

**Date: 04.12.2021**

**To**  
**The Metropolitan Stock Exchange of India Ltd. (MSEI)**  
Vibgyor Towers, 4th Floor,  
Plot No C 62, G-Block,  
Opp. Trident Hotel,  
BandraKurla Complex,  
Bandra (E), Mumbai-400098, India.

**SCRIP CODE: HOTAHOTI**

**Sub: Intimation of dispatch of notice, Annual General Meeting (AGM)/ E-Voting/ Book Closure**

Dear Sir,

This is to inform you that the Board of Directors of the Company has decided the following:-

**1) Intimation of dispatch of notice**

Pursuant to Regulation 30 read with Part-A of Schedule-III of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has completed the dispatch of Notice of Annual General Meeting along with Annual Report of the Company on 04.12.2021 in the permitted mode for the Financial Year 2020-21.

**2) Annual General Meeting**

Annual General Meeting of the Shareholders of the Company is scheduled to be held on 27<sup>th</sup> December, 2021 at 10.00 A.M. at P.O. Naginimora, Mon, Nagaland- 798622.

Pursuant to Regulation 34(1) of the SEBI (LODR) Regulations, 2015, we are enclosing herewith the Annual Report of the Company for the financial year ended March 31, 2021 along with the notice of Annual General Meeting of the Company.

The Annual Report for the Financial Year 2020-21 is available on company's website at [www.hwpl.co.in](http://www.hwpl.co.in)

**3) Book Closure**

Pursuant to Section 91 of the Companies Act, 2013 and Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Register of Members and Share

Regd. Off. : P.O.- Naginimora, Mon, Nagaland, NL : 798622  
Corp. Off : 4, Synagogue Street, Room No: 405, 4th Floor  
Kolkata - 700 001, W.B., India

# HOTAHOTI WOOD PRODUCTS LTD.

CIN : L20211NL1984PLC002149  
Branch Office : 5, Gorky Terrace, 2nd Floor, Kolkata - 700 017  
Phone : 033 - 6613 3300, Fax : 033 - 6613 3303  
E-mail : hwpl17@gmail.com # Website : www.hwpl.co.in

Transfer Books will remain closed from Tuesday, December 21, 2021 to Monday 27th December, 2021, (both days inclusive) for the purpose of Annual General Meeting of the Company.

#### 4) E-Voting

- a) In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Companies (Management and Administration) Rules and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has decided to provide the facility to members to exercise their right to vote at the ensuing Annual General Meeting (AGM) by electronic means and the business may be transacted through E-voting Services provided by Central Depository Services (India) Limited (CDSL).
- b) The E-voting period will commence on Friday, 24th December, 2021 at 9.00 A.M. and ends on Sunday, 26th December, 2021 at 5.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date, i.e. December 20, 2021 may cast their vote electronically.
- c) Ms. Priya Mankani has been appointed as the Scrutinizer for E-voting purpose.

You are requested to take on record the aforesaid information.

Thanking you.

Yours' faithfully,

**For HOTAHOTI WOOD PRODUCTS LIMITED**



**Chand Ratan Modi**

**Director**

**DIN: 00343685**

# HOTAHOTI WOOD PRODUCTS LIMITED

(CIN: L20211NL1984PLC002149)

ANNUAL REPORT 2020-2021

<b>SL.NO</b>	<b>CONTENTS</b>	<b>PAGE</b>
1	CORPORATE INFORMATION	i
2	NOTICE	ii-xv
3	DIRECTORS REPORT	1-7
4	ANNEXURE-I (AOC-2)	8-9
5	ANNEXURE-II (MD & CFO CERTIFICATION)	10
6	ANNEXURE-III (MANAGING DIRECTOR'S CERTIFICATION)	11
7	ANNEXURE-IV (MANAGEMENT DISCUSSION & ANALYSIS REPORT)	12-13
8	ANNEXURE-V (MGT-9)	14-18
9	ANNEXURE-VI (SECRETARIAL AUDIT REPORT)	19-21
10	CORPORATE GOVERNANCE REPORT	22-30
11	AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE	31
12	AUDITOR'S CERTIFICATE ON NON DISQUALIFICATION OF DIRECTORS	32
13	INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS	33-34
14	ANNEXURE-'A' OF AUDITORS' REPORT (CARO, 2016)	35-36
15	ANNEXURE 'B' OF AUDITORS' REPORT (INTERNAL FINANCIAL REPORT)	37-38
16	BALANCE SHEET	39
17	STATEMENT OF PROFIT & LOSS	40
18	CASH FLOW STATEMENT	41
19	NOTES ACCOMPANYING FORMING PARTS OF FINANCIAL STATEMENTS (NOTE 1-2.29)	42-52

## **BOARD OF DIRECTORS:**

Tarak Nath Dey: Managing Director (DIN: 00343396)  
Chand Ratan Modi: Non- Executive & Non- Independent Director (DIN: 00343685)  
Chanchal Rungta: Non –Executive Non-Independent Director (DIN: 07590027)  
Binod Kumar Bihani: Independent Director (DIN: 02471328)  
Avi Lunia: Independent Director (DIN: 07687360)

## **COMMITTEES OF THE BOARD:**

### **Audit Committee Members:**

Mr. Binod Kumar Bihani: Chairman  
Mr. Chand Ratan Modi: Member  
Mr. Avi Lunia: Member

### **Nomination & Remuneration Committee Members:**

Mr. Binod Kumar Bihani: Chairman  
Mr. Chand Ratan Modi: Member  
Mr. Avi Lunia: Member

### **Stakeholders Committee Members:**

Mr Chand Ratan Modi: Chairman  
Mrs. Chanchal Rungta: Member  
Mr. Avi Lunia: Member

## **OTHER KEY MANAGERIAL PERSON:**

Ms. Tripty Modi: Chief Financial Officer  
Mr. Naveen Shankar Jain: Compliance Officer and Company Secretary

**BANKER:** Axis Bank

## **AUDITORS:**

Statutory & Tax Auditor: M/s. S. Mandal & Co., Chartered Accountants,  
29 D, Seven Tanks Lane, Dumdum Jn. Kolkata-700030  
Secretarial Auditor: Priya Mankani, Practicing Company Secretary,  
Block-309, Flat-2A, Fort Residency, S.N. Roy Road,  
New Alipore, Kolkata-700038  
Internal Auditor: Mohit Surtani, 26/1A, S.N. Roy Road, Kolkata-700038

**REGISTRAR & SHARE TRANSFER AGENT:** M/s Niche Technologies Private Limited, 7<sup>th</sup> Floor, Room No. 7A & 7B, 3A, Auckland Road, Elgin, Kolkata-700 017

**SHARES LISTED WITH:** Metropolitan Stock Exchange of India Limited

**REGISTERED OFFICE ADDRESS:** P.O. Naginimora, MON, Nagaland-798622

**CORPORATE OFFICE:** 4, Synagogue Street, 4<sup>th</sup> Floor, Room No. 405, Kolkata-700001

## N O T I C E

Notice is hereby given that the 37<sup>th</sup> Annual General Meeting of the members of **HOTAHOTI WOOD PRODUCTS LIMITED** will be held on Monday, 27<sup>th</sup> December, 2021 at 10:00 A.M. at the registered office at P.O. Naganimora, MON, Nagaland- 798622 to transact the following business:

### **Ordinary Business:**

1. To receive, consider and adopt the Audited Financial Statement for the financial year ended March 31, 2021 and Reports of the Directors and Auditors thereon.
2. To appoint a director in place of Mr. Chand Ratan Modi (DIN: 00343685), who retires by rotation and being eligible, offers himself for re-appointment.

### **Special Business:**

#### **3. Re-Appointment of Mrs. Chanchal Rungta (DIN No. 07590027) as the Non-Executive Director**

To appoint Mrs. Chanchal Rungta (DIN No. 07590027) as a Non- Executive and Non-Independent Director and in this regard to consider and if thought fit to pass, with or without modification, the following resolution as an Ordinary Resolution:

“**RESOLVED THAT** pursuant to the provisions of 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Director) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force, Mrs. Chanchal Rungta (DIN No. 07590027), who was re-appointed as an Non-Independent Director of the Company by the Board of Directors effect from June 29, 2021 in terms of Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from members proposing her candidature for the office of director, be and is hereby appointed as a Non-Independent Director for 5 (five) consecutive years for term up to the conclusion of the Annual General Meeting of the Company in the calendar year 2026 and shall be liable to retire by rotation.”

**HOTAHOTI WOOD PRODUCTS LTD.**  
P O- NAGINIMORA, MON, NAGALAND- 798622  
Email Id: [hwpl17@gmail.com](mailto:hwpl17@gmail.com), Phone No: 033-66133300  
CIN: L20211NL1984PLC002149  
Website: [www.hwpl.co.in](http://www.hwpl.co.in)

**4. Re-appointment of Ms. Tripti Modi as the Chief Financial Officer of the Company**

To-reappoint Mr. Tripti Modi as the Chief Financial Officer of the Company and in this regard to consider and if thought fit to pass, with or without modification, the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provision of Section 203 of Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and other applicable provision (including any modification or re-enactment thereof), if any, of the Companies Act, 2013, Ms, Tripti Modi be and is hereby appointment as Chief Financial Officer of the Company, with effect from the ensuing annual General Meeting to perform the duties which may be assigned to her by the Board from time to time at a remuneration as decided by the Board and on the terms and conditions as set out in her appointment letter.

By Order of the Board of Directors

**For Hotahoti Wood Products Limited**

Place: Kolkata  
Date: 29.06.2021

Sd/-  
**Tarak Nath Dey**  
**Managing Director**  
**DIN: 00343396**

**NOTES:**

1. A Member entitled to attend and vote at the Annual General Meeting ('AGM') may appoint a proxy to attend and vote on his behalf. A proxy need not be a Member of the Company.

Proxies, in order to be effective, must be received at the Registered Office of the Company at P O- Naginimora, Mon, Nagaland- 798622, not less than forty-eight hours before the commencement of the AGM.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent 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.

During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged with the Company, at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.

2. Pursuant to Section 113 of the Companies Act, 2013, corporate members are requested to send a certified copy of the Board Resolution/Authorization together with specimen signature authorizing their representative, intending to attend and vote at the AGM.
3. Members are requested to bring their copies of Annual Report to the Meeting, in order to register the attendance, at the venue of the Annual General Meeting, members are requested to bring their folio number/demat account number/DP ID-Client ID to enable us to provide a duly filled attendance slip for your signature and participation at the meeting.
4. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
5. The Register of Members of the Company will remain closed from Tuesday, December 21, 2021 to Monday, December 27, 2021 (both days inclusive) for the purpose of Annual General Meeting.
6. In case any member is desirous to receive communication from the Company in electronic form, they may register their email address with Company or with their depository participant or send their consent at the Registered Office of the Company along with their folio no. and valid email address for registration.
7. In terms of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Amendment Rules, 2015, the Resolutions proposed at this AGM will be transacted through remote e-voting (facility to cast vote from a place other than the venue of the AGM) and for which purpose the



8. Company has engaged the services of CDSL. The Board of Directors of the Company has appointed Ms. Priya Mankani, Practicing Company Secretary (Certificate of Practice Number- 17947), as the Scrutinizer for this purpose. The detailed instructions for e-voting are given as a separate attachment to this notice. The e-voting period begins on Friday, December 24, 2021 at 9.00 AM and ends on Sunday, December 26, 2021 at 5.00 PM.
9. Voting rights will be reckoned on the paid-up value of shares registered in the name of the Members as on December 20, 2021 (cut-off date). Only those Members whose names are recorded in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date will be entitled to cast their votes by remote e-voting.
10. Additional Information pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as Listing Regulations) on Director seeking appointment / re-appointment at this AGM is furnished herewith annexure to the Notice. The directors have furnished their consent for appointment / re-appointment as required under the Companies Act, 2013 and the Rules thereunder.
11. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company. The Nomination Form SH 13 prescribed by the Government can be obtained from the Company at its Registered Office.
12. Members, who wish to obtain information on the Company or desire to view the Financial Statements, may visit the Company's corporate website or send their queries at least 10 days before the AGM to the Registered Office of the Company.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their depository participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company.

## **INSTRUCTION FOR VOTING THROUGH ELECTRONIC MEANS**

Dear Member,

In compliance with Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 108 of the Companies Act, 2013, read with the applicable rules, the Company is pleased to provide e-voting facility to all its Members, to enable to cast their vote electronically instead of dispatching the physical postal ballot form by post. The Company has engaged the services of CDSL for the purpose of providing e-voting facility to all its members.

**The process and manner for remote e-voting are as under:**

**Corporate Office: 4, Synagogue Street, Room No. 405, 4<sup>th</sup> Floor, Kolkata-700001  
Tel (STD Code): 033 66133300, Fax: 033-66133303**

- i. The remote e-voting period commences on 24<sup>th</sup> December, 2021 (9:00 am) and ends on 26<sup>th</sup> December, 2021 (5:00 pm). During this period members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of December 20, 2021, may cast their vote by remote e-voting.  
The remote e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- ii. The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com) during the voting period.
- iii. Click on "Shareholders" tab.
- iv. Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company, excluding the special characters.
- v. Next enter the Image Verification as displayed and Click on Login.
- vi. If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- vii. If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders). Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN Field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account with the depository or in the company records for your folio in dd/mm/yyyy format.

Bank Account Number (DBD)	Enter the Bank Account Number as recorded in your demat account with the depository or in the company records for your folio. Please Enter the DOB or Bank Account Number in order to Login. If both the details are not recorded with the depository or company then please enter the member-id / folio number in the Bank Account Number details field as mentioned in above instruction (iv).
---------------------------	--

- viii. After entering these details appropriately, click on “SUBMIT” tab.
- ix. Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- x. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- xi. Click on the EVSN for the relevant Company Name i.e. HOTAHOTI WOOD PRODUCTS LIMITED on which you choose to vote.
- xii. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xiii. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- xiv. After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xv. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- xvi. You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- xvii. If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

xviii. Note for Institutional Shareholders & Custodians :

- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to <https://www.evotingindia.com> and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details they have to create a compliance user which should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- xix. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact them at 1800 200 5533.
- xx. Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. iPhone and Windows phone users can download the app from the App Store and the Windows Phone Store respectively on or after 30th June 2016. Please follow the instructions as prompted by the mobile app while voting on your mobile.

**GENERAL INSTRUCTIONS:**

1. Institutional Members / Bodies Corporate (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory (ies) who are authorized to vote through e-mail at [mankani.pria@gmail.com](mailto:mankani.pria@gmail.com) with a copy marked to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) on or before 19<sup>th</sup> December, 2021, up to 5:00 pm without which the vote shall not be treated as valid.
2. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of December 20, 2021. A person who is not a member as on cut-off date should treat this notice for information purpose only.
3. The notice of the Annual General Meeting will be sent to the members, whose names appear in the register of members / Depositories as at closing hours of business on November 26, 2021.
4. The shareholders shall have one vote per equity share held by them as on the cut-off date of December 20, 2021. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.

5. Since the Company is required to provide members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of December 20, 2021 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
6. Notice of the AGM along with attendance slip, proxy form along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s). For members who request for a hard copy and for those who have not registered their email address, physical copies of the same are being sent through the permitted mode.
7. Investors, who became members of the Company subsequent to the dispatch of the Notice / Email and hold the shares as on the cut-off date i.e. December 20, 2021 requested to send the written / email communication to the Company at [hwpl17@gmail.com](mailto:hwpl17@gmail.com) by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
8. Ms. Priya Mankani, Practicing Company Secretary (Certificate of Practice Number-17947) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, not later than 3 working days of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
17. The Results declared along with the Scrutinizer's Report shall be placed on the website of CDSL. The same will be communicated to the listed stock exchanges viz. Metropolitan Stock Exchange of India.

**Explanatory Statement**

Item no. 3

In accordance with the provisions of Section 152 of the Companies Act, 2013, appointment of Director requires approval of members. Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors have proposed that Ms. Chanchal Rungta be appointed as Non-Executive Director on the Board, whose office is liable to retire by rotation.

