)	250.00	250.00
3.2 Issued, Subscribed & Paid up Capital		
21,19,275 Equity Shares of Rs. 10/- each fully paid up (Pr. Yr:- 21,19,275 Equity Shares of Rs. 10/- each fully paid up)	211.93	211.93
TOTAL	211.93	211.93

3.3 Reconciliation of number of shares

Particulars	As At 31.03.2022		As At 31.03.2021	
	No. of shares	Amount	No. of shares	Amount
Equity Shares				
Opening Balance	2119275.00	211.93	2119275.00	211.93
Add: Changes during the year	0.00	0.00	0.00	0.00
Closing Balance	2119275.00	211.93	2119275.00	211.93

3.4 Rights, preferences and restrictions attached to shares

The company has one class of equity shares having a par value of Rs. 10 each. Each Shareholder is eligible for one vote per share held. The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing annual general meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of the preferential amounts, in proportion to their shareholding.

The Board of Director have proposed dividend @2.50% amounting to Rs. 529818.75 which shall be subject to approval in Annual General Meeting.

3.5 Detail of Shares held by Shareholders holding more than 5% of the aggregate shares in the company

There is no shareholders holding more than 5% of aggregate shares in the company.

3.6 Detail of shares held by promoters at the year end

Particulars	As At March 31, 2022			As At March 31, 2021		
	No. of shares	% age	% change	No. of shares	% age	% change
Rajnish Garg	122.00	0.01%	0%	122.00	0.01%	0%
Harjit Singh Sidhu	122.00	0.01%	0%	122.00	0.01%	0%
Sh. Harish Chhabra	122.00	0.01%	0%	122.00	0.01%	0%
Parkash Chand Goyal	122.00	0.01%	0%	122.00	0.01%	0%
Tribhawan Singh Thapar	18420.00	0.87%	0%	18420.00	0.87%	0%
Dheeraj Ghai	18420.00	0.87%	0%	18420.00	0.87%	0%
Sanjeev Gupta	18420.00	0.87%	0%	18420.00	0.87%	0%
Arjan Dass	18420.00	0.87%	0%	18420.00	0.87%	0%
Hari Krishan Punni	18420.00	0.87%	0%	18420.00	0.87%	0%
Baldev Raj Kalra	245.00	0.01%	0%	245.00	0.01%	0%
Rajan Bedi	18420.00	0.87%	0%	18420.00	0.87%	0%
Pankaj Kumar Gupta	18420.00	0.87%	0%	18420.00	0.87%	0%

4. RESERVES & SURPLUS

Reserves & Surplus consists of the following reserves :

Particulars	Amount in Lakhs			
	AS AT 31.03.2022		AS AT 31.03.2021	
4.1 Securities Premium Account				
Opening Balance		0.03	0.03	
Add: Addition during the year		0.00	0.00	
Less: Utilisation during the year		0.00	0.03	0.03
4.2 General Reserve				
Opening Balance		14.00	14.00	
Add: Addition during the year		0.00	0.00	
Less: Utilisation during the year		0.00	14.00	14.00
4.3 Surplus in statement of Profit & Loss				
Opening Balance		110.77	108.49	
Add: Profit for the year		8.68	6.52	
Less: Appropriations				
- Dividend		4.77	114.68	110.77
TOTAL		128.71	124.80	

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

5. TRADE PAYABLE

Trade payable consist of the following :-

Amount in Lakhs

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME					
<u>Current Year</u>	0.00	0.00	0.00	0.00	0.00
<u>Previous Year</u>	0.00	0.00	0.00	0.00	0.00
ii) Others					
<u>Current Year</u>	30.52	0.00	0.00	0.23	30.74
<u>Previous Year</u>	25.46	0.00	0.00	0.00	25.46
iii) Disputed-MSME					
<u>Current Year</u>	0.00	0.00	0.00	0.00	0.00
<u>Previous Year</u>	0.00	0.00	0.00	0.00	0.00
iv) Disputed-Others					
<u>Current Year</u>	0.00	0.00	0.00	2943.71	2943.71
<u>Previous Year</u>	0.00	0.00	0.00	3127.93	3127.93
Total					
<u>Current Year</u>	30.52	0.00	0.00	2943.94	2974.45
<u>Previous Year</u>	25.46	0.00	0.00	3127.93	3153.39