The appointment of Ms. Chanchal Rungta shall be effective upon approval by the members in the Meeting.

The Company has received a notice in writing from a member under Section 160 of the Act proposing the candidature of Ms. Chanchal Rungta for the office

of Director of the Company. Ms. Chanchal Rungta is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given her consent to act as a Director.

**Item no. 4**

Ms. Tripti Modi had been re-appointed as the Chief Financial Officer of the Company on June 29, 2021. The present proposal is to seek the Shareholders' approval for the appointment of Ms. Tripti Modi as the Chief Financial Officer in terms of the applicable provisions of the Companies Act, 2013.

The terms and conditions of remuneration has already been approved by the Nomination & Remuneration Committee in its meeting held on June 29, 2021 & subsequently by the Board of Directors in its Board Meeting held on the same date. Therefore the Board proposes to seek approval of the Shareholders of the Company, approving the terms & conditions of remuneration of Ms. Tripti Modi which is detailed here under:

Salary: As per the rules of the Company

Perquisites and Allowances:

- a) For such amount as may be decided by the Board of Directors and as per the rules and policy of the Company from time to time
- b) Contribution to Provident fund, Superannuation fund and payment of gratuity as per the rules of the Company.
- c)

The Board recommends the Resolution as mentioned in Notice for your approval.

Expect Ms. Tripti Modi, none of the other Directors or Key Managerial Personnel (KMP) of the Company or their relatives are concerned or interested, financial or otherwise, in the resolution set out at Item No 4.

**Additional information on Director recommended for re-appointment as required under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015**

<b>Name of the Director</b>	<b>Mr. Chand Ratan Modi</b>	<b>Mrs. Chanchal Rungta</b>	<b>Ms. Tripti Modi</b>
Date of Birth	11/07/1959	30/03/1960	07/02/1991
Date of Appointment	22/08/1999	27.12.2021	27.12.2021
Relationship with Directors	Father of Mrs. Chanchal Rungta	Daughter of Mr. Chand Ratan Modi	Niece of Mr. Chand Ratan Modi
Expertise in Specific functional area	Business Administration	Business Administration	Business Administration
Qualification	Masters in Commerce	B.Com	B.Sc in computers
Board Membership of Companies as on March 31, 2020	<ol style="list-style-type: none"> <li>1. Visisth Chay Vyapar Ltd</li> <li>2. Hotahoti Wood Products Ltd</li> <li>3. North Eastern Publishing and Advertising Co Ltd.</li> <li>4. Purbanchal Prestressed Ltd</li> <li>5. Kamini Finance And Investment Company Ltd</li> <li>6. Chemo Traders Private Limited</li> <li>7. Gulmohur Trading Private Limited</li> <li>8. Maa Karni Finance Private Limited</li> <li>9. Megha Conclave Private Limited</li> <li>10. Micado Properties Private Limited</li> <li>11. Prabhakar Builders Private Limited</li> <li>12. Uniom Manufacturing &amp; Trading Co. Pvt. Ltd.</li> <li>13. Uttam Machinery &amp; Supply Co. Pvt. Ltd.</li> <li>14. Maurya Trading Co. Limited</li> </ol>	<ol style="list-style-type: none"> <li>1. Visisth Chay Vyapar Ltd</li> <li>2. Purbanchal Prestressed Ltd</li> <li>3. Kamini Finance And Investment Company Ltd</li> <li>4. North Eastern Publishing and Advertising Co Ltd.</li> <li>5. Hotahoti Wood Products Ltd</li> <li>6. Maurya Trading Co. Limited</li> </ol>	<ol style="list-style-type: none"> <li>1. Purbanchal Prestressed Ltd</li> <li>2. Maurya Trading Co. Ltd</li> <li>3. Kamini Finance And Investment Company Ltd</li> <li>4. Visisth Chay Vyapar Limited</li> </ol>

**HOTAHOTI WOOD PRODUCTS LTD.**  
P O- NAGINIMORA, MON, NAGALAND- 798622  
Email Id: [hwpl17@gmail.com](mailto:hwpl17@gmail.com), Phone No: 033-66133300  
CIN: L20211NL1984PLC002149  
Website: [www.hwpl.co.in](http://www.hwpl.co.in)

Chairman/Member of the Committees of the Board of Directors as on date	5	9	6
Number of Shares held in the Company as on March 31, 2021	-	-	-

By Order of the Board of Directors

**For Hotahoti Wood Products Limited**  
SD/-

**Tarak Nath Dey**  
**Managing Director**  
**DIN: 00343396**

Place: Kolkata  
Date: 29.06.2021



**HOTAHOTI WOOD PRODUCTS LTD.**  
P O- NAGINIMORA, MON, NAGALAND- 798622  
Email Id: [hwpl17@gmail.com](mailto:hwpl17@gmail.com), Phone No: 033-66133300  
CIN: L20211NL1984PLC002149  
Website: [www.hwpl.co.in](http://www.hwpl.co.in)

**ATTENDANCE SLIP**  
*(To be handed over at the entrance of the Meeting Hall)*

Folio No.: \_\_\_\_\_ DP-ID No.: \_\_\_\_\_ Client-ID No. \_\_\_\_\_

Name of Member(s): \_\_\_\_\_

Name of the Proxy holder: \_\_\_\_\_

Registered Address: \_\_\_\_\_

Number of Shares Held \_\_\_\_\_

*I, hereby record my presence at the 37<sup>th</sup> ANNUAL GENERAL MEETING of the Company held on Tuesday the 27<sup>th</sup> day of December, 2021 at 10.00 a.m. at P.O. Naginimora, MON, Nagaland- 798622.*

\_\_\_\_\_  
*Signature of the Member / Representative / Proxy Holder\**

*\* Strike out whichever is not applicable*

**FORM OF PROXY**

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

Folio No.: \_\_\_\_\_ DPID No.: \_\_\_\_\_ Client ID No.: \_\_\_\_\_

Name of the Member(s): \_\_\_\_\_ Email Id: \_\_\_\_\_

Registered

Address: \_\_\_\_\_

*I/We, being members, holding shares of HOTAHOTI WOOD PRODUCTS LIMITED hereby  
appoint:*

1. Name: \_\_\_\_\_ E-mail Id \_\_\_\_\_

Address: \_\_\_\_\_ or failing him/her

2. Name: \_\_\_\_\_ E-mail Id \_\_\_\_\_

Address: \_\_\_\_\_ or failing him/her

3. Name: \_\_\_\_\_ E-mail Id \_\_\_\_\_

Address: \_\_\_\_\_

*as my / our Proxy to vote for me / us, on my / our behalf at the 37<sup>th</sup> ANNUAL GENERAL  
MEETING of the Company held on Tuesday the 27<sup>th</sup> day of December, 2021 and at any  
adjournment thereof in respect of the following resolutions:*

1. Adoption of Balance Sheet, Statement of Profit & Loss, Report of Auditors and Board of Directors for the year ended 31<sup>st</sup> March, 2021.
2. Re-Appointment of Mr. Chand Ratan Modi (DIN No. 00343685) as a Director who is retiring by rotation.
3. Re-Appointment of Mrs. Chanchal Rungta (DIN No. 07590027) as the Non-Executive Director
4. Re-appointment of Ms. Tripti Modi as the Chief Financial Officer of the Company

Revenue

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2019. Signature of Member \_\_\_\_\_

Signature of Proxy holder(s): 1. \_\_\_\_\_

2. \_\_\_\_\_

**ANNEXURE TO THE NOTICE FOR THE 37<sup>th</sup> ANNUAL GENERAL MEETING OF THE COMPANY TO BE HELD ON DECEMBER 27, 2021**

Name & Registered Address  
of Sole/First named Member:

Joint Holders Name (If any) :

Folio No. / DP ID & Client ID:

No. of Equity Shares Held :

Dear Shareholder,

**Subject: Process and manner for availing E-voting facility:**

Pursuant to Provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Company is pleased to provide E-voting facility to the members to cast their votes electronically on all resolutions proposed to be considered at the Annual General Meeting (AGM) to be held on Tuesday, 27th December, 2021 at 10.00 A.M. at P.O. Naginimora, MON, Nagaland- 798622 and at any adjournment thereof.

The Company has engaged the services of Central Depository Services (India) Limited (CDSL) to provide the e-voting facility. The e-voting facility is available at the link <https://www.evotingindia.com>

The Electronic Voting Particulars are set out below:

<b>EVSN (Electronic Voting Sequence Number)</b>	<b>User ID</b>	<b>PAN / Sequence No.</b>
<b>211300006</b>		

The E-voting facility will be available during the following voting period:

<b>Remote e-Voting Start On</b>	<b>Remote e-Voting End On</b>
<b>24th December, 2021 at 9:00 A.M. (IST)</b>	<b>26<sup>th</sup> December, 2021 at 5:00 P.M. (IST)</b>

Please read the instructions mentioned in the Notice of AGM before exercising your vote.

By Order of the Board

**For Hotahoti Wood Products Limited**

Sd/-

**Tarak Nath Dey  
Managing Director  
(DIN: 00343396)**

Place: Kolkata  
Date: 29.06.2021  
Encl: AGM Notice

**HOTAHOTI WOOD PRODUCTS LTD.**  
P O- NAGINIMORA, MON, NAGALAND- 798622  
Email Id: [hwpl17@gmail.com](mailto:hwpl17@gmail.com), Phone No: 033-66133300  
CIN: L20211NL1984PLC002149  
Website: [www.hwpl.co.in](http://www.hwpl.co.in)

**Route map for the location of the venue of the 37th Annual General Meeting of the Hotahoti Wood Products Limited is given below:**



**Corporate Office: 4, Synagogue Street, Room No. 405, 4<sup>th</sup> Floor, Kolkata-700001  
Tel (STD Code): 033 66133300, Fax: 033-66133303**

## DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2020-2021

**To,  
The Members,**

Your directors have pleasure in presenting the 37<sup>th</sup> Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March, 2021.

### Financial Highlights

During the year under review, performance of your company as under:

Profit/ Loss before Taxation	(41,27,990)	(11,06,996)
<b>Less: Tax Expenses</b>		
Current Tax	-	-
<b>Profit/(Loss) after Tax</b>	(41,27,990)	(11,06,996)
Add: Balance Brought Forward from last year	94,200	(96,50,793)
Transferred to Reserve u/s 45-IC of the RBI Act, 1934		
Taxation for Earlier Year	0	22761
<b>Balance Profit/ (Loss) c/d to Balance Sheet</b>	94,200	(107,35,028)

### State of Company's Affairs and Future Outlook

The performance of the Company depends upon host of factors and it is trying to overcome various market risks and other external factors which affects its progress.

A detailed exercise is being carried out to identify, evaluate, manage and monitor non-business risks. We remain optimistic about the performance of the company hence it has widens its activities in Capital Market and is looking into the opportunities in debt market and hedge market too, further exploring other ventures for the benefit of the Shareholders.

### Share Capital

The paid up Equity Share Capital as on March 31, 2021 was Rs. 19.99 crores. During the year under review, the Company has not issued any shares or any convertible instruments.

### Dividend

Your Directors regret to recommend declaration of any dividend for the year due to loss during the year.

### NBFC Reserve Fund

During the year under review, no sum was transferred to the NBFC Reserve Fund due to loss during the year as required by the provisions of Section 45IC of RBI Act, 1934.

Hotahoti Wood Products Ltd.

### **Amount transferred to Reserves**

Due to loss during the year, the Company does not recommend transfer of any amount to reserves.

### **Material Changes Affecting the Financial Position of the Company**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

### **Change in the nature of Business, if any**

The Company is engaged in Non-Banking Financial activity and is duly registered with the RBI as an NBFC Company.

### **Particulars of Loan, Guarantees and Investments under Section 186**

Section 186 of the Companies Act, 2013 does not apply to the Company because the company being a Non-Banking Financial Company makes loans and investments in its ordinary course of business.

### **Related Party Transactions**

All Related Party Transactions ('RPT') entered into during the financial year were on an arm's length basis and in the ordinary course of business. There are no materially significant Related Party Transactions made by the Company with Promoters, Directors, Related Parties or other designated persons which may have a potential conflict with the interest of the Company at large.

The Board has formulated a Related Party Transactions Policy for the purpose of identification and monitoring of such transactions.

Particulars of contracts or arrangements made with related parties referred to in Section 188(1) of the Companies Act, 2013, in the prescribed form AOC-2 is appended as Annexure-I to the Board's report.

### **Internal Control Systems and their Adequacy**

The Company has adequate system of internal control to safeguard and protect itself from loss, unauthorized use or disposition of its assets. All the transactions are properly authorized, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal auditor of the Company checks and verifies the internal control and monitors them in accordance with policy adopted by the Company.

### **R.B.I Directive to NBFC**

The Company did not invite or accept any deposits from the public during the financial year ended 31st March, 2020. For the current financial year commencing on 1st April, 2021 the Board of Directors of the Company has confirmed by a Board Resolution dated 14<sup>th</sup> April, 2021 that the Company shall not invite or accept any deposit from public during the Financial Year 2021-2022.

Hotahoti Wood Products Ltd.

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

The provision of Section 134(m) of the Companies Act, 2013 do not apply to the Company. There was no foreign inflow or outflow during the year under review.

### **Details of Subsidiary, Joint Venture or Associates**

The Company does not have any Subsidiary, Joint Venture and Associate Company within the purview of the Companies Act, 2013.

### **Risk Management Policy**

As an NBFC, your company is subjected to both external risk and internal risk. External risk due to interest rate fluctuation, slowdown in economic growth rate, political instability, market volatility, decline in foreign exchange reserves, etc. Internal risks associated with your company's business which includes deployment of funds in specific projects, diversifications into other business operations, retention of talented personnel, managing effective growth rate, volatility in interest rate, NPAs in portfolio, changes in compliance norms and regulations, contingent liabilities, and other legal proceedings. Your company recognizes the importance of risk management, and has invested in people, process and technologies to effectively mitigate the above risks.

### **Directors**

As per the provisions of the Companies Act, 2013, Mr. Chand Ratan Modi (DIN No. 00343685) will retire by rotation at the ensuing annual general meeting and being eligible offered himself for re-appointment. The Board recommends his re-appointment.

Mrs. Chanchal Rungta (DIN No. 07590027) will be re-appointed as the Non- Executive & Non-Independent Director at the ensuing Annual General Meeting for a period of 5 years.

As on date the following are the directors of the Company:

<b>SL NO</b>	<b>NAME</b>	<b>DESIGNATION</b>
1	Tarak Nath Dey	Managing Director
2	Chanchal Rungta	Director
3	Chand Ratan Modi	Director
4	Avi Lunia	Independent Director
5	Binod Kumar Bihani	Independent Director

### **Number of Board Meetings**

During the Financial Year 2020-21, the Board met 5 times on 22<sup>nd</sup> April, 2020; 27<sup>th</sup> July, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; 12<sup>th</sup> February, 2021.

### **Details of significant & material orders passed by the regulators or courts or tribunal**

No significant & material orders has been passed by any regulator or court or tribunal against the Company.

Hotahoti Wood Products Ltd.

**Receipt of any commission by MD/ WTD from a Company or for receipt of commission/ remuneration from its Holding or Subsidiary**

The Company has not received any commission by MD/ WTD from a Company, its holding or subsidiary.

**Vigil Mechanism**

In order to ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behavior the Company has adopted a vigil mechanism policy.

**Corporate Governance and Management Discussion Analysis**

The Company has in place the SEBI regulations pertaining to Corporate Governance. During the year, the Company had 5 member in the Board consisting of one Managing Director, 2 Non-Executive Independent Director, one Non-Executive Non-Independent Director and one Non- Executive Promoter Director.

The Corporate Governance Certificate for the year ended March 31, 2021 is issued by Ms. Priya Mankani, Practicing Company Secretaries, of the Company.

The Company has in place an Insider Trading Code for compliance with Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. Details of securities transaction by insiders are placed before the Board of Directors of the Company and also notified to the Stock Exchanges.

Tarak Nath Dey, Managing Director and Ms. Tripty Modi, Chief Financial Officer, have given their certificate under Regulation 17(8) read with Part B of Schedule II of SEBI-LODR regarding annual financial statements for the year ended March 31<sup>st</sup>, 2021 to the Board of Directors and the same has been attached with this report as Annexure-II. The Managing Director has given certificate under Regulation 34(3) read with Part D of Schedule V of SEBI-LODR regarding compliance with the Code of Conduct of the Company for the year ended March 31<sup>st</sup>, 2021 which is attached as Annexure-III and forms a part of this Report of Directors.

Management Discussion and Analysis as required by Schedule V of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 has been incorporated in this report as separate annexure-IV

**Declaration by Independent Directors:**

The independent directors have declared to the company stating their independence pursuant to Section 149(6) of the Company's Act 2013, and the same was noted by the Board of Directors at its meeting.

An independent director shall hold office for a term of five consecutive years on the Board of the Company, but it shall be eligible for reappointment for next five years on passing of Special Resolution by the Company and disclosure of such in Board's Report.

**Key Managerial Person:**

Ms. Tripty Modi will be re-appointed and designated as the Chief Financial Officer of the Company of the Company pursuant to the provisions of sections 2(51) and 203 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Mr. Naveen Shankar Jain was appointed as the Company Secretary and the Compliance Officer from 05.03.2019.



### **Audit Committee**

The Audit committee comprises of 3 directors. The committee functions under the Chairmanship of Mr. Binod Kumar Bihani, a Non-Executive Independent Director. The other members of the Committee are Mr. Chand Ratan Modi and Mr. Avi Lunia. The Managing Director and the Chief Financial Officer are permanent invitees to the meeting.

The details of the related party transactions are placed before the Audit committee periodically. Any recommendations (if any) placed by the Committee is considered and adopted by the Board. All persons have direct access to the Chairman for sharing their grievances. The Audit Committee also has the responsibility to assess risks and find corrective measures to mitigate the same.

The committee met 4 times during the year on 27<sup>th</sup> July, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; 12<sup>th</sup> February, 2021.

### **Nomination & Remuneration Committee Policy**

A Remuneration Committee was constituted by the Board of Directors to consider, analyze, determine and approve on behalf of the Board and on behalf of the shareholders the remuneration to be paid to the executive directors of the Company. The committee functions under the Chairmanship of Mr. Binod Kumar Bihani, a Non-Executive Independent Director. The other members of the Committee are Mr. Chand Ratan Modi and Mr. Avi Lunia.

### **Stakeholder Relationship Committee**

The Stakeholder Relationship Committee comprises of 3 Directors. The committee functions under the Chairmanship of Mr. Chand Ratan Modi, a Non-Executive Independent Director. The other members of the Committee are Mrs. Chanchal Rungta and Mr. Avi Lunia.

The Registrars and Transfer Agents of the Company is Niche Technologies Pvt. Ltd. The shares of the Company are listed on the Metropolitan Stock Exchange of India Limited.

### **Transfer of Unclaimed Dividend to Investor Education and Protection Fund**

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

### **Extract of Annual Return**

Pursuant to Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 as amended from time to time, the Annual Return of the Company is available on the Company's website at [www.hwpl.co.in](http://www.hwpl.co.in)

Hotahoti Wood Products Ltd.

## **Auditors**

### **1. Statutory Auditors**

M/s. S. Mandal & Co. (Firm Registration No: 314188E), Chartered Accountants, have been appointed as statutory auditors of the Company at the 35<sup>th</sup> Annual General Meeting for a period of five years. As per the Companies (Amendment) Act, 2017, the auditors are not subjected to ratification by members at every consequent Annual General Meeting. Therefore, no ratification of appointment of Statutory Auditors will be sought from the members of the Company at the AGM. The observation made in the Auditor's Report read together with relevant notes thereon are self-explanatory and hence, do not call for any further comments under Section 134 of the Companies Act, 2013. Further, there has been no fraud reported by Auditors under sub section (12) of Section 143 other than those which are reportable to the Central Government.

### **2. Secretarial Auditor**

Pursuant to the provision of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014, the Company has appointed Ms. Priya Mankani, to undertake the Secretarial audit of the Company. The Secretarial Audit Report is annexed herewith as Annexure-VI.

### **3. Internal Auditor**

Mr. Mohit Surtani, Company Secretary, perform the duties of Internal Auditor of the Company and his report is reviewed by the Audit Committee from time to time.

### **Explanation to Auditor's Remarks**

The observation made in the Auditor's Report read together with relevant notes thereon are self-explanatory and hence, do not call for any further comments under Section 134 of the Companies Act, 2013.

### **Corporate Social Responsibility (CSR) Policy**

The provisions of Section 135 of the Companies Act, 2013 related to Corporate Social Responsibility is not applicable to the Company during the year.

### **Number of Complaints relating to Sexual Harassment in the last financial year and pending as on the end of the financial year**

No cases of Sexual Harassment were reported in the financial year. This is supported by Sexual Harassment Policy which ensures a free and fair enquiry process with clear timelines.

### **Listing**

The shares of the Company are listed on the Metropolitan Stock Exchange of India Limited.

Hotahoti Wood Products Ltd.

## **E Voting**

The Company will provide e-voting facility to all members to enable them to cast their vote electronically on all Resolutions set-fourth in the notice. This is pursuant to section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management & Administration) Rules, 2014 and Regulations, 2015. The instructions for e-voting have been provided in the Notice.

## **Directors Responsibility Statement**

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2021, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2021 and of the 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 the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;
- e) that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **Acknowledgment**

The Directors express their sincere appreciation to the valued shareholders, bankers and clients and others associated with the Company for their support

**For & Behalf of the Board of Directors**

**SD/-**

**SD/-**

**Tarak Nath Dey**  
**Managing Director**  
**DIN: 00343396**

**Chanchal Rungta**  
**Director**  
**DIN: 07590027**

Place: Kolkata

Date: 29.06.2021

**ANNEXURE-I****Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto**

1. Details of contracts or arrangements or transactions not at arm's length basis – NIL

All transactions entered into by the Company during the year with related parties were on arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis

**A. List of Related Parties and Relationship**

Name of the Related Party	Relationship
Tripty Modi	KMP
North Eastern Publishing & Advertising Co. Ltd.	ENTERPRISES WITH COMMON DIRECTORSHIP
Purbanchal Prestressed Ltd.	
Kamini Finance & investment Co. Ltd.	
Gulmohur Trading Pvt. Ltd.	
Chemo Traders Pvt. Ltd.	
Maa Karni Finance Pvt. Ltd.	
Visisth Chay Vyapar Ltd.	
Citystar Infrastructures Ltd.	INTEREST OF RELATIVES
Citystar Foods Pvt. Ltd.	
Citystar Agro Industries Pvt. Ltd.	
Ganguly Citystar Enterprises LLP	DIRECTOR'S INTEREST IN LLP
Citystar Ganguly Projects LLP	

Name of the Related Party	Nature of Transaction	During the year 2020-21	During the year 2019-20
Gulmohur Trading Pvt Ltd	Creditor for Sundry Expenses	3,600	3,000
Tripty Modi	Remuneration	3,00,000	3,00,000
North Eastern Publishing & Adv.Co Ltd	Rent	10,272	8,928
Citystar Infrastructures Ltd	Loan Taken <i>(with Interest thereon)</i>	(10,49,000)	(106, 05,000)

Name of the Related Party	Nature of Balance	As at 31st March, 2021	As at 31st March, 2020
Tripty Modi	Amount Payable	1,17,280	3,84,780

## Hotahoti Wood Products Ltd.

Citystar Infrastructures Ltd	Amount Payable	680,10,758	669,61,758
Citystar Foods Pvt Ltd	Amount Receivable	136,07,907	136,07,907
Citystar Agro Industries Pvt Ltd	Amount Receivable	40,000	40,000

B. Date(s) of approval by the Board, if any: The transaction is on arms' length basis and in the ordinary course of business and so the approval of the Board for this purpose is not required.

C. Amount paid as advances, if any -Nil

**For and on behalf of the Board of Directors**

**Sd/-**  
**Tarak Nath Dey**  
**Managing Director**  
**DIN: 00343396**

**Sd/-**  
**Chanchal Rungta**  
**Director**  
**DIN: 07590027**

**Sd/-**  
**Tripty Modi**  
**Chief Finance Officer**

Place: Kolkata  
Date: 29.06.2021

**ANNEXURE-II****CERTIFICATION BY THE MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER ON FINANCIAL STATEMENTS OF THE COMPANY**

*(Pursuant to Regulation 17(8) read with Schedule II Part B of the SEBI (LODR) Regulations, 2015)*

We, Tarak Nath Dey, Managing Director and Ms. Tripty Modi, Chief Financial Officer certify that:

1. We have reviewed financial statements and the cash flow statement for the year ended March 31<sup>st</sup>, 2021 and that to the best of our knowledge and belief:
  - These statements do not contain any materially untrue statement or omit any material fact nor contain statements that might be misleading, and
  - These statements present true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or in violation of the Company's code of conduct;
3. We accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal controls, if any, of which we are aware and the steps that we have taken to rectify the identified deficiencies; and
4. We have indicated, based on our most recent evaluation, wherever applicable, to the Auditors and Audit Committee:
  - (i) Significant changes, if any, in the internal control over financial reporting during the year;
  - (ii) Significant changes, if any, in the accounting policies made during the year and that the same has been disclosed in the notes to the financial statements; and
  - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having significant role in the Company's internal control system over financial reporting.

Sd/-

**Tarak Nath Dey**  
**Managing Director**

Sd/-

**Tripty Modi**  
**Chief Financial Officer**

Place: Kolkata

Date: 29.06.2021

**ANNEXURE-III**

**ANNUAL CERTIFICATE UNDER REGULATION 34(3)  
READ WITH PART PARA D OF SCHEDULE V OF THE SEBI (LISTING  
OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

As required under Regulation 34(3) read with Part D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I, hereby declare that all the members of the Board of Directors and senior management personnel have affirmed compliance with the Code of Conduct, as applicable to them, for the year ended 31st March, 2021.

**Place: Kolkata**  
**Date: 29.06.2021**

Sd/-  
**Tarak Nath Dey**  
**Managing Director**

**ANNEXURE IV****Management Discussion and Analysis Report**

Your Directors are pleased to present the Management Discussion and Analysis Report for the year ended 31<sup>st</sup> March, 2021.

The Management Discussion and Analysis have been included in accordance with the Code of Corporate Governance as approved by the Securities Exchange Board of India (SEBI). This report has been annexed with the financial statements of the Company to set a background to the workings of the Company. The estimates relating to the financial statements are prepared on reasonable basis and reflect the true picture of the state of affairs of the Company and the profits/ loss for the year.

The report provides an overview of the sector in which the company functions, its goals, performances, risks, threats, initiatives and strategies and also the route which the Company plans to take in the future. These estimates and outlooks are prone to fluctuations in the economy and may vary from time to time depending upon the market situations.

**Non-Banking Finance Company (NBFC) Outlook**

NBFC's form an integral part of the country's financial structure. They not only compliment the functioning of banks but also facilitate inclusive growth of the economy. The role of NBFCs as effective financial intermediaries has been well recognized as they have inherent ability to take quicker decisions, assume greater risks, and customize their services and charges more according to the needs of the clients. Moreover, NBFCs assume significance in the small business segment as they primarily cater to the credit requirements of the unorganized sector such as wholesale & retail traders, small-scale industries. NBFCs have been playing a very important role both from the macro-economic perspective and as integral part of the Indian financial system, enhancing competition and diversification in the financial sector. It can be said without a doubt that NBFC's have scripted a great success story. From a growth of 8.6% in 2006 to 14% in 2015 to about 17-18% in the financial year 2021, NBFC's are estimated to see the upward trend of growth in the current financial year too.

**Business**

The company is engaged in the business of investment in securities and providing loans and advances. The Company is registered as Non-deposit taking Non-Banking Finance Company with the Reserve Bank of India. Since the asset size of the Company is not more than Rs 100 crores it is presently Non Systemically Important Non-Deposit taking NBFC.

**Financials:**

The details of the financial performance of your Company are reflected in the Balance Sheet, Profit & Loss Account and other Financial Statements, appearing separately. Highlights are provided below:

<b>Particulars</b>	<b>2021</b>	<b>2020</b>
Revenue from Operations	5,17,500	31,33,136
Other Income	-	-
Total Revenue	5,17,500	31,33,136
Profit Before Interest, Depreciation & Tax	(41,27,990)	(11,06,996)



Hotahoti Wood Products Ltd.

The Company neither did indulge in any purchase of stock nor did it make any business out of the retained stock it sold. The increased administrative expenses (including salaries and allowances) set off the revenues earned by the Company thereby resulting in losses.

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 the 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.

### **Opportunities, Threats and Risks**

Being in the financial sector subjects the Company to the typical risks that any financial institution faces. The fluctuations in the economic conditions poses threats to the functioning of NBFCs. To minimize these risks the Company takes sufficient steps to scan the external environment regularly.

The Company has laid down a well-defined risk management mechanism covering the risk mapping, risk exposure and risk mitigation process. A detailed exercise is being carried out to identify, evaluate, manage and monitor non-business risks. The Audit Committee and the Board periodically review the risks and suggest steps to be taken to manage/ mitigate the same through a properly defined framework.

### **Human Resource/ Industrial relations**

The company recognises the importance and contribution of its human resources for its growth and development of its people. The Company has cordial relations with employees and staff. There are no HR relations problems during the year and the Company does not anticipate any material problems on the count in the current year.

### **Internal Control Systems and Adequacy**

The Company has disciplined approach to cost and follows prudential norms in every sphere of its activities. The Profit making is put at the centre of decision making. The cost are budgeted, reviewed and monitored. The Company has established internal control systems for ensuring optimum use of resources and safeguarding the assets. The Internal Control Systems and procedure are adequate and commensurate with the size of the Company. These business control procedures ensure efficient use and protection of the resources and compliance with the policies, procedures and status.

### **Cautionary Statement**

The statements in Management Discussion and Analysis Report describing our Company's objectives, expectations or predictions may be forwarded looking within the meaning of applicable regulations and other legislations. Actual results may differ materially from those expressed in the statement. Important factors that could influence Company's operations include global and domestic financial market conditions affecting the interest rates, availability of resources for the financial sector, market for lending, changes in regulatory directions issued by the Government, tax laws, economic situation and other relevant factors.

## ANNEXURE-VI

### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31<sup>ST</sup>, 2021

*(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)*

To,  
The Members,  
Hotahoti Wood Products Limited  
P.O. Naginimora, Mon,  
Nagaland-798622

1. We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Hotahoti Wood Products Limited (hereinafter called the Company) for and during the financial year ended March 31<sup>st</sup>, 2021. Secretarial Audit was conducted on test check basis, in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.
2. Based on our verification of the M/s. Hotahoti Wood Products Limited books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31<sup>st</sup>, 2021, complied with the statutory provisions listed hereunder and also that the Company has Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:
3. We have examined the books, papers, minutes book, forms and returns filed and other records maintained by M/s. Hotahoti Wood Products Limited for and during the financial year ended March 31<sup>st</sup>, 2021 according to the provisions of:
  - (i) The Companies Act, 2013 (the Act) and the rules made there under;
  - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
  - (iii) The depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
  - (v) The Regulations and Guidelines prescribed under the Securities Exchange Board of India Act, 1992 ('SEBI Act') viz:-
    - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - b) The Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 2015;
    - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
    - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999-N/A;
    - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with the client;
  - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and-N/A;
  - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998-N/A;
  - i) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015;
4. We have also examined compliance with the applicable clauses of the following:
    - (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
    - (ii) The Listing Agreements entered into by the Company with Metropolitan Stock Exchange of India Limited (MSEI).
  5. During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.
  6. We further report that,  
The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
  7. Adequate notice is given to all directors to schedule the Board meetings, agenda and detailed notes on agenda were sent at least seven days in advance.
  8. Majority decisions are carried through while dissenting members' views are captured and recorded as part of the minutes.
  9. We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines, such as laws related to taxation, local laws applicable to the area of operation of business and other laws generally applicable to the Company.
  10. This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Sd/-

Priya Mankani  
Company Secretary

Mem No: 34744

CP. No. 17947

Place: Kolkata

Date: 29.06.2021

**‘Annexure A’**  
**(To the Secretarial Audit Report of M/S. Hotahoti Wood Products Limited**  
**for the financial year ended 31.03.2021)**

To,  
The Members,  
Hotahoti Wood Products Limited  
P.O. Naginimora, Mon,  
Nagaland-798622

Our Secretarial Audit Report for the financial year ended 31.03.2021 of even date is to be read along with this letter.