6. Other Current Liabilities

Other current liabilities consist of the following :-

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
i) Other statutory liabilities	0.72	0.61
iii) Other Payables	458.36	420.31
TOTAL	459.08	420.92

7. Short Term Provisions

Short-term provisions consist of the following :-

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
7.1 Provision for employee benefits		
- Fair value of present obligation of gratuity (Net of Planned Assets)	1.12	0.94
7.2 Others		
- Provision for Income Tax	3.17	3.65
TOTAL	4.29	4.59

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

9. Other Non Current Assets Amount in Lakhs

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
9.1 Securities & Deposits		
(Unsecured, Considered Good)		
Security deposit with CDSL	0.10	0.10
Security deposit with Landlord	0.00	0.05
Initial Security Deposit MCX	50.00	50.00
Base Minimum Capital (Cash) MCX	2.50	2.50
9.2 Bank balance in deposit accounts with maturity more than 12 months (refer annexure 11)	257.50	92.50
9.3 Interest Accrued on FDR (FDR are secured against overdraft facility)	7.86	0.99
	317.96	146.14

10. Trade Receivables

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade Receivables-considered good						
Current Year	7.45	0.04	0.04	0.00	0.00	7.53
Previous Year	13.58	0.04	0.00	0.00	0.00	13.63
ii) Undisputed Trade Receivables-considered doubtful						
Current Year	0.00	0.00	0.00	0.00	0.00	0.00
Previous Year	0.00	0.00	0.00	0.00	0.00	0.00
iii) Disputed Trade Receivables considered good						
Current Year	0.00	0.00	0.00	0.00	0.00	0.00
Previous Year	0.00	0.00	0.00	0.00	0.00	0.00
iv) Disputed Trade Receivables considered doubtful						
Current Year	0.00	0.00	0.00	0.00	2945.58	2945.58
Previous Year	0.00	0.00	0.00	0.00	3129.81	3129.81
Total						
Current Year	7.45	0.04	0.04	0.00	2945.58	2953.11
Previous Year	13.58	0.04	0.00	0.00	3129.81	3143.44

11. Cash & Bank Balances

Cash & bank balances consist of the following :-

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
11.1 Cash and cash equivalents		
11.1.1. Balances with banks		
(a) In Current Accounts		
- Regular Bank accounts	185.07	47.37
(b) In Deposits Accounts with original maturity less than 3 months		
FDRs given as security to MCX	0.00	100.00
11.1.2 Cash in Hand	0.12	0.07
	185.19	147.44

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

11.2 Other Bank balances Amount in Lakhs

11.2.1 In deposits accounts with original maturity more than 3 months but upto 12 months

FDRs given as security to MCX	60.00	200.00
FDRs given as margin for base minimum capital MCX	00.00	7.50
FDRs (Pledged for Overdraft facility)*	50.00	0.00

110.00	207.50
---------------	---------------

11.2.2 In deposits accounts with original maturity more than 12 months

FDRs given as security to MCX	250.00	50.00
FDRs given as margin for base minimum capital MCX	7.50	0.00
FDRs (Pledged for Overdraft facility)*	0.00	42.50

257.50	92.50
---------------	--------------

Less: Amount disclosed as non-current assets (refer Annexure 9)	257.50	92.50
--	---------------	--------------

11.2.3 Interest accrued on fixed deposits	3.47	34.54
--	-------------	--------------

TOTAL	298.66	389.48
--------------	---------------	---------------

12. Short-Term Loans & Advances

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
Unsecured, considered good		
12.1 Other loans and advances	205.90	232.18
TOTAL	205.90	232.18

13. Other current assets

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
Stock of KYC Forms	0.08	0.08
Other Advances	0.03	0.40
TOTAL	0.11	0.48

14. Revenue from operations

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
14.1 Sale of Services		
Transaction Charges Received [TDS :- Rs.100570.00 Previous Year TDS Rs.111969.00]	28.89	44.72
14.2 Other Operating Revenues		
CTCL AMC	0.04	0.18
Sale of KYC forms	0.00	0.01
Share Transfer Fee	0.00	0.10
TOTAL	28.93	45.01

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

15. Other Income Amount in Lakhs

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
Interest on Deposits(Gross) [TDS :- Rs.296206.30 Previous Year TDS Rs.198361.69]	29.62	26.45
Interest on Income Tax Refund (AY - 2021-22)	0.10	0.00
Misc. Income	0.75	0.00
TOTAL	30.47	26.45

16. Cost of Services rendered

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
DP Charges	0.00	0.03
CTCL Server Charges	0.04	0.00
KRA Charges	0.00	0.00
Lease line Charges	3.41	3.82
Processing Fees	0.01	0.01
Software Maintenance Expenses	1.57	2.18
Subscription Charges	0.07	0.00
Transaction Charges	16.92	27.78
TOTAL	22.02	33.81

17. Employee Benefit Expense

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
Bonus	0.30	0.44
Contribution to Provident Fund	0.70	0.57
Gratuity	0.18	0.96
Group Insurance	0.02	0.16
Leave With Wages	0.17	0.12
Salaries - Basic, DA, HRA & Others	6.36	7.58
Salaries - Conveyance Reimbursement	0.00	0.08
TOTAL	7.74	9.91

18. Financial Costs

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
Bank Charges	0.01	0.00
Interest on TDS	0.00	0.00
Interest on FDR to members	8.29	2.25
TOTAL	8.30	2.25

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

19. Administrative & General Expenses

Amount in Lakhs

Particulars	AS AT 31.03.2022	AS AT 31.03.2021
<u>Statutory Auditor's Remuneration :-</u>		
Audit Fees	0.27	0.27
Taxation Matters	0.04	0.04
Annual Fees	1.25	1.25
Conveyance Charges	0.05	0.23
Computer Repair	0.26	0.19
Entertainment	0.12	0.08
Festival Expenses	0.13	0.09
Fees and taxes	0.26	0.05
General Expenses	0.30	0.50
<u>Internal Audit Expenses :-</u>		
Fees	0.60	0.60
Reimbursement of Expenses	0.02	0.04
Insurance charges	0.05	0.05
Legal & Professional charges	0.27	4.11
Meeting Expenses	0.15	0.16
Postage & Telegram	0.12	0.05
Printing & Stationary Expenses	0.31	0.18
Rent, Rates & Taxes	2.34	2.33
Repair & Maintenance	0.00	0.11
Telephone Charges	0.28	0.35
Travelling Expenses	1.35	0.00
TOTAL	8.18	10.67

Other Liabilities As On 31st March, 2022

Particulars	Amount
Other Statutory Liabilities	
TDS	0.72
Other Current Liabilities	
Amount refundable to members (TDS)	0.76
<u>Margins From Members</u>	
Additional Base Capital (FDR) - MCX	184.50
Additional Base Capital - MCX	265.20
Additional Base Capital (Share Pledge)- MCX	7.91
TOTAL	459.09

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

Advances Recoverable In Cash Or In Kind Or For Value To Be Received As on 31st march, 2022

Particulars	Amount in Lakhs
	Amount
Prepaid & Recoverable Taxes	
Income Tax Refundable (A.Y. 2008 -09)	0.38
Income Tax Refundable (A.Y. 2011 -12)	0.45
Income Tax Refundable (A.Y. 2012 -13)	0.08
Income Tax Refundable (A.Y. 2013 -14)	2.87
Income Tax Refundable (A.Y. 2014 -15)	3.62
Income Tax Refundable (A.Y. 2018-19)	0.76
GST Consolidated	0.20
TDS Receivable (A.Y. 2022-23)	3.97
Prepaid Expenses	
Prepaid Expenses	0.21
Prepaid Insurance Charges	0.01
Prepaid Leaseline Charges	0.95
Advance To Suppliers	
<u>Security/Margins with Commodity Exchanges/Depository</u>	
Cash Margin collected by MCX	0.00
Margin with MCX - FDR (Members)	184.50
Margin with MCX - Members (Share Pledge)	7.91
TOTAL	205.90