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

Sd/-

Priya Mankani  
Company Secretaries  
Mem No. 34744  
CP No. 17947

Place: Kolkata  
Date: 29.06.2021

## CORPORATE GOVERNANCE REPORT

Given below are the Corporate Governance policies of the Company. As can be seen the Company's corporate governance practices and disclosures have been complied well with in accordance to the provisions of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements, Regulations, 2015). Corporate Governance is a set of standards which aims to improve the Company's image, efficiency and effectiveness. It is the road map, which guides and directs the Board of Directors of the Company to govern the affairs of the Company in a manner most beneficial to all the Shareholders, the Creditors, the Government and the Society at large.

This Corporate Governance Report relating to the year ended March 31<sup>st</sup>, 2021 has been issued in compliance with the Regulation 34(3) read along with Clause C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and forms a part of the Report of the Directors to the Members of the Company and the same is given below.

### 1. OUR COMPANY'S PHILOSOPHY ON CODE OF CONDUCT:

The Company recognises its role as a corporate citizen and endeavours to adopt the best practices and highest standards of Corporate Governance through transparency in business ethics, accountability to its customers, government and others. The Company's activities are carried out in accordance with good practices and the Company is constantly striving to better them and adopt the best practices.

#### OUR MISSION:

- to provide a healthy working environment for our employees where they are properly recognised and rewarded.
- to continuously evaluate the working and performance of the employees so as to polish their skills and improve the working standards.

### 2. BOARD OF DIRECTORS

#### 2.1 *Composition and Category of Directors*

In order to maintain its principle of fairness and adequate transparency in the day to day functioning of the business, the Company has adopted for an optimum mix of executive and non-executive Directors on its Board.

The Board of Directors as on March 31<sup>st</sup>, 2021 consists of five Directors of which there are 4 Non-Executive Directors and one Managing Director as follows:

<b>Name of the Director</b>	<b>Category</b>	<b>Particulars</b>
Mr. Tarak Nath Dey	Managing Director	Re-Appointed as the Managing Director for a period of 5 years at the 36th AGM
Mr. Binod Kumar Bihani	Non-Executive & Non-Independent Director	Appointed as an Independent Director with effect from the 36 <sup>th</sup> AGM.
Mr. Chand Ratan Modi	Promoter & Non-	He is the promoter director

	Executive Director	of the Company with effect from 22 <sup>nd</sup> August, 1999.
Mr. Avi Lunia	Non-Executive & Non-Independent Director	Appointed as an Independent Director with effect from 6 <sup>th</sup> February, 2018.
Mrs. Chanchal Rungta	Non-Executive Director	Re-appointment as the Non-Executive Director for a period of 5 years at the ensuing AGM

## 2.2 Key Managerial Personnel

Ms. Tripty Modi will be re-appointed as the Chief Financial Officer of the Company at the ensuing AGM. She is required to directly report to the Board of Directors and also sits on the Board. She does not hold any shares of the Company.

Mr. Naveen Shankar Jain was appointed as the Company Secretary and Compliance Officer of the Company with effect from 5<sup>th</sup> March, 2019 and remains to hold his post.

### *Board Meetings, Annual General Meetings and Attendance*

During the financial year ended 31<sup>st</sup> March, 2021, the Board met 5 times on 22<sup>nd</sup> April, 2020; 27<sup>th</sup> July, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; 12<sup>th</sup> February, 2021.

The attendance of the Directors on these dates is provided in the table below:

NAMES OF THE DIRECTOR	NO. OF BOARD MEETINGS		ATTENDANCE AT AGM
	HELD	ATTENDED	YES/ NO
CHAND RATAN MODI	5	5	YES
TARAK NATH DEY	5	5	YES
BINODKUMAR BIHANI	5	4	YES
AVI LUNIA*	5	5	YES
CHANCHAL RUNGTA	5	5	YES

Mr. Binod Kumar Bihani, the Chairman to the Audit Committee was also present during the Annual General Meeting held on 28<sup>th</sup> September, 2020. The Chief Financial Officer, Ms. Tripty Modi, who is a permanent invitee to the Board of Directors meeting, also attended all the Board meetings. It was decided that Mr. Chand Ratan Modi shall resign by rotation and will be eligible for re-appointment.

## 2.3 Directorships and Committee membership

None of the Directors on the Board is a member of more than 10 Committees and Chairman of more than 5 Committees as specified in Regulation 26 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 across all Companies in India of which they are a Director.

## 2.5 *Board Committees*

The Board of Directors have constituted the following committees:

- a) Audit Committee
- b) Nomination and Remuneration Committee
- c) Stakeholder Relationship Committee

The responsibility of the Risk Management and adherence to risk management plan, procedures and any risk related matters are delegated to the Audit Committee only. Hence there is no separate risk management committee.

## 3. **AUDIT COMMITTEE**

### 3.1 *Composition:*

The Audit committee comprises of 3 directors. The committee functions under the Chairmanship of Mr. Binod Kumar Bihani, a Non-Executive Independent Director. The other members of the Committee are Mr. Chand Ratan Modi and Mr. Avi Lunia. The Managing Director and the Chief Financial Officer are permanent invitees to the meeting.

The details of the related party transactions are placed before the Audit committee periodically. Any recommendations (if any) placed by the Committee are considered and adopted by the Board. All persons have direct access to the Chairman for sharing their grievances. The Audit Committee also has the responsibility to assess risks and find corrective measures to mitigate the same. The Minutes of the Audit Committee are circulated to all Directors and are discussed at the Board Meetings.

The committee met 4 times during the year on 27<sup>th</sup> July, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; 12<sup>th</sup> February, 2021.

### 3.2 *Terms of Reference:*

The Terms of Reference of the Audit Committee covers all areas mention under Section 177 of the Companies Act, 2013 and Regulation 18 read with Part C of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Board has also included in terms of reference of the Audit Committee the monitoring, implementing and review of risk management plan as required under Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and therefore a separate Risk Management Committee hasn't been formed. The broad terms of reference of Audit Committee includes review of financial reporting process and all financial results, statements, disclosures and recommend the same to the Board, review the internal audit reports and discuss the same with the internal auditors, review internal control systems and procedures, evaluation of internal financial controls and risk management systems and their effectiveness, to meet the statutory auditors and discuss their findings, their scope of audit, post audit discussion, auditor's independence, adequacy of internal audit functions, audit qualifications, if any, appointment/ removal and remuneration of auditors, changes in accounting policies and practices, reviewing approval and disclosure of all related party transactions, reviewing with the management the performance of the statutory and internal auditors and their remuneration, compliance with listing agreements, listing regulations, company law and other legal requirements

and the Company's financial and risk management plan and policies and its implementation, disaster recovery policies and compliance with statutory requirements.

### 3.3 Internal Audit

Mr. Mohit Surtani, Company Secretary, performs the duties of Internal Auditor of the Company and his report is reviewed by the Audit Committee from time to time.

### 3.4 Attendance

The committee met 4 times during the year on 27<sup>th</sup> July, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; 12<sup>th</sup> February, 2021.

The following table shows the attendance of the members during the Audit Committee meeting:

NAME OF THE MEMBERS	NO. OF AUDIT COMMITTEE MEETINGS		
	HELD	ATTENDED	
CHAND RATAN MODI	4	4	
BINOD KUMAR BIHANI	4	4	
AVI LUNIA	4	4	

Mr. Tarak Nath Dey, Managing Director and Ms. Tripty Modi, Chief Financial Officer also attended all these meetings.

## 4. NOMINATION AND REMUNERATION COMMITTEE

A Remuneration Committee was constituted by the Board of Directors to consider, analyse, determine and approve on behalf of the Board and on behalf of the shareholders the remuneration to be paid to the executive directors of the Company. The committee functions under the Chairmanship of Mr. Binod Kumar Bihani, a Non-Executive Independent Director. The other members of the Committee are Mr. Chand Ratan Modi and Mr. Avi Lunia.

## 5. STAKEHOLDER RELATIONSHIP COMMITTEE

### 5.1 Composition:

The Stakeholder Relationship Committee comprises of 3 Directors. The committee functions under the Chairmanship of Mr. Chand Ratan Modi, a Non-Executive Non-Independent Director. The other members of the Committee are Mrs. Chanchal Rungta and Mr. Avi Lunia.

The Registrars and Transfer Agents of the Company is Niche Technologies Pvt. Ltd. The shares of the Company are listed on the Metropolitan Stock Exchange of India Limited.

### 5.2 Details of Complaints from shareholders:

Pursuant to Regulation 13(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, below is the Statement of Investor Complaints for the year ended 31<sup>st</sup> March, 2021.



SL NO.	PARTICULARS	NO. OF COMPLAINTS
1.	Pending at the beginning of the year with the Company	Nil
2.	Received during the year by the Company	Nil
3.	Redressed during the year by the Company	Nil
4.	Pending at the end of the year with the Company	Nil

## 6. GENERAL BODY MEETINGS

### 6.1 Particulars of last three Annual General Meetings are given below:

Relating to Financial Year ended on	Venue of AGM	Date of AGM	Time of AGM
2018	P.O. NAGINIMORA, Mon, Nagaland – 798622	22.08.2018	02.00P.M.
2019	P.O. NAGINIMORA, Mon, Nagaland – 798622	23.09.2019	10.00 A.M.
2020	P.O. NAGINIMORA, Mon, Nagaland – 798622	23.09.2020	10.00 A.M.

### 6.2 Special Resolution

No Special Resolution was passed in the Annual General Meeting in the previous year on 23<sup>rd</sup> September, 2020.

At the Annual General Meeting to be held in the current year on 27<sup>th</sup> December, 2021, no proposal has been made to be passed by the Special Resolution.

**Postal Ballot:** No resolutions were passed by the Postal Ballot in any of the previous three Annual General Meetings.

## 7. Means of Communication

7.1 The financial results and the quarterly shareholding pattern are electronically transmitted to the stock exchanges and are also updated on the Company's website [www.hwpl.co.in](http://www.hwpl.co.in). Quarterly results are emailed to all Members whose email is registered with the Company.

7.2 Shareholder communication including Notices and annual reports are being sent to the email addresses of Members available with the Company. Annual Accounts are sent to members at least 25 days before the Annual General Meeting.

7.3 The company's website [www.hwpl.co.in](http://www.hwpl.co.in) makes online announcements of Board meeting dates, results of the meetings, quarterly financial results, announcements of the date of

Annual General Meeting and proposed dividend, changes in Directors and other announcements. The website also provides quarterly shareholding pattern.

**7.4 Address for Communication:** All communication regarding share transactions, change of address, bank mandates, nominations etc. should be addressed to the Registrars and Share Transfer Agents of the Company on the following address:

**Niche Technologies Private Limited**  
**7th Floor, Room, No. 7A & 7B,**  
**3A, Auckland Rd, Elgin,**  
**Kolkata-700017**  
**Phone: (033) 2280 6616 / 17 / 18**  
**Fax: (033) 2280 6619**  
**Email: [nichetechpl@nichetechpl.com](mailto:nichetechpl@nichetechpl.com)**

Shareholders are encouraged to correspond with the Registrars & Share Transfer Agents and the Company via email to speed up the response, reduce paperwork and also to help us address the complaints faster. Shareholders are requested to mention the Folio Nos (DP-Id and Client Id in case of demat shares), phone or mobile number and their Email Id so that we can contact them and redress their complaints immediately. However, for instructions like change of bank mandate, change of address, transfers & transmission of shares etc. letters duly signed by the shareholders concerned should be sent otherwise such requests cannot be processed by the Registrars. Email IDs of the shareholders will have to be registered with the Company to enable the Company or the Registrars to communicate electronically.

## **8. GENERAL SHAREHOLDER INFORMATION**

### **8.1 Date, Time, Venue of the Annual General Meeting:**

The Annual General Meeting of the Company will be held on 27<sup>th</sup> December, 2021 at 10.00 A.M. at P.O. Naginimora, Mon, Nagaland-798622.

### **8.2 Financial Year:**

The Financial Year of the Company ended on March 31<sup>st</sup>, 2021.

### **8.3 Record Date & Cut-Off Date:**

The Cut-Off Date is 20<sup>th</sup> December, 2021 for determining who will be entitled to vote electronically on the resolutions mentioned in the Notice convening the Annual General Meeting by remote-voting and also vote at the meeting venue.

### **8.4 Electronic Voting:**

Pursuant to Section 108 and other applicable as per Company's Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and other applicable requirements, voting at the Annual General Meeting will be made through electronic voting. The electronic voting ("E-Voting") period will be from 9.00 A.M. on 24<sup>th</sup> December, 2021 to 5.00 P.M. on 26<sup>th</sup> December, 2021, both days inclusive.

No special resolution is proposed to be conducted through postal ballot or electronic voting.

**Scrutiniser for electronic voting:** Ms. Priya Mankani, Practicing Company Secretaries (Membership No: 34744 and C.P. No. 17947) of Block-309, Flat 2A, Fort Residency, 38 S.N.Roy Road, New Alipore, Kolkata-700038, Phone: 7407223556, Email ID:

[makani.pria@gmail.com](mailto:makani.pria@gmail.com)) has been appointed as the scrutiniser to scrutinise the electronic voting process and the voting at the venue of the Annual General Meeting in a fair and transparent manner and to give her report to the Chairman.

### 8.5 Listing on Stock Exchanges:

The shares of the Company are listed on the following Stock Exchange:

Metropolitan Stock Exchange of India

**Scrip Code: HOTAHOTI**

Vibgyor Towers, 4<sup>th</sup> Floor,

Plot No. C 62, G Block,

Opp. Trident Hotel,

Bandra Kurla Complex, Bandra (E)

Mumbai-400098

For dematerialisation of Equity shares of the Company of the Face Value Rs 10/- each, the ISIN No. allotted to the Company is INE925E01012.

The annual listing fees have been paid and all requirements of the stock exchanges where the shares are listed, including submission of quarterly reports and certificates, are complied with.

### 8.6 Registrars and Share Transfer Agents

The share management work, both physical and demat, is being handled by the Registrars and Share Transfer Agents of the Company whose name and address is given below:

**Niche Technologies Private Limited**

7th Floor, Room, No. 7A & 7B,

3A, Auckland Rd, Elgin, Kolkata-700017

Phone: (033) 2280 6616 / 17 / 18

Fax: (033) 2280 6619

Email: [nichetechpl@nichetechpl.com](mailto:nichetechpl@nichetechpl.com)

Contact Person: Ashok Sen

### 8.7 Share Transfer Agent

Share Transfer requests valid and complete in all respects are normally processed within 15 days. Power has been delegated to the Company Secretary and the Registrar and Transfer Agents for expediting share transfers. Valid requests for demat of shares are completed within 10 days. The Company's shares are compulsorily traded in the dematerialized form. The ISIN No. allotted to the Company is INE925E01012.

### 8.8 Distribution of Shareholding as on March 31<sup>st</sup>, 2021

SHARES HELD	NO. OF SHARES HELD	%
IN PHYSICAL MODE	97,840	0.489
DEMAT WITH NSDL	191,02,120	95.51
DEMAT WITH CDSL	8,00,000	4.00
TOTAL	1,99,99,960	100

NO. OF SHARES	NO. OF SHAREHOLDERS	%	NO. OF SHARES HELD	%
1-500	980	98.0981	97,840	0.4892
501-1000	0	0.0000	0	0.0000
1001-5000	0	0.0000	0	0.0000
5001-10000	0	0.0000	0	0.0000
10001-50000	0	0.0000	0	0.0000
50001-100000	2	0.2002	1,53,500	0.7675
100001 & above	17	1.7017	1,97,48,620	98.7433
<b>TOTAL</b>	<b>999</b>	<b>100</b>	<b>1,99,99,960</b>	<b>100</b>

### 8.9 Shareholding pattern as on March 31<sup>st</sup>, 2021

The detailed report on the Shareholding Pattern of the Company as on March 31<sup>st</sup>, 2021 is prescribed in MGT-9. Pursuant to Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 as amended from time to time, the Annual Return of the Company is available on the Company's website at [www.hwpl.co.in](http://www.hwpl.co.in)

### 8.10 Top ten Shareholders

PARTICULARS	NO. OF SHARES HELD	%
MARUTI SECURITIES LIMITED	58,50,000	29.25
SUDHIR JAIN	23,00,000	11.50
UTTAM MACHINERY & SUPPLY CO. PVT. LTD.	9,95,000	4.98
MERLIN SECURITIES PVT. LTD.	9,90,000	4.95
MAURYA TRADING CO. LTD.	9,26,800	4.634
GULMOHUR TRADING PVT. LTD.	9,00,000	4.50
KAMINI FINANCE & INVESTMENT CO. LTD.	8,70,000	4.35
STEWART INVESTMENT & FINANCIAL PVT. LTD.	8,00,000	4.00
VISISTH CHAY VYAPAR LIMITED	8,00,000	4.00
MEGA RESOURCES LIMITED	8,00,000	4.00

## 9. DISCLOSURES

- 9.1** Details of transactions with related parties have been reported in Notes of Accounts. These disclosures are also made for the purpose of Regulation 10(1) (a) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011. All the transactions with related parties are at arm's length basis and there are no materially significant related party transactions which may have potential conflict with the interests of the Company at large. The Related Party Transaction Policy is available on the Company's website [www.hwpl.co.in](http://www.hwpl.co.in).
- 9.2** There we no instance of non-compliance by the Company or any penalties or strictures imposed on the Company by stock exchanges or SEBI or any statutory authority on any matter related to capital markets in the past three years.
- 9.3** The Company has established a vigil mechanism system and has in place a "Whistle Blower Policy" the details of which are mentioned on Company's website. Adequate safeguards have been provided against any victimisation of persons who use the vigil mechanism. All persons have been given direct access to the Chairman of the Audit Committee to lodge their grievances. No personnel have been denied access to the Audit Committee to lodge their grievances.
- 9.4** Mandatory requirements and non-mandatory requirements have been complied with except that the Company does not send the half-yearly financial performance to each household of shareholders who do not have their email ID registered with the Company or the Depository Participants.
- 9.5** Management Discussion Analysis Report forms a part of the Directors Report.
- 9.6** No presentations were made to the institutional investors and analysts during the year.
- 9.7** The Company does not have any subsidiary therefore corresponding disclosures have not been made.
- 9.8** There have been no public issues, rights issues or other public offerings during the past five years. The Company has not issued any GDR's or ADR's or warrants or any convertible instruments. Hence corresponding disclosures have not been made.
- 9.9** Other items which are not applicable are not applicable to the Company have not been separately commented upon.

**For and on behalf of the Board of Directors**

**Sd/-**  
**Tarak Nath Dey**  
**Managing Director**  
**DIN: 00343396**

**Sd/-**  
**Chanchal Rungta**  
**Director**  
**DIN: 07590027**

**Sd/-**  
**Tripty Modi**  
**Chief Finance Officer**

Place: Kolkata  
Date: 29.06.2021

## AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,  
The Members,  
Hotahoti Wood Products Limited  
P.O. Naginimora, Mon,  
Nagaland-798622

- A. We have conducted an audit of compliance of Corporate Governance norms and procedures by the Company being M/s. Hotahoti Wood Products Limited, having its registered office at P.O. Naginimora, Mon, Nagaland-798622 (hereinafter called the Company) during the Financial Year ended March 31<sup>st</sup>, 2021 and provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with other applicable provisions of law during the aforesaid period.
- B. That our audit is an independent audit of compliance of corporate governance norms and procedures as mentioned by M/s. Hotahoti Wood Products Limited. That compliance of corporate governance norms and procedures is the responsibility of the Company. That our audit is neither an opinion on financial statements of the Company nor on future viability of the Company or on effective management of the Company.
- C. In our opinion and to the best of our understanding, based on the records, documents, books and other information furnished to us during the aforesaid audit by the Company, its officers and agents, we confirm that the Company has complied with the corporate governance norms and procedures, as referred above and to the extent applicable to the Company, during the aforesaid period under scrutiny.

Sd/-

Priya Mankani  
Company Secretaries  
Mem No: 34744

Place: Kolkata  
Date: 29.06.2021

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**  
*(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI  
(Listing Obligations and Disclosure Requirements) Regulations, 2015)*

**To,**  
**The Members of**  
**Hotahoti Wood Products Limited**  
**P O- Naginimora, Mon, Nagaland- 798622**

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Hotahoti Wood Products Limited having CIN L20211NL1984PLC002149 and having registered office at P O- Naginimora, Mon, Nagaland- 798622 (hereinafter referred to as 'the Company'), produced before me/us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31<sup>st</sup> March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

<b>Sr. No.</b>	<b>Name of Director</b>	<b>DIN</b>	<b>Date of appointment</b>
1.	Tarak Nath Dey	00343396	03/03/2010
2.	Binod Bihani	02471328	28/09/2020
3.	Chand Ratan Modi	00343685	22/08/1999
4.	Chanchal Rungta	07590027	13/08/2016
5.	Avi Lunia	07687360	06/02/2018

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Sd/-

Place: Kolkata  
Date : 29.06.2021

Name: Ms. Priya Mankani  
Membership No.: 34744  
CP No.: 17947

**INDEPENDENT AUDITOR'S REPORT**

To the Members of **HOTAHOTI WOOD PRODUCTS LTD**  
**Report on the Standalone Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of **HOTAHOTI WOOD PRODUCTS LTD** ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read including accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2021, the profit/loss (**financial performance**) including other comprehensive income, and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 standalone financial statements under the provisions of the 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 standalone financial statements.

**Key Audit Matters**

Key Audit Matters Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Serial No.	Key Audit Matter	Auditor's Response
1.	Valuation of Investment	We have assessed the procedure of sale and purchase of investments including yearend valuation. We have obtained all sources of documents for valuation of unquoted shares and its subsequent sale.
2.	Revenue Recognition and Provision for doubtful debts	We have reviewed the procedure of revenue recognition in relation to interest income. No income has been recorded for NPA assets. The loans which have become NPA, necessary provisions are made in the books.





## Management's Responsibility for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 also responsible for overseeing the company's financial reporting process.

## Auditor's Responsibility for the Audit of the Standalone Financial Statements

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



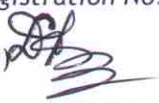
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order'), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure-A** a statement on the matters specified in the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) 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.
  - (b) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (d) The observations on financial transactions do not reveal any matters which have any adverse effect on the functioning of the Company.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) There is no qualification in relation to accounts maintained by the Company.
  - (g) 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**.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company, in accordance with the provisions of Companies Act, 2013 (18 of 2013) and rules made there under.

For **S. MANDAL & CO.**  
Chartered Accountants  
(Firm's Registration No. 314188E)

(H. C. Dey)   
Partner  
Membership No. 050190

UDIN: 21050190AAAAAX5454  
Place: Kolkata  
Date: The 30<sup>TH</sup> Day of JUNE, 2021



## ANNEXURE - "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report to the Members of **HOTAHOTI WOOD PRODUCTS LTD** (The Company) of even date.)

1.
  - a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) These assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification.
  - c) According to the information and explanation given to us the company holds immovable properties in its name.
2. Inventory has been physically verified by the management at reasonable intervals .No material discrepancies were noticed on verification.
3.
  - a) The Company has granted unsecured loan to parties covered in the register maintained under section 189 of the Companies Act, 2013 .
  - b) The company is regular in receipt of Principal and interest due on loan.
  - c) The Company is having overdue beyond 90 days that are followed up for recovery .
4. According to the information and explanation given to us the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5. The Company has not accepted any deposits under the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
6. Clause (vi) of the order is not applicable in case of this company.
7.
  - a) The Company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income tax, Sales Tax, Service tax, Goods and Services Tax, Value Added Tax, Custom Duty, Excise Duty, Cess and any other statutory dues applicable to it with the appropriate authorities.
  - b) There has been no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income tax, Sales Tax, Service tax, Goods and Services Tax, Value Added Tax, Custom Duty, Excise Duty, Cess and any other statutory dues in arrears as at 31<sup>st</sup> March 2021 for a period of more than six (6) months from the date they became payable.
  - b) According to the information and explanation given to us there is no disputed amount in case of Income tax, Sales Tax, Service Tax, Value Added Tax, Goods and Services tax which has not been deposited as at 31<sup>st</sup> March 2021.
8. Clause (viii) of the order is not applicable in case of this company as it has not taken any loan from banks, financial institution or debenture holders.
9. Clause (ix) of the order is not applicable in case of this company as it has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans.
10. According to the information and explanations given to us there is no noticed or unreported fraud on or by the company during the year under audit.
11. According to the information and explanations given to us and based on our examination of records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by provisions of Section 197 read with Schedule V to the Act.
12. Clause (xii) is not applicable in case of this Company as it is not a Nidhi Company.

  
30/06/2021



13. According to the information and explanations given to us all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc as required by the accounting standards and Companies Act, 2013.
14. The Company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review.
15. According to the information and explanations given to us the Company has not entered into any non-cash transactions with directors or persons connected with him.
16. The Company is registered under section 45-IA of the Reserve Bank of India Act, 1934.

For S.MANDAL & CO.  
Chartered Accountants  
Firm's Registration No. 314188E



(H. C. Dey)  
Partner  
Membership No. 050190

UDIN :21050190AAAAAX5454  
Place: Kolkata  
Date: The 30<sup>TH</sup> Day of JUNE,2021



**ANNEXURE - 'B' TO AUDITORS' REPORT**

(Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**Report on the Internal Financial Controls over Financial Reporting 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 **HOTAHOTI WOOD PRODUCTS LTD** as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Board of Director of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**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 judgement, 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.

Contd.



### 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 authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For S.MANDAL & CO.  
Chartered Accountants  
Firm's Registration No. 314188E



(H.C.Dey)  
Partner  
MembershipNo: 050190

UDIN: 21050190AAAAAX5454  
Place: Kolkata  
The 30<sup>TH</sup> Day of JUNE, 2021



HOTAHOTI WOOD PRODUCTS LIMITED  
Balance Sheet as at 31st March, 2021

Particulars	Note No.	As at 31st March, 2021	As at 31st March, 2020
<b>ASSETS</b>			
<b>(1) Financial Assets</b>			
(a) Cash and Cash Equivalents	2	99,502	1,04,424
(b) Bank Balance other than (a) above	3	-	-
(c) Derivative Financial Instruments		-	-
(d) Receivables		-	-
(i) Trade Receivables		-	-
(ii) Other Receivables		-	-
(e) Loans	4	1210,71,206	1209,38,054
(f) Investments	5	479,20,432	479,20,432
(g) Other Financial Assets	6	-	-
<b>(2) Non-Financial Assets</b>			
(a) Inventories	8	1558,65,943	1558,65,943
(b) Current Tax Assets (Net)		-	-
(b) Deferred Tax Assets (Net)		-	-
(c) Property, Plant and Equipment	9	27,52,510	27,52,510
(d) Capital Work-in-Progress		-	-
(e) Other Intangible Assets		-	-
(f) Other Non-Financial Assets	7	16,33,312	18,29,779
<b>TOTAL ASSETS</b>		<b>3293,42,905</b>	<b>3294,11,142</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
<b>(1) Financial Liabilities</b>			
(a) Derivative Financial Instruments		-	-
(b) Payables		-	-
(i) Trade Payables	10	15,65,579	14,39,182.00
(ii) Total outstanding dues of micro enterprises and small enterprises		-	-
(iii) Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
(c) Debt Securities		-	-
(d) Borrowings (Other than Debt Securities)	11	1145,48,336	1142,99,336
(e) Subordinated Liabilities		-	-
(f) Other Financial Liabilities	12	276,85,685	240,29,496
<b>(2) Non-Financial Liabilities</b>			
(a) Provisions		-	-
(b) Deferred Tax Liabilities (Net)	13	-	-
(c) Other Non-Financial Liabilities	14	3,12,523	2,84,356
<b>(3) Equity</b>			
(a) Equity Share Capital	15	1999,99,600	1999,99,600
(b) Other Equity	16	(147,68,818)	(106,40,828)
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>3293,42,905</b>	<b>3294,11,142</b>

Significant Accounting Policies and Notes to Financial Statements  
The Notes referred to above form an integral part of the Balance Sheet

1 to 29

This is the Balance Sheet referred to in our report of even date.

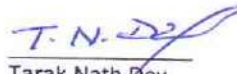
For S. MANDAL & CO.  
Chartered Accountants  
ICAI Firm Registration No. 314188E



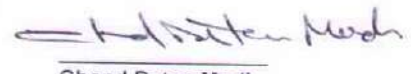
H.C. DEY  
Partner  
Membership No. 050190

UDIN:21050190AAAAAX5454  
Place: Kolkata  
Date: 30th June 2021

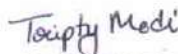
For and on behalf of the Board of Directors



Tarak Nath Dey  
Managing Director  
00343396



Chand Ratan Modi  
Director  
00343685



Tripty Modi  
(CFO)



Naveen Shankar Jain  
Company Secretary



HOTAHOTI WOOD PRODUCTS LIMITED  
Statement of Profit and Loss for the year ended 31st March, 2021

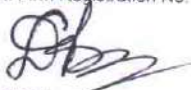
Particulars	Note No.	Year ended 31st March, 2021	Year ended 31st March, 2020
<b>Revenue from Operations</b>			
(i) Interest Income	18	5,17,500	6,63,530
(ii) Dividend Income			5
(iii) Rental Income			
(iv) Fees and Commission Income			
(v) Net gain on fair value changes			
(vi) Others (sales on shares held as stock-in-trade)			24,62,600
<b>(I) Total Revenue from Operations</b>		<b>5,17,500</b>	<b>31,33,136</b>
<b>(II) Other Income</b>	19	-	-
<b>(III) Total Income (I+II)</b>		<b>5,17,500</b>	<b>31,33,136</b>
<b>Expenses</b>			
(i) Finance Costs			
(ii) Fees and Commission Expense	20	39,52,636	27,93,562
(iii) Net loss on fair value changes			
(iv) Purchase of stock in trade	17	-	-
(v) Net loss on fair value changes			
(vi) Impairment on Financial Instruments (Net)	24	-	-
(vii) Changes in Inventories of finished goods, stock-in-trade and work-in-progress	17	535	2,588
(viii) Employee Benefits Expenses	17	-	84,000
(ix) Depreciation Amortisation and Impairment Expense	21	4,11,500	4,20,000
(x) Administrative and Other Expenses	22	-	-
<b>(IV) Total Expenses (IV)</b>		<b>2,80,820</b>	<b>9,39,982</b>
<b>(V) Profit before Exceptional Items &amp; Tax (III- IV)</b>		<b>46,46,490</b>	<b>42,40,132</b>
(VI) Exceptional Items		(41,27,990)	(11,06,996)
<b>(VII) Profit Before Tax (V-VI)</b>		<b>-</b>	<b>-</b>
(VIIi) Tax Expense		(41,27,990)	(11,06,996)
(a) Current Tax			
(b) Deferred Tax			
(c) Income tax for earlier years			
<b>(IX) Profit After Tax (VII-VIII)</b>		<b>(41,27,990)</b>	<b>(11,06,996)</b>
<b>(X) Other Comprehensive Income/(Expense)</b>			
A)(i) Items that will not be reclassified to Statement of Profit & Loss			
(ii) Income tax relating to items that will not be reclassified to Statement of Profit & Loss		-	-
B)(i) Items that will be reclassified to Statement of Profit & Loss			
(ii) Income tax relating to items that will be reclassified to Statement of Profit & Loss		-	-
<b>Total Other Comprehensive Income/(Expense) (X)</b>		<b>-</b>	<b>-</b>
<b>(XI) Total Comprehensive Income/(Expense) for the period (IX+X)</b>		<b>(41,27,990)</b>	<b>(11,06,996)</b>
(XII) Earnings per Equity share (Basic and Diluted) (in Rs)	23	(0.21)	(0.05)
(Par Value Rs. 10/- per Equity Share)			

Significant Accounting Policies and Notes to Financial Statements  
The Notes referred to above form an integral part of the Statement of Profit and Loss.