TRADE RECEIVABLES AS ON 31.03.2022

PARTICULARS	Outstanding for period <=6 months	Outstanding for period 6 months-1 year	Outstanding for period 1-2 years	Outstanding for period 2-3 years	Outstanding for period >3 years	TOTAL
i) Undisputed Trade Receivables-considered good	7.45	0.04	0.04	0.00	0.00	7.53
Amount Receivable For Pay-in (Members)	1.78	0.00	0.00	0.00	0.00	1.78
Amount Receivable For Pay-out (Exchanges)	4.84	0.00	0.00	0.00	0.00	4.84
Commodity Transaction Tax recoverable	0.02	0.00	0.00	0.00	0.00	0.02
GST Recoverable from Members	0.00	0.00	0.00	0.00	0.00	0.00
MCX India Ltd	0.24	0.00	0.00	0.00	0.00	0.24
Transaction & Other Charges Recoverable from Members	0.58	0.04	0.04	0.00	0.00	0.66
Sale of KYC Forms Receivable	0.00	0.00	0.00	0.00	0.00	0.00
ii) Undisputed Trade Receivables-considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00
iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	0.00	0.00
iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	2945.58	2945.58
Amount Receivable For Pay-out (Members) NSEL*	0.00	0.00	0.00	0.00	2842.73	2842.73
Security/ TDS Receivable- NSEL *	0.00	0.00	0.00	0.00	1.82	1.82
Vat - Pay Out NSEL*	0.00	0.00	0.00	0.00	98.09	98.09
Delivery Charges Receivable*	0.00	0.00	0.00	0.00	2.89	2.89
Amit Dhir	0.00	0.00	0.00	0.00	0.01	0.01
NLM Capital Services Ltd	0.00	0.00	0.00	0.00	0.01	0.01
Satish Bansal As Karta Satish Bansal Huf	0.00	0.00	0.00	0.00	0.01	0.01
Vanit Sakuja & Shubh Lata Sakuja	0.00	0.00	0.00	0.00	0.02	0.02
TOTAL	7.45	0.04	0.04	0.00	2945.58	2953.12

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

TRADE PAYABLES AS ON 31.03.2022

PARTICULARS	Outstanding for period < 1 year	Outstanding for period 1-2 years	Outstanding for period 2-3 years	Outstanding for period >3 years	AMOUNT
<u>Undisputed Dues</u>					
Outstanding dues of creditors micro and small enterprises	0.00	0.00	0.00	0.00	0.00
Outstanding dues of creditors other than micro and small enterprises	30.52	0.00	0.00	0.23	30.75
- Advance Payin/Payout - MCX	18.03	0.00	0.00	0.00	18.03
- Amount Payable for Pay-in (Exchanges) MCX	1.78	0.00	0.00	0.00	1.78
- Amount Payable for Pay-out (Members)	4.84	0.00	0.00	0.00	4.84
- AP Subscription Charges	0.07	0.00	0.00	0.00	0.07
- Brokerage Refundable to members	0.02	0.00	0.00	0.00	0.02
- Commodity Transaction Tax	0.02	0.00	0.00	0.00	0.02
- KRA Charges	0.00	0.00	0.00	0.00	0.00
- MCX Option Stamp Duty	0.00	0.00	0.00	0.00	0.00
- MCX Stamp Duty (EX)	0.00	0.00	0.00	0.00	0.00
- SEBI Turnover Fees	0.02	0.00	0.00	0.00	0.02
- Transaction & Other Charges	0.73	0.00	0.00	0.00	0.73
- Other trade payables	1.46	0.00	0.00	0.23	1.69
-Interest Payable	3.25	0.00	0.00	0.00	3.25
-Bonus Payable	0.30	0.00	0.00	0.00	0.30
<u>Disputed Dues</u>					
Outstanding dues of creditors micro and small enterprises	0.00	0.00	0.00	0.00	0.00
Outstanding dues of creditors other than micro and small enterprises	0.00	0.00	0.00	2943.71	2943.71
- Advance Payin/Payout - NSEL*	0.00	0.00	0.00	1112.09	1112.09
- Amount Payable for Pay-out (Members) NSEL*	0.00	0.00	0.00	1758.31	1758.31
- Delivery Charges NSEL	0.00	0.00	0.00	2.89	2.89
- VAT Payout (Members)*	0.00	0.00	0.00	70.42	70.42
G.Total	30.52	0.00	0.00	2943.94	2974.46

20. Interest on Fixed Deposits (FDRs)

The company has deposited Fixed Deposits (FDRs) with Commodity Exchanges as Security Deposit. Interest on these FDRs have been booked as Income on accrual basis.

The company also receives FDRs from members towards Margins. These FDRs are made in name of the company and are submitted to Commodity exchanges as security. Since these FDRs are in name of company, the interest is received by company and shown as income by the income in Schedule of Other Income. The company pays the interest received to the AP/Clients. The interest paid to AP/Clients has been shown as an expense in Schedule of Administration & General Expenses. During the year the interest related to FDRs of AP/Clients amounts to Rs. 8.28 Lakhs (Previous Year :- Rs.2.25 Lakhs)

21 Current Assets and Loans and Advances

- | | |
|--|-----|
| i) Debts due from directors and officers of the company | NIL |
| (ii) Debts due from firms and private companies in which any of the
Director is partner or director or member | NIL |

22. In the opinion of Board of Directors, the current assets, loans and advances have value on realization in ordinary course of business at least equal to the amount at which they are stated

23. National Spot Exchange Ltd (NSEL) related balances

The balances related to NSEL are categorized in two types:-

(a) Accounts in relation to trade carried out by brokers

The members of exchange in their ordinary course of business traded with NSEL with LCTSL (M/s Ludhiana Commodities Trading Services Ltd.) acting as intermediary LCTSL facilities payments as per regular payouts and maintains separate ledger accounts for amount receivable/due to exchanges and corresponding amounts receivable/due to members. NSEL has failed to meet its contractual obligations of regular payouts, has ceased trading operations and the matter is being investigated by government. As a result, there is amount recoverable from exchange and corresponding amount is payable to members wherein LCTSL has merely acted as an intermediary. Since these receivables from NSEL are actually dues of members from NSEL with LCTSL acting as intermediary only, no provision is required to made by LCTSL on such receivable from NSEL.

(b) Accounts in relation to other sums recoverable/payable by LCTSL on its own account

LCTSL has given a sum of Rs.2.50 Lakhs as security and Rs. 10.50 Lakhs as cash margin (Against Rs.9.26 Lakhs collected from members) to NSEL. Another sum of Rs.0.34 Lakhs is receivable from NSEL on account of TDS deducted on transaction charges. A sum of Rs. 2.26 Lakhs on account of C&F charges is payable to NSEL. Therefore after inter adjustment, of these amounts, an amount of Rs.1.81 Lakhs remains recoverable from NSEL which is shown in Balance Sheet under Trade Receivables.

24. There is no contingent liability as on 31.03.2022 (Previous Year :- NIL)

25. The company has made assessment regarding impairment of assets as on Balance Sheet based on indications and information available and in accordance with AS-28 issued by Institute of Chartered Accountants of India. Based on such assessment, it has been ascertained that no potential loss is present and therefore formal estimate of recoverable amount has not been made. Accordingly, no impairment has been provided for in books of accounts

26. The details of Deferred Tax in accordance with Accounting Standard –21 issued by Institute of Chartered Accountants of India are as under:-

PARTICULARS	CURRENT YEAR (in lakhs)	PERVIOUS YEAR (in lakhs)
Deferred Tax (Liability)/Asset on account of timing differences due to depreciation as per Income Tax Act, 1961 and Companies Act, 2013	0.35	0.30
Deferred Tax (Liability)/Asset on account of timing differences due to allowability of bouns and leave with wages u/s 43B of Income tax Act,1961	0.00	0.09
Deferred Tax (Liability)/Asset on account of timing differences due to allowability of gratuity u/s 40A(7) of Income tax Act,1961	0.17	0.12
Net Deferred Tax (Liability)/Asset	0.52	0.51

27. Disclosures pursuant to Accounting Standards AS-18 i.e. Related Party Disclosures

(a) Key Management Personnel

Transactions with key management personnel are NIL (Previous Year :- NIL)

(b) Relative of Key Management Personnel (KMP)/Enterprise over which key management personnel and their relatives are able to exercise significant influence and with which transactions have occurred during the year are NIL (Previous Year :- NIL)