1 to 29

This is the Statement of Profit and Loss referred to in our report of even date.

For S. MANDAL & CO.  
Chartered Accountants  
ICAI Firm Registration No. 314188E




H.C. DEY  
Partner  
Membership No. 050190

UDIN: 21050190AAAAAX5454  
Place: Kolkata  
Date: 30th June 2021

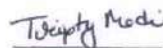
For and on behalf of the Board of Directors




Tarak Nath Dey  
Managing Director  
00343396



Chand Ratan Modi  
Director  
00343685



Tripty Modi  
(CFO)



Naveen Shankar Jain  
Company Secretary





HOTAHOTI WOOD PRODUCTS LIMITED  
Statement of Cash Flows for the year ended 31st March, 2021

	Year ended 31st March, 2021	Year ended 31st March, 2020
(In Rs)		
<b>A. Cash Flow from Operating Activities</b>		
Profit Before Tax	(41,27,890)	(11,06,996)
Adjustments for:		
Not unrealised fair value (gain) / loss	-	-
Interest on Income Tax Refund	-	-
Liabilities No Longer Required written back	-	-
Provision against Standard Assets	-	-
Impairment on Financial Instruments	535	2,588
Depreciation, Amortisation and Impairment Expense	-	-
Net gain on derecognition of financial instruments under amortised cost category	-	-
<b>Operating profit before working capital changes</b>	<b>(41,27,455)</b>	<b>(11,04,408)</b>
<b>Changes in Working Capital</b>		
Adjustments for:		
(Increase) / Decrease in Trade Receivables and Others assets	1,96,467	54,000
(Increase) / Decrease in Loans Assets	(1,33,587)	1,38,439
Increase / (Decrease) in Trade Payables and Others Liabilities	38,10,753	10,84,180
Increase / (Decrease) in Other Bank Balances	-	-
<b>Cash Generated / (used) in operations</b>	<b>(2,53,922)</b>	<b>23,08,811</b>
Direct Taxes Paid (net of refund)	-	(22,781)
<b>Net Cash (Used in) / Generated from Operating Activities</b>	<b>(2,53,922)</b>	<b>23,31,372</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment, and Intangible Assets	-	-
Proceeds from Sale of Property, Plant and Equipment	-	-
(Increase) / Decrease in Investments (Other than Subsidiaries)	-	-
(Increase) / Decrease of Investments in Subsidiaries	-	-
<b>Net Cash (Used in) / Generated from Investing Activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from issuance of Debt securities (including subordinated debt securities) (net)	-	-
Increase / (Decrease) in Working Capital facilities (net)	-	-
Increase / (Decrease) in Other Borrowings (net)	2,49,000	(23,51,890)
Dividend Paid (including Corporate Dividend Tax)	-	-
Corporate Dividend Tax Paid	-	-
<b>Net Cash (Used in) / Generated from Financing Activities</b>	<b>2,49,000</b>	<b>(23,51,890)</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>	<b>(4,922)</b>	<b>(20,518)</b>
Cash & Cash Equivalents at the beginning of the year	1,04,425	1,24,943
Cash and Cash Equivalents at the end of the year (refer Note No. 2)	<b>99,502</b>	<b>1,04,425</b>
<b>Net Cash (Used in) / Generated from Operating Activities includes:</b>		
Interest Received	-	-
Interest Paid	-	-
Dividend Received	-	-


	Year ended 31st March, 2021	Year ended 31st March, 2020
(In Rs)		
<b>Components of cash and cash equivalents:</b>		
<b>Cash and cash equivalents at the end of the year</b>		
(a) Cash on hand	-	-
(b) Balances with Banks - in Current Account	87,567	91,167
(c) Fixed Deposits with original maturity period less than three months	11,935	13,257
(d) Balances in ATM	-	-
(e) Cheques on Hand	-	-
	<b>99,502</b>	<b>1,04,424</b>

**Explanations:**

- The above Statement of Cash Flows has been prepared under the Indirect Method as set out in the Ind AS 7 'Statement of Cash Flows'
- Previous year figures have been rearranged/ regrouped wherever necessary to conform to the current year's classification.

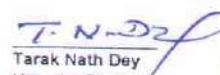
This is the Cash Flow Statement referred to in our report of even date.


For S. MANDAL & CO.  
Chartered Accountants  
ICAI Firm Registration No. 314188E

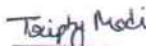
  
H.C. Dey  
Partner  
Membership No. 050190

UDIN:21050190AAAAAX5454  
Place: Kolkata  
Date: 30th June 2021

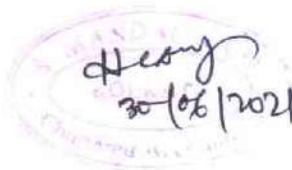
For and on behalf of the Board of Directors

  
Tarak Nath Dey  
Managing Director  
00343396

  
Chand Ratan Modi  
Director  
00343685

  
Tripty Modi  
(CFO)

  
Naveen Shankar Jain  
Company Secretary

  
H.C. Dey  
30/06/2021

HOTAHOTI WOOD PRODUCTS LIMITED  
Statement of Changes in Equity for the year ended 31st March, 2021

A. Equity Share Capital


Particulars	(In Rs)
As at 1st April, 2019	1999,99,600
Changes in Equity share capital during the year	-
As at 31st March, 2020	1999,99,600
Changes in Equity share capital during the year	-
As at 31st March, 2021	1999,99,600

B. Other Equity

Particulars	Reserves and Surplus							Items of other comprehensive Income	Total
	Special Reserve (pursuant to Section 45IC of the Reserve Bank of India Act, 1934)	Income Tax Special reserve (pursuant to Section 35(1)(viii) of the Income Tax Act, 1961)	Capital Reserve	Securities Premium	Bond/Debtenture Redemption Reserve	General Reserve	Retained Earnings	Equity Instruments through Other Comprehensive Income	
Balance as at the 1st April, 2019 (restated)	94,200	-	-	-	-	-	(96,50,793)	-	(95,56,593)
Profit for the year	-	-	-	-	-	-	(11,06,996)	-	(11,06,996)
Other Comprehensive Income (net of tax)	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-
Transfer from retained earnings	-	-	-	-	-	-	-	-	-
Income tax adjustment for earlier years	-	-	-	-	-	-	-	-	-
Tax for earlier years	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2020	94,200	-	-	-	-	-	22,761	-	22,761
Balance as at the 1st April, 2020	94,200	-	-	-	-	-	(107,35,028)	-	(106,40,828)
Profit for the year	-	-	-	-	-	-	(107,35,028)	-	(106,40,828)
Other Comprehensive Income (net of tax)	-	-	-	-	-	-	(41,27,990)	-	(41,27,990)
Dividend and Corporate Dividend Tax	-	-	-	-	-	-	-	-	-
Transfer from retained earnings	-	-	-	-	-	-	-	-	-
Tax for earlier years	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2021	94,200	-	-	-	-	-	(148,63,018)	-	(147,68,818)

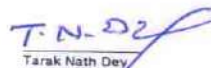
This is the Statement of Changes in Equity referred to in our report of even date.

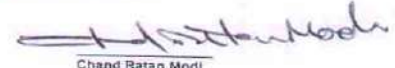
For S. MANDAL & CO,  
Chartered Accountants  
ICAI Firm Registration No. 314188E

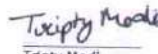
  
Haran Dey  
Partner  
Membership No. 050190

UDIN: 21050190AAAAX5454  
Place: Kolkata  
Date: 30th June 2021

For and on behalf of the Board of Directors

  
Tarak Nath Dey,  
Managing Director  
00343396

  
Chand Ratan Modi  
Director  
00343685

  
Tripty Modi  
(CFO)

  
Naveen Shankar Jain  
Company Secretary



## Notes -1 Accounting Policy

### Notes to the financial statement for the year ended 31st March 2021

#### 1. Background Information

HOTAHOTI WOOD PRODUCTS LIMITED referred to as ("The Company") is a non-banking financial company (NBFC) registered with the Reserve Bank of India under the category of Loan Company.

The company's activities primarily comprises of investing in listed and unlisted equity shares and in mutual funds. The Company also lends money with or without security. The shares of company are listed on the Metropolitan Stock Exchange.

The standalone financial statements of the Company as on 31st March, 2021 were approved and authorised for issue by the Board of Directors

#### 2. Basis of Preparation of Financial Statements

The financial statements have been prepared on accrual basis under the historical cost convention except for certain financial instruments measured at fair value at the end of each reporting period as explained in accounting policies below

The financial statements are presented in Indian Rupees (INR), unless otherwise indicated

#### 3. Use of estimates

The preparation of financial statements in conformity with the recognition and measurement principles of Ind AS requires management of the Company to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures including disclosures of contingent assets and contingent liabilities as at the date of financial statements and the reported amounts of revenues and expenses during the period. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of impairment of financial instruments, provisions and contingent liabilities.

#### 4. (I) Significant Accounting policies

##### (a) Financial Instruments

##### Classification

A financial instrument is any contract that gives rise to a financial asset of one entity and financial liability or equity instruments of another entity. Financial assets, other than equity, are classified into, Financial assets at fair value through other comprehensive income (FVOCI) or fair value through profit and loss account (FVTPL) or at amortised cost. Financial assets that are equity instruments are classified as FVTPL or FVOCI. Financial liabilities are classified as amortised cost category and FVTPL.

Business Model assessment and Solely payments of principal and interest (SPPI) test

Classification and measurement of financial assets depends on the business model and results of SPPI test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including,

- How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel

- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed

- How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected)

- The expected frequency, value and timing of sales are also important aspects of the Company's assessment

If cash flows after initial recognition are realised in a way that is different from the Company's original expectations, the Company does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

##### Initial recognition

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognised immediately in the Statement of profit or loss.

Financial assets and financial liabilities, with the exception of loans, debt securities and deposits are recognised on the trade date i.e. when a Company becomes a party to the contractual provisions of the instruments. Loans, debt securities and deposits are recognised when the funds are transferred to the customers account. Trade receivables are measured at the transaction price.



*[Handwritten signature]*

#### **Subsequent measurement**

##### **Financial assets at amortised cost**

Financial assets having contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is to hold such assets in order to collect such contractual cash flows are classified in this category. Subsequently these are measured at amortised cost using effective interest method less any impairment losses.

##### **Equity Instruments at FVOCI**

These include financial assets that are equity instruments as defined in Ind AS 32 "Financial Instruments: Presentation" and are not held for trading and where the Company's management has elected to irrevocably designate the same as Equity instruments at FVOCI upon initial recognition. Subsequently, these are measured at fair value and changes therein are recognised directly in other comprehensive income, net of applicable income taxes.

Gains and losses on these equity instruments are never recycled to profit or loss.

Dividends from these equity investments are recognised in the statement of profit and loss when the right to receive the payment has been established.

##### **Fair value through Profit and loss account**

Financial assets are measured at FVTPL unless it is measured at amortised cost or at FVOCI on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in profit or loss.

##### **Financial Liabilities and equity instruments**

###### **Classification as debt or equity**

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

###### **Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

###### **Other Financial Liabilities**

These are measured at amortised cost using effective interest rate.

###### **Derecognition of Financial assets and Financial liabilities**

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

###### **Impairment of financial assets**

The Company recognizes a loss allowance for expected credit losses on a financial asset that is at amortized cost or fair value through OCI. Loss allowance in respect of financial assets is measured at an amount equal to life time expected credit losses and is calculated as the difference between their carrying amount and the present value of the expected future cash flows discounted at the original effective interest rate.

###### **Reclassification of Financial assets**

The company does not re-classify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances when the company changes its business model for managing such financial assets. The company does not re-classify its financial liabilities.

#### **(b) Determination of fair value**

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 of a financial instrument on initial recognition is normally the transaction price (fair value of the consideration given or received).

Subsequent to initial recognition, the Company determines the fair value of financial instruments that are quoted in active markets using the quoted bid prices (financial assets held) or quoted ask prices (financial liabilities held) and using valuation techniques for other instruments. Valuation techniques include discounted cash flow method and other valuation models.

#### **(c) Investment in subsidiaries and associates**

The company has chosen to carry the Investments in associates and subsidiaries at cost less impairment, if any in the separate financial statements.

#### **(d) Foreign currency transactions and translation**

The financial statements of the Company are presented in Indian rupees (Rs), which is the functional currency of the Company and the presentation currency for the financial statements.

In preparing the financial statements, transactions in currencies other than the Company's functional currency are recorded at the rates of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are re-translated at the rates prevailing at the end of the reporting period. Exchange differences arising on the retranslation or settlement of monetary items are included in the statement of profit and loss for the period.

#### **(e) Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short term deposits, as defined above, as they are considered an integral part of the Company's cash management.



A handwritten signature in blue ink, appearing to be "S. Mandal".

**(f) Property Plant and Equipment and Intangible Assets**

Property, plant and equipment and intangible assets are stated at cost of acquisition less accumulated depreciation / amortisation. Cost includes all expenses incidental to the acquisition of the Property, plant and equipment and intangible assets and any attributable cost of bringing the asset to its working condition for its intended use.

**(g) Depreciation and amortisation of property, plant and equipment and intangible assets**

Depreciation on tangible fixed assets have been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Further, assets individually costing Rs 5000/- or less are fully depreciated in the year of purchase.

The residual values, useful lives and method of Depreciation of property, plant and equipment are reviewed at each financial year end. Changes in the expected useful life are accounted by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates. Property plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in other income / expense in the statement of profit and loss in the year the asset is derecognised. The date of disposal of an item of property, plant and equipment is the date the recipient obtains control of that item in accordance with the requirements for determining when a performance obligation is satisfied in Ind AS 115.

**(h) Impairment of non - financial assets**

The carrying amounts of the Company's property, plant & equipment and intangible assets are reviewed at each reporting period to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amounts are estimated in order to determine the extent of impairment loss, if any. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. The impairment loss, if any, is recognised in the statement of profit and loss in the period in which impairment takes place. Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, however subject to the increased carrying amount not exceeding the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior accounting periods. A reversal of an impairment loss is recognised immediately in profit or loss.

**(i) Employee benefits**

**Short term employee benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, performance incentives, etc., are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the employee renders the related service.

**(j) Accounting for provisions, contingent liabilities and contingent assets**

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. Where the time value of money is material, provisions are measured on a discounted basis. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

Constructive obligation is an obligation that derives from an entity's actions where

(a) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities, and

(b) as a result, the entity has created a valid expectation on the part of those other parties that it will discharge those responsibilities. Contingent liabilities are not recognised in the financial statements. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

*[Handwritten signature]*



**(k) Income tax**

Income tax expense comprises both current and deferred tax. Current and deferred taxes are recognised in the statement of profit and loss, except when they relate to items credited or debited either in other comprehensive income or directly in equity, in which case the tax is also recognised in other comprehensive income or directly in equity.

Current income-tax is recognised at the amount expected to be paid to the tax authorities, using the tax rates and tax laws, enacted or substantially enacted as at the balance sheet date.