28. The Basic and Diluted Earning Per Share are as under:-

PARTICULARS	CURRENT YEAR (in lakhs)	PERVIOUS YEAR (in lakhs)
Average Number of Equity Shares of Rs. 10 each outstanding during the year (No.)	21.19	21.19
Profit/(Loss) for the year attributable to equity shareholders (Rs)	8.68	6.52
Earning per share (Basic & Diluted) in Rs.	0.41	0.31

29. Information pursuant to Schedule III of Companies Act

PARTICULARS	CURRENT YEAR (in lakhs)	PERVIOUS YEAR (in lakhs)
CIF Value of Imports	Nil	Nil
Expenditure in Foreign Currency on account of royalty, know how, professional consultation fees, interest and other matters	Nil	Nil
Value of all raw material, spare parts and components consumed during the year:	Nil	Nil
(i) Imported		
(ii) Indigenous		
Amount remitted on account of dividends	Nil	Nil
Earnings in Foreign Exchange	Nil	Nil

30. Employee Benefits

The summarized position of post-employment benefits and long term employee benefits recognized in the statement of profit and loss and balance sheet as required in accordance with Accounting Standard-15 Employee Benefits are under:-

Gratuity

(a) Changes in the present value of obligations:

Amount in Lakhs

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Present value obligation as at the beginning of the year	2.53	2.84
Interest Cost	0.18	0.20
Current Service Cost	0.27	0.33
Benefits Paid	-0.63	-1.37
Actual Loss/(Gain) on obligations	-0.17	0.53
Present Value obligation as at close of the year	2.16	2.53

(b) Changes in Present Value of Plan Asset:

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Fair Value of Plan Asset as at the beginning of the year	1.59	2.22
Expected return on Plan Assets	0.09	0.10
Contributions	0.00	0.64
Withdrawals/Benefits paid	-0.63	-1.37
Actual Loss/(Gain) on Plan Assets	Nil	Nil
Fair Value of Plan Assets as at close of the year	1.04	1.59

(c) Amount recognized in Balance Sheet

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Present Value obligation as at close of the year	2.16	2.53
Fair Value of Plan Assets as at close of the year	1.04	1.59
Funded Status	-1.12	-0.94
Net Assets/(Liability) recognized in Balance Sheet	-1.12	-0.94

(d) Expenses Recognized in Statement of Profit and Loss:

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Current Service Cost	0.27	0.33
Interest Cost	0.18	0.20
Expected return on Plan Assets	-0.09	-0.10
Net Actuarial Loss/(gain) recognized in the year	-0.17	0.53
Expenses recognized in Statement of profit and loss	0.18	0.96

(e) Principal actuarial assumptions:

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Discount Rate (per annum)	7.25 %	7.25 %
Rate of increase in compensation levels (per annum)	7.00 %	7.00 %
Rate of return on plan assets (per annum)	7.93 %	7.93 %
Expected Average remaining working lives of employees (years)	20.67 years	21.67 years
Method used	Projected Unit Credit Method	Projected Unit Credit Method

(f) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in employee market.

(h) The plan assets are maintained with Life Insurance Corporation of India (LIC). The details of Investments maintained by LIC have not been furnished to the company. The same have therefore not been disclosed

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

EPF

(g) During the year, the company has recognized an expense of Rs. 0.70 Lakhs (previous year Rs. 0.57) in respect of contribution to Employee Provident Fund.

31. The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956/ Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

32. Information pursuant to Micro, Small or Medium Enterprises Development Act, 2006

The details of liability to Micro and Small Enterprises, to the extent information available with the company are given under:-

Particulars	Amount (Rs.)	Amount (Rs.)
	As on 31.03.2022	As on 31.03.2021
Principal amount remaining unpaid to suppliers as at the end of the accounting year.	Nil	Nil
Interest accrued and due to suppliers on above amount unpaid.	Nil	Nil
The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act 2006, along with the amount of payments made to the supplier beyond the appointed day during the year but without adding the interest under the MSMED Act,2006	Nil	Nil
The amount of interest due and payable for the period of delay in making payment(which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act,2006	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
The amount of further interest remaining due and payable even in succeeding years, until such date when the interest dues are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of MSMED Act,2006	Nil	Nil

SUBJECT TO OUR SEPARATE AUDIT REPORT OF EVEN DATE

**FOR BHAKOO & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-014391N**

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

**Sd/-
(AMIT BANSAL)
(PARTNER)
(M.No. 502011)**

**Sd/-
TRIBHAWAN SINGH THAPAR
CHAIRMAN
DIN: 00494576**

**Sd/-
DHEERAJ GHAI
VICE-CHAIRMAN
DIN: 02832228**

**PLACE : LUDHIANA
DATE : 20-08-2022
UDIN: 22502011APWJRB4108**

**Sd/-
(JASWINDER SINGH)
ACCOUNTS EXECUTIVE**

33. ADDITIONAL REGULATORY INFORMATION

- i) All the title deeds of Immovable Properties as on the balance sheet date are in the name of company.
- ii) There is no revaluation of value of Property, Plant And equipment.
- iii) Loans or Advances in the nature of Loans and Advances granted to promoters, directors, KMPs & related parties either severally or jointly with any other person that are (a) repayable on demand or (b) without specifying any terms or period of repayment are NIL (Previous Year :- Nil)

**iv) Capital Work In Progress
- Aging Schedule**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 Years	
Projects in Progress					
-Machinery under installation	Nil	Nil	Nil	Nil	Nil
Projects temporarily suspended	Nil	Nil	Nil	Nil	Nil

v) Benami Property

There are no proceedings that have been initiated or pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

- vi) Company has not taken any borrowing from banks or financial institutions on the basis of security of current assets.

vii) Wilful Defaulter

Company is not declared a wilful defaulter by any bank or financial institution or lender.

- viii) The Company has no relationship with the companies struck off from the register of companies to the best of management's knowledge and belief.

- ix) There are no charges or satisfaction yet to be registered with the Registrar of Companies beyond the statutory period.

- x) Company has no subsidiaries therefore clause 87 of section 2 of the Companies Act, 2013 does not apply.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
TRIBHAWAN SINGH THAPAR
CHAIRMAN
DIN: 00494576

Sd/-
DHEERAJ GHAI
VICE-CHAIRMAN
DIN: 02832228

Sd/-
(JASWINDER SINGH)
ACCOUNTS EXECUTIVE

xi) Ratios

Sr. No.	Particulars	Numerator	Denominator	Unit	Numerator 31.03.2022	Denominator 31.03.2022	Ratio As On 31.03.2022	Numerator 31.03.2021	Denominator 31.03.2021	Ratio As On 31.03.2021	% change	Explanation in case of change more than 25%
1	Current Ratio	Total Current Assets	Total Current Liabilities	(times)	3,457.78	3,437.82	1.01	3,765.58	3,578.90	1.05	4%	NIL
2	Debt Equity Ratio	Debt Consisting short term & long term borrowings	Shareholder's Equity	(times)			*NOT APPLICABLE*					
3	Debt Service Coverage Ratio	Earning For Debt Service=Net Profit before taxes+Non Cash Operating expenses+Interest+Other Non cash Adjustments	Debt Service=Interest and Lease payments+Principal Repayments	(times)			*NOT APPLICABLE*					
4	Return On Equity	Profit after taxes less Preference Dividend(if any)	Average Shareholder's equity	(in %)	8.68	338.68	2.56	6.52	335.59	1.94	32%	There is improvement due to business improvements.
5	Inventory Turnover Ratio	Cost of goods sold=Opening Inventory+Purchases+Direct expenses-Closing Inventory	Average Inventory=(Opening Inventory+Closing Inventory)/2	(times)			*NOT APPLICABLE*					
6	Trade Receivables Turnover Ratio	Net Credit Sales	Average Trade Receivables	(times)			*NOT APPLICABLE*					
7	Trade Payables Turnover Ratio	Net Credit Purchases	Average trade payables	(times)			*NOT APPLICABLE*					
8	Net Capital Turnover Ratio	Net Sales	Working Capital= Current Assets - Current Liabilities	(times)	28.93	19.96	1.45	45.01	186.69	0.24	501%	There is improvement due to increase in Working Capital as a result of business improvements.
9	Net Profit Ratio	Profit After Tax	Revenue from Operations	(in %)	8.68	28.93	30.01	6.52	45.01	14.48	107%	There is improvement due to Better generation of profits as a result of business improvements.
10	Return On Capital Employed	Profit Before Interest and Taxes	Capital Employed=Total Assets-Current Liabilities	(in %)	20.50	340.65	6.02	17.39	336.73	5.16	17%	There is improvement due to business improvements.
11	Return On Investment	Income generated from Invested funds	Average invested funds	(in %)	11.82	338.68	3.49	10.87	335.59	3.24	8%	There is improvement due to business improvements.