Taxable profit differs from net profit as reported in the Standalone statement of profit and loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

Deferred income tax assets and liabilities are recognised for temporary differences arising between the tax base of assets and liabilities and their carrying amounts in the financial statements and is accounted for using the balance sheet liability method.

Deferred income tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using tax rates and laws, enacted or substantially enacted as of 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. The effect of changes in tax rates on deferred income tax assets and liabilities is recognised as an income or expense in the period that includes the enactment or substantive enactment date.

**(l) Recognition of Dividend and Interest income**

Dividend income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of the dividend can be measured reliably. This is generally when the shareholders or Board of Directors approve the dividend.

Under Ind AS 109 interest income is recorded using the Effective Interest Rate (EIR) method for all financial instruments measured at amortised cost, debt instrument measured at FVOCI and debt instruments designated at FVTPL. The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument or, when appropriate, a shorter period, to the net carrying amount of the financial asset.

The EIR (and therefore, the amortised cost of the asset) is calculated by taking into account any discount or premium on acquisition, fees and costs that are an integral part of the EIR.

**(m) Dividends on ordinary shares**

The Company recognises a liability to make cash or non-cash distributions to equity holders of the parent when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

Non-cash distributions are measured at the fair value of the assets to be distributed with fair value remeasurement recognised directly in equity. Upon distribution of non-cash assets, any difference between the carrying amount of the liability and the carrying amount of the assets distributed is recognised in the statement of profit and loss.

**(n) Segment reporting**

The Company is primarily engaged in the business of financing and there is no separate reportable segment.

Pursuant to Ind AS 108 - Operating Segments, no segment disclosure has been made in these financial statements, as the Company has only one geographical segment and no other separate reportable business segment.

**(o) Onerous contracts**

Provisions for onerous contracts are recognised when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.



HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended 31st March, 2021

2. Cash and Cash Equivalents

Particulars	As at 31st March, 2021	As at 31st March, 2020
Cash on hand	87,567	91,167
Balances with Banks - in Current Account	11,935	13,257
Cheques on Hand		-
<b>Total</b>	<b>99,502</b>	<b>1,04,424</b>

3. Other Bank Balances

Particulars	As at 31st March, 2021	As at 31st March, 2020
Unclaimed Dividend Accounts		
Fixed Deposits with banks having original maturity of more than 3 months		-
<b>Total</b>		-

*[Handwritten signature]*



HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended 31st March, 2021

4. Loans

Particulars	As at 31st March, 2021						As at 31st March, 2020					
	Amortised cost	At Fair Value				Total	Amortised cost	At Fair Value				Total
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss	Subtotal			Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss	Subtotal	
<b>Loans (A)</b>												
(i) Term Loans												
(ii) Other Loans												
Intercorporate Deposit	1230,63,460					1230,63,460	1229,29,773					1229,29,773
Letter of Credit												
<b>Total (A) Gross</b>	<b>1230,63,460</b>	-	-	-	-	<b>1230,63,460</b>	<b>1229,29,773</b>	-	-	-	-	<b>1229,29,773</b>
Less: Impairment loss allowance	(19,92,254)					(19,92,254)	(19,91,719)					(19,91,719)
<b>Total (A) Net</b>	<b>1210,71,206</b>	-	-	-	-	<b>1210,71,206</b>	<b>1209,38,054</b>	-	-	-	-	<b>1209,38,054</b>
<b>Loans (B)</b>												
(i) Secured by tangible assets / cash flows*												
(ii) Secured by intangible assets												
(iii) Covered by Bank / Government Guarantees												
(iv) Unsecured												
<b>Total (B) Gross</b>	-	-	-	-	-	-	-	-	-	-	-	-
Less: Impairment loss allowance	(19,92,254)					(19,92,254)	(19,91,719)					(19,91,719)
<b>Total (B) Net</b>	<b>(19,92,254)</b>	-	-	-	-	<b>(19,92,254)</b>	<b>(19,91,719)</b>	-	-	-	-	<b>(19,91,719)</b>
<b>Loans (C) (I) Loans in India</b>												
(i) Public Sector												
(ii) Others	1230,63,460					1230,63,460	1229,29,773					1229,29,773
<b>Total (C) Gross</b>	<b>1230,63,460</b>	-	-	-	-	<b>1230,63,460</b>	<b>1229,29,773</b>	-	-	-	-	<b>1229,29,773</b>
Less: Impairment loss allowance	(19,92,254)					(19,92,254)	(19,91,719)					(19,91,719)
<b>Total (C) (I) Net</b>	<b>1210,71,206</b>	-	-	-	-	<b>1210,71,206</b>	<b>1209,38,054</b>	-	-	-	-	<b>1209,38,054</b>
<b>Loans (C) (II) Loans outside India</b>												
Less: Impairment loss allowance	-					-	-					-
<b>Total (C) (II) Net</b>	<b>-</b>	-	-	-	-	<b>-</b>	<b>-</b>	-	-	-	-	<b>-</b>
<b>Total (C) (I) and C (II)</b>	<b>1210,71,206</b>	-	-	-	-	<b>1210,71,206</b>	<b>1209,38,054</b>	-	-	-	-	<b>1209,38,054</b>

\*Secured by underlying assets and in certain cases are additionally secured by immovable properties and / or pledge of equity shares of the borrowers by way of collateral security. Exposures which are secured by a charge over future toll revenue/ cash flows / receivables etc. have been considered as secured.

iii. The contractual amount outstanding on loan assets that were written off during the reporting period and are still subject to enforcement activity is Rs. Nil (Previous year: Rs. Nil)

iv. The change in Expected Credit Loss Allowance of the portfolio was driven by an change in the size of the portfolio, change in the composition of the portfolio and movements.

*[Handwritten Signature]*





HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended 31st March, 2021

5. Investments

Particulars	As at 31st March, 2021				As at 31st March, 2020				Total
	At Fair Value		Amortised cost	Total	At Fair Value		Amortised cost	Total	
	Through profit or loss	Designated at fair value through profit or loss			Through profit or loss	Designated at fair value through profit or loss			
	Through other comprehensive income				Through other comprehensive income				
Investments									
Mutual funds	-	-	-	-	-	-	-	-	-
Debt securities	-	-	-	-	-	-	-	-	-
Equity instruments	479,20,432	-	-	479,20,432	479,20,432	-	-	479,20,432	479,20,432
Associates	-	-	-	-	-	-	-	-	-
In Units of Trusts and Schemes of Ventura Funds	-	-	-	-	-	-	-	-	-
Others (Deemed Investment)	-	-	-	-	-	-	-	-	-
<b>Total - Gross A</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>	<b>479,20,432</b>
(i) Investments outside India	-	-	-	-	-	-	-	-	-
(ii) Investments in India	479,20,432	-	-	479,20,432	479,20,432	-	-	479,20,432	479,20,432
<b>Total - B</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>	<b>479,20,432</b>
Less: Impairment loss allowance (C)	-	-	-	-	-	-	-	-	-
<b>Total - Net D = (A)-(C)</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>	<b>479,20,432</b>

\* On transition to Ind AS, the Company has availed the exemption available under Ind AS 101. First Time Adoption of Indian Accounting Standards to use the Previous GAAP carrying value of fair value as on transition date as deemed cost to measure investments in associates

*[Handwritten Signature]*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes forming part of the financial statements as at 31st March, 2021

**Note : 5 Investments**

Sl. No	Particulars	As at 31st March, 2021		As at 31st March, 2020		
		Face Value	No. of Shares	Amount	No. of Shares	Amount
1)	Other Investments					
	(a) In Equity Instruments (Unquoted) (fully paid up)					
	<u>In Others</u>					
	Acyumen Barter Pvt Ltd	10	1,800	18,000	1,800	18,000
	Acyumen Tie Up Pvt Ltd	10	1,800	18,000	1,800	18,000
	Acyumen Tracom Pvt Ltd	10	1,800	18,000	1,800	18,000
	Anchor Barter Pvt Ltd	10	1,800	18,000	1,800	18,000
	Nandlal Commosales Pvt Ltd	10	1,800	18,000	1,800	18,000
	Carvation Tie Up Pvt Ltd	10	1,800	18,000	1,800	18,000
	Citywings Barter Pvt Ltd	10	1,800	18,000	1,800	18,000
	Delta Barter Pvt Ltd	10	1,800	18,000	1,800	18,000
	DreamValley Tie Up Pvt Ltd	10	1,800	18,000	1,800	18,000
	Guidance Tradecom Pvt Ltd	10	1,800	18,000	1,800	18,000
	Megha Conclave Private Limited	10	28,000	2,80,000	28,000	2,80,000
	Janhit Barter Pvt Ltd	10	1,800	18,000	1,800	18,000
	Jhilmill Commosales Pvt Ltd	10	1,800	18,000	1,800	18,000
	Kannan Tracom Pvt Ltd	10	1,800	18,000	1,800	18,000
	Jograj Vinimay Pvt Ltd	10	1,800	18,000	1,800	18,000
	Hilton Tie Up Pvt Ltd	10	1,800	18,000	1,800	18,000
	Moonthar Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Mridul Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Nissan Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Nissan Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	N K Concrete Creation Pvt. Ltd.	10	6,84,724	68,47,240	6,84,724	68,47,240
	Parag Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Pears Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Popstar Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Popstar Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Prantik Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Popstar Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Pushkar Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Ratnakar Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Transways Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Transways Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Rasraj Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Vista Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Vista Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Escort Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Escort Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Escort Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Kelvin Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Kelvin Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dove Commodeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dove Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Kelvin Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Hytone Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Hytone Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Hytone Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Hytone Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Intimate Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Intimate Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Keystar Suppliers Pvt Ltd	10	1,600	16,000	1,600	16,000
	Keystar Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Glaze Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Glaze Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Neptune Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Rangoli Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Transways Traders Pvt Ltd	10	1,600	16,000	1,600	16,000
	Transways Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Limelight Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000

*[Handwritten Signature]*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes forming part of the financial statements as at 31st March, 2021

**Note : 5 Investments**

Sl No	Particulars		As at 31st March, 2021		As at 31st March, 2020	
	Jiwaniyoti Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Superior Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Superior Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Superior Vincom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Theme Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Wizard Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Pushkar Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dhanvarsha Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dayanidhi Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sukhiji Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Crossway Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Aravali Tradecom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Comfort Commoddeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fort Tradelinks Pvt Ltd	10	1,600	16,000	1,600	16,000
	Impression Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Purple Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Vision Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Bonanza Tradecom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Crossroad Agencies Pvt Ltd	10	1,600	16,000	1,600	16,000
	Blue Star Sales Agencies Pvt Ltd	10	1,600	16,000	1,600	16,000
	Gateway Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Matrix Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Newedge Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Nutech Commoddeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Agrim Commoddeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Cindrella Tradecom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dreamlight Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dreamlight Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Everlink Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Everlink Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fresh Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fresh Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fresh Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Goodview Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Hamsafar Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Indivar Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Booster Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Evernew Tradecom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Glitter Commoddeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Happy Tradecom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Majority Suppliers Pvt Ltd	10	1,600	16,000	1,600	16,000
	Seaside Dealcom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Suryakanchan Sales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Wizard Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Falcon Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Glaze Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Golden Valley Dealers Pvt Ltd	10	1,600	16,000	1,600	16,000
	Marina Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Regal Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Rover Commoddeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sonata Tradelink Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sunbright Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Baviscon Tradelink Pvt Ltd	10	1,600	16,000	1,600	16,000
	Dreamland Vincom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sukhsagar Tradelink Pvt Ltd	10	1,600	16,000	1,600	16,000
	Reward Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Samarpan Distributors Pvt Ltd	10	1,600	16,000	1,600	16,000
	Superior Commotrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Theme Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Wise Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Glaze Commoddeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Topaz Vincom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Advent Dealers Pvt Ltd	10	1,600	16,000	1,600	16,000
	Agrim Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Alankar Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Ambition Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Cindrella Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fairplan Vanija Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fourfold Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Future Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Grace Tradecom Pvt Ltd	10	1,600	16,000	1,600	16,000

*[Handwritten Signature]*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes forming part of the financial statements as at 31st March, 2021

**Note : 5 Investments**

Sl No	Particulars		As at 31st March, 2021		As at 31st March, 2020	
	Indraloke Vincorn Pvt Ltd	10	1,600	16,000	1,600	16,000
	Liberal Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Cindrella Vincorn Pvt Ltd	10	1,600	16,000	1,600	16,000
	Citizen Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sunmart Vanijya Pvt Ltd	10	1,600	16,000	1,600	16,000
	Touchpoint Traders Pvt Ltd	10	1,600	16,000	1,600	16,000
	Trend Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Weilman Agents Pvt Ltd	10	1,600	16,000	1,600	16,000
	Zenstar Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Zenstar Tie Up Pvt Ltd	10	1,600	16,000	1,600	16,000
	Zenstar Tradelinks Pvt Ltd	10	1,600	16,000	1,600	16,000
	Zenstar Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Zigma Dealers Pvt Ltd	10	1,600	16,000	1,600	16,000
	Touchstone Agents Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fairland Vinimay Pvt Ltd	10	1,600	16,000	1,600	16,000
	Linkpoint Dealers Pvt Ltd	10	1,600	16,000	1,600	16,000
	Paradise Commodeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Prantik Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Prantik Vanijya Pvt Ltd	10	1,600	16,000	1,600	16,000
	Premium Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Primerose Barter Pvt Ltd	10	1,600	16,000	1,600	16,000
	Quantum Vincorn Pvt Ltd	10	1,600	16,000	1,600	16,000
	Ratnakar Tradecomm Pvt Ltd	10	1,600	16,000	1,600	16,000
	Rocky Agents Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sapphire Commodeal Pvt Ltd	10	1,600	16,000	1,600	16,000
	Seaview Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Stylish Dealtrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Zenstar Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Bela Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Fort Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Indigo Dealmark Pvt Ltd	10	1,600	16,000	1,600	16,000
	Indigo Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Seaside Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Sukhjit Vintrade Pvt Ltd	10	1,600	16,000	1,600	16,000
	Manmohan Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Moondhar Tracom Pvt Ltd	10	1,600	16,000	1,600	16,000
	Escort Dealmark Pvt Ltd	10	1,600	16,000	1,600	16,000
	Starmark Commosales Pvt Ltd	10	1,600	16,000	1,600	16,000
	Oliver Agency Pvt Ltd	10	1,800	18,000	1,800	18,000
	Raghav Barter Pvt Ltd	10	1,900	18,000	1,800	18,000
	Silverson Tie Up Pvt Ltd	10	1,900	18,000	1,800	18,000
	bal c/f		9,83,524	98,35,240	9,83,524	98,35,240

*[Handwritten signature]*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes forming part of the financial statements as at 31st March, 2021