34. Previous year figures have been regrouped wherever required to bring them in uniformity with current year figures

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

CIN- U74999PB2003PLC054437

Registered office:- First Floor, Ludhiana Stock Exchange Building, Feroze Gandhi Market, Ludhiana - 141001

Tel:- 0161-4615397, Email:- lsecommodities@gmail.com

Website:- www.ludhianacommodities.com

ATTENDANCE SLIP

19th Annual General Meeting, Friday, 23rd September, 2022 at 4.00 p.m

Name and Address of the Shareholder : _____

Name of the Joint Shareholder (s) if any : _____

Regd. Folio No . _____ DP ID . _____ Client ID . _____

No. of Shares held : _____

Name of Proxy/ Representative, if any : _____

I/We hereby record my/our presence at the 19th Annual General Meeting held on **Friday, the 23rd day of September, 2022 at 4.00 p.m** at Registered Office of the Company at First Floor, Ludhiana Stock Exchange Building, Feroze Gandhi Market, Ludhiana - 141001.

Member's / Proxy's Name
(Block Letters)

Member's / Proxy's Signature

Notes:

- i) Members/Proxy holders are requested to produce the attendance slip duly signed for admission to the meeting hall.
- ii) Members are requested to bring their copy of Annual Report.

Form No. MGT-11
PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the
Companies (Management and Administration) Rules 2014)

LUDHIANA COMMODITIES TRADING SERVICES LIMITED

CIN- U74999PB2003PLC054437

Registered Office: 1st Floor, Ludhiana Stock Exchange Building,
Feroze Gandhi Market, Ludhiana - 141001

Name of the member(s):	E-mail Id:
Registered Address:	Folio No/ DP and Client ID:

I/We, being the member(s) of **LUDHIANA COMMODITIES TRADING SERVICES LIMITED**, hereby appoint:

1. Name _____

Address _____

E-mail id _____ Signature _____ or failing him/her

2. Name _____

Address _____

E-mail id _____ Signature _____ or failing him/her

3. Name _____

Address _____

E-mail id _____ Signature _____

as my/our proxy to attend and vote for me/us on my/our behalf at the **19th Annual General Meeting of the Company to be held on Friday, the 23rd day of September, 2022 at 4.00 p.m at Registered Office of the Company at 1st Floor, Ludhiana Stock Exchange Building, Feroze Gandhi Market, Ludhiana - 141001**, and at any adjournment thereof in respect of below mentioned resolutions.

I/We wish my/our above proxy to vote in the manner as indicated in the box below:

Sr. No.	Ordinary Resolution	For	Against
1.	To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31.03.2022 together with Reports of the Board and Auditors of the Company thereon.		
2.	To Declare Dividend on Equity Shares.		
3.	To appoint a Director in place of Sh. Baldev Raj Kalra (DIN: 01802855) who retires by rotation and being eligible, offers himself for re-appointment		
4.	To appoint a Director in place of Sh. Pankaj Gupta (DIN: 07612663) who retires by rotation and being eligible, offers himself for re- appointment.		
5.	To appoint a Director in place of Sh. Sanjeev Gupta (DIN: 00412914) who retires by rotation and being eligible, offers himself for re- appointment.		

Signed this _____ day of _____ 2022.

Affix
Revenue
Stamp

Signature of Shareholder

Signature of Proxy Holder (s)

Notes:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.
2. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. Appointing a proxy does not prevent a member from attending the meeting in person.
4. This is optional. Please put a '✓' in the appropriate column against the resolution indicated in the box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your proxy will be entitled to vote in any manner as he/she thinks appropriate.