**Note : 5 Investments**

Sl. No	Particulars	As at 31st March, 2021			As at 31st March, 2020	
		Face Value	No. of Shares	Amount	No. of Shares	Amount
	bal b/f		9,83,524	98,35,240	9,83,524	98,35,240
	Silverson Tradecom Pvt Ltd	10	1,800	18,000	1,800	18,000
	Sunmart Barter Pvt Ltd	10	1,800	18,000	1,800	18,000
	Winsher Tracom Pvt Ltd	10	1,800	18,000	1,800	18,000
	Kakapo Grihanirman Pvt Ltd	10	1,000	10,000	1,000	10,000
	Gerygone Housing Pvt Ltd	10	1,000	10,000	1,000	10,000
	Cassowaries Griho Pvt Ltd	10	1,000	10,000	1,000	10,000
	Grosbeaks Nirman Pvt Ltd	10	1,000	10,000	1,000	10,000
	Sittella Infrastructures Pvt Ltd	10	1,000	10,000	1,000	10,000
	Tinamou Developers Pvt Ltd	10	1,000	10,000	1,000	10,000
	Quetzal Housing Pvt Ltd	10	1,500	15,000	1,500	15,000
	Oricle Housing Pvt Ltd	10	1,500	15,000	1,500	15,000
	Cichild Housing Pvt Ltd	10	1,500	15,000	1,500	15,000
	Keshel Infrastructure Pvt Ltd	10	1,500	15,000	1,500	15,000
	Sandgrouses Land Developers Pvt Ltd	10	1,500	15,000	1,500	15,000
	Cuckoo Nirman Pvt Ltd	10	1,500	15,000	1,500	15,000
	Emu Developers Pvt Ltd	10	1,500	15,000	1,500	15,000
	Konondor Builders Pvt Ltd	10	1,500	15,000	1,500	15,000
	Kashphool Abashon Pvt Ltd	10	1,500	15,000	1,500	15,000
	Salamander Niketan Pvt Ltd	10	1,500	15,000	1,500	15,000
	Berkelium House Builders Pvt Ltd	10	1,500	15,000	1,500	15,000
	Buzzard Grihoshova Pvt Ltd	10	1,500	15,000	1,500	15,000
	Mistletoe Realty Pvt Ltd	10	1,500	15,000	1,500	15,000
	Tapaculo Grihanirman Pvt Ltd	10	1,500	15,000	1,500	15,000
	Thornbill Griho Pvt Ltd	10	1,500	15,000	1,500	15,000
	Manakin Developers Pvt Ltd	10	1,500	15,000	1,500	15,000
	Keshel Housebuilders Pvt Ltd	10	1,500	15,000	1,500	15,000
	Pakshiraj Niketan Pvt Ltd	10	1,500	15,000	1,500	15,000
	Shiuli Kunjosobha Pvt Ltd	10	1,500	15,000	1,500	15,000
	Vireo Housing Pvt Ltd	10	1,500	15,000	1,500	15,000
	Grasshopper Nirman Pvt Ltd	10	1,500	15,000	1,500	15,000
	Grebe Housing Pvt Ltd	10	1,500	15,000	1,500	15,000
	Caramel Grihosobha Pvt Ltd	10	1,500	15,000	1,500	15,000
	Stork Hi Rise Pvt Ltd	10	1,500	15,000	1,500	15,000
	Pardalote Grihanirman Pvt Ltd	10	1,500	15,000	1,500	15,000
	Calkins Attalika Pvt Ltd	10	1,500	15,000	1,500	15,000
	Asparagus Grihanirman Pvt Ltd	10	1,500	15,000	1,500	15,000
	Custard Grihi Pvt Ltd	10	1,500	15,000	1,500	15,000
	Godhuli Kunjaloy Pvt Ltd	10	1,500	15,000	1,500	15,000
	Intouch Trading Pvt Ltd	10	5,97,120	360,36,192	5,97,120	360,36,192
	Surabhi Sanitary Wares Private Limited	10	37,500	15,00,000	37,500	15,00,000
			<b>16,73,044</b>	<b>479,20,432</b>	<b>16,73,044</b>	<b>479,20,432</b>
	Total		<b>16,73,044</b>	<b>479,20,432</b>	<b>16,73,044</b>	<b>479,20,432</b>

Sl. No	Particulars	Book Value	Market Value	Book Value	Market Value
	Aggregate Value of Unquoted Equity Shares	479,20,432	479,20,432	479,20,432	479,20,432
	Aggregate Value of Quoted Equity Shares	-	-	-	-

*[Handwritten Signature]*



HOTAHOTI WOOD PRODUCTS LIMITED

Notes forming part of the financial statements as at 31st March, 2021

6. Other Financial Assets

Particulars	As at 31st' March 2021	As at 31st March, 2020
Interest accrued but not due		-
Income accrued but not due		-
<b>Total</b>		-

7. Other Non-Financial Assets

Particulars	As at 31st' March 2021	As at 31st March, 2020
Balances with Government Authorities *	2,80,615	2,09,582
Other Receivables	13,52,697	16,20,197
<b>Total</b>	<b>16,33,312</b>	<b>18,29,779</b>

\* represents balance lying with Revenue Authorities

Note : 8 Inventories

Particulars	As at 31st' March 2021	As at 31st' March 2020
Stock-in-Trade	1558,65,943	1558,65,943
	1558,65,943	1558,65,943

*of choudhary*



HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended 31st March, 2021

9. Property, Plant and Equipment

Particulars	Gross Carrying Amount			Depreciation/ Amortisation and Impairment				Net Carrying Amount		
	As at 1st April, 2020	Additions	Disposals and other adjustments	As at 31st March, 2021	As at 1st April, 2020	Depreciation/ amortisation Charge	Impairment Charge	Disposals and other adjustments	As at 31st March, 2021	As at 31st March, 2021
Assets for Own use										
Property	27,52,510	-	-	27,52,510	-	-	-	-	-	27,52,510
<b>Total</b>	<b>27,52,510</b>	<b>-</b>	<b>-</b>	<b>27,52,510</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,52,510</b>

*R. Choudhary*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes forming part of the financial statements as at 31st March, 2021

**Note : 10 Trade Payables**

Sl. No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
1	Trade Payables for Goods		
2	Trade payables for Services	15,65,579	14,39,182
	Total	15,65,579	14,39,182

**Note:11 Long Term Borrowings**

Sl. No.	Particulars	As at 31st March, 2021	As at 31st March, 2020
1	Unsecured	1145,48,336	1142,99,336
		1145,48,336	1142,99,336

*[Handwritten Signature]*





**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes forming part of the financial statements as at 31st March, 2021

**12. Other Financial Liabilities**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Interest Accrued but not due on Borrowings		
Interest Accrued and due on Borrowings	276,85,685	240,29,496
Interest Accrued but not due on Others		-
Unpaid Dividends		-
Unpaid Matured Deposits and Interest Accrued thereon		-
Unpaid Matured Debentures and Interest Accrued thereon		-
Security Deposits & Retentions		-
Payable to Employees		-
Commission Payable to Directors		-
Liability for Operating Expenses		-
Financial Guarantee Liability		-
<b>Total</b>	<b>276,85,685</b>	<b>240,29,496</b>

**13. Provisions**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Provision for employee benefits		
Provision for Taxation		
Provision for Unavailed Leave		
Others		
<b>Total</b>		-

**14. Other Non-financial liabilities**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Sundry liabilities (Interest Capitalisation) Account		
Advance from Customers		-
Statutory Liabilities*	3,12,523	2,84,356
Others		
<b>Total</b>	<b>3,12,523</b>	<b>2,84,356</b>

\* Represents TDS deducted and payable.

*[Handwritten Signature]*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes to the Financial Statements for the year ended 31st March, 2021

**15. Equity Share Capital**

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	Rs	No. of Shares	Rs
<b>Authorised</b> Equity Shares, Rs 10/- par value per share	200,10,000	2001,00,000	200,10,000	2001,00,000
		2001,00,000		2001,00,000
<b>Issued and subscribed</b> Equity Shares, Rs 10/- par value per share	199,99,960	1999,99,600	199,99,960	1999,99,600
<b>Fully Paid-up</b> Equity Shares, Rs 10/- par value per share	199,99,960	1999,99,600	199,99,960	1999,99,600
		1999,99,600		1999,99,600

**15.1 Reconciliation of the Number of Equity Shares outstanding**

The reconciliation of the number of equity shares outstanding and the corresponding amount thereof, as at the Balance Sheet date is set out below:

Equity Shares	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	Rs	No. of Shares	Rs
At the beginning of the year	199,99,960	1999,99,600	199,99,960	1999,99,600
Add: Issued during the year				
Add: Issued as fully paid-up bonus shares by capitalisation of Securities Premium				
Add: Allotment pursuant to Scheme of Amalgamation, without payment being received in Cash				
At the end of the year	199,99,960	1999,99,600	199,99,960	1999,99,600

**16.2 Rights, preferences and restrictions in respect of each class of shares**

The Company's authorised capital consists of classes of shares, referred to as Equity Shares and Rs 10/- each. Each holder of equity shares is entitled to one vote per share.

The Company declares and pays dividend in Indian rupees. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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

**16.3 Shares allotted as fully paid-up without payment being received in cash/by way of bonus shares (during 5 years preceding**

The Company has not issued any shares without payment being received in cash/ by way of bonus shares since 2014-15.

**16.4 Details of Shareholders holding more than 5% of the equity shares each, are set out below:**

Name of the shareholders	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	% of Shareholding	No. of Shares	% of Shareholding
Maruti Securities Ltd.	58,50,000	29.25	58,50,000	29.25
Sudhir Jain	23,00,000	11.50	23,00,000	11.50
<b>Total</b>	<b>81,50,000</b>	<b>40.75</b>	<b>81,50,000</b>	<b>40.75</b>

*Sy Choudh*



HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended 31st March, 2021

16. Other Equity

Particulars	As at 31st March 2021	As at 31st March 2021
<b>Special Reserve (pursuant to Section 45IC of the Reserve Bank of India Act, 1934)</b>		
Opening balance		
Add: Transfer from retained earnings	94,200	94,200
Closing balance	-	-
	94,200	94,200
<b>Income Tax Special Reserve (created pursuant to Section 36(1)(viii) of the Income Tax Act,</b>		
Opening balance		
Add: Transfer from retained earnings		
Closing balance		
<b>Capital Reserve</b>		
Opening balance		
Closing balance		
<b>Securities Premium Reserve</b>		
Opening balance		
Closing balance		
<b>Bond/Debenture Redemption Reserve</b>		
Opening balance		
Add: Transfer from retained earnings		
Less: Transfer to retained earnings, on repayment of Bond/Debenture		
Closing balance		
<b>General Reserve</b>		
Opening balance		
Closing balance		
<b>Equity Instruments through Other Comprehensive Income</b>		
Opening balance		
Add: Additions during the year		
Less: Transfer to retained earnings (net of tax)		
Closing balance		
<b>Retained Earnings</b>		
Opening balance		
Add: Profit for the year	(107,35,028)	(96,50,793)
Add: Other Comprehensive Income (net of tax)	(41,27,990)	(11,06,996)
Add: Income Tax adjustment for Earlier years		
Add: MAT Credit Entitlement of earlier years		22,761
<b>Add/ Less: Appropriations</b>		
Transferred to Special Reserve		
Transferred to Bond/Debenture Redemption Reserve (net)		
Transferred to Income Tax Special Reserve		
Interim dividend [amount XXX per share (Previous year XXX)]		
Equity dividend [amount XXX per share (Previous year XXX)]		
Corporate dividend tax		
Total appropriations		
Closing balance		
<b>Total</b>	<b>(148,63,018)</b>	<b>(107,35,028)</b>
	<b>(147,68,818)</b>	<b>(106,40,828)</b>

(i) Special Reserve:

Transfer of 20% of the profit after tax before re-measurement adjustments on transition to Ind AS, if any, to the statutory reserves in accordance with the provision of Section 45-IC of the RBI Act, 1934.

The conditions and restrictions for distribution attached to Special Reserve is as follows:

No appropriation of any sum from the reserve fund shall be made by the Company except for the purpose as may be specified by the RBI from time to time and every such appropriation shall be reported to the RBI within twenty-one days from the date of such withdrawal. RBI may, in any particular case and for sufficient cause being shown, extend the period of twenty one days by such further period as it thinks fit or condone any delay in making such report.

(ii) Income Tax Special Reserve:

This reserve has been created pursuant to Section 36(1)(viii) of the Income Tax Act, 1961 and any withdrawal from same will be taxable as per provisions of the Income Tax Act, 1961.

(ii) Capital Reserve:

This reserve represents capital investment subsidy received and amount forefeited towards warrant subscription.

(iv) Securities Premium:

This reserve represents the premium on issue of shares and can be utilised in accordance with the provisions of the Companies Act, 2013.

(v) Bond/Debenture Redemption Reserve:

In accordance with Rule 18(7)(b)(ii) of the Companies (Share Capital and Debentures) Rules, 2014 read with Section 71(4) of the Companies Act, 2013 the Company has created DRR only for redemption of public issue of Non-Convertible debentures (NCDs).

(iii) General Reserve:

This reserve include amount transferred from net profit as per provisions of erstwhile Companies Act, 1956 and Reserves created on Amalgamation.

(vii) Equity Instruments through Other Comprehensive Income:

This Reserve represents the cumulative gains (net of losses) arising on the changes in Fair Value of Equity Instruments measured at Fair Value through Other Comprehensive Income, net of amounts reclassified, if any, to Retained Earnings when those instruments are disposed off.

(viii) Retained Earnings:

This reserve represents the cumulative profits of the Company. This can be utilised in accordance with the provisions of the Companies Act 2013

*[Handwritten Signature]*



HOTAHOTI WOOD PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2021

Note: 17

*Change in Inventories of Stock-in-Trade*

Sl. No.	Particulars	2020-21	2019-20
1	Opening Stock	1558,65,943	1559,49,943
2	Closing Stock	1558,65,943	1558,65,943
	Total	-	84,000

**Purchase of Stock**

Sl. No.	Particulars	2020-21	2019-20
	Purchase of stock	-	-
	Total	-	-

*S. Maniwal*



HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended March 31, 2021

18. Interest Income

Particulars	2020-21			2019-20		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss
Interest on Loans	5,17,500	-			6,63,530	
Interest income from investments	-	-			-	
Interest on deposits with Banks	-					
Other interest Income	-					
<b>Total</b>	<b>5,17,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,63,530</b>	<b>-</b>

19. Other Income

Particulars	2020-21	2019-20
Net gain/(loss) on ineffective portion of hedges		
Net gain / (loss) on derecognition of property, plant and equipment		
Interest on Income Tax Refund		
Others	-	24,69,600
<b>Total</b>	<b>-</b>	<b>24,69,600</b>

*S. Mandal*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes to the Financial Statements for the year ended March 31, 2021

**20. Finance Costs**

(In Rs)

Particulars	2020-21		2019-20	
	On Financial liabilities measured at fair value through profit or loss	On Financial liabilities measured at Amortised Cost	On Financial liabilities measured at fair value through profit or loss	On Financial liabilities measured at Amortised Cost
Interest on deposits	-	-	-	-
Interest on borrowings	-	-	-	-
Interest on debt securities	-	-	-	-
Interest on subordinated liabilities	-	-	-	-
Other interest expense	-	39,52,636	-	27,93,562
<b>Total</b>	-	<b>39,52,636</b>	-	<b>27,93,562</b>

**21. Employee Benefits Expenses**

(In Rs)

Particulars	2020-21	2019-20
Salaries and wages	4,11,500	4,20,000
Contribution to provident and other funds	-	-
Staff welfare expenses	-	-
Others (to be specified)	-	-
<b>Total</b>	<b>4,11,500</b>	<b>4,20,000</b>

**22. Administrative and Other Expenses**

(In Rs)

Particulars	2020-21	2019-20
Rent, Taxes and Energy Costs	10,272	8,928
Professional Fee	46,800	1,04,250
Listing Fees	55,000	55,000
Custodial Fees	1,10,000	1,55,000
Miscellaneous Expenses	23,748	5,98,304
Director's Fees, Allowances and Expenses	-	-
Auditor's Fees and Expenses (Refer to Note -22.1)	35,000	18,500
Legal and Professional Charges	-	-
Insurance	-	-
Corporate Social Responsibility Expenses	-	-
Travelling & Conveyance	-	-
Other Expenditure	-	-
<b>Total</b>	<b>2,80,820</b>	<b>9,39,982</b>

**22.1 Payments to the Auditor**

(In Rs)

Particulars	2020-21	2019-20
As Auditor - Statutory Audit & Limited Reviews	20,000.00	8,500
For Other Services (Certification etc.)	15,000.00	10,000
For Reimbursement of Expenses	-	-
<b>Total</b>	<b>35,000.00</b>	<b>18,500</b>

**23. Earnings Per Share (EPS) - The numerators and denominators used to calculate Basic and Diluted EPS**

		2019-20	2018-19
Profit after Tax attributable to the Equity Shareholders	(A)	(41,27,990)	(11,06,996)
Basic and Diluted			
(a) Number of Equity Shares at the beginning of the year		199,99,960	199,99,960
(b) Number of Equity Shares issued during the year		-	-
(c) Number of Equity Shares at the end of the year		199,99,960	199,99,960
(d) Weighted average number of Equity Shares	(B)	199,99,960	199,99,960
(e) Nominal Value of each Equity Share (Rs)		10	10
<b>Basic and Diluted Earnings per Share (Rs)</b>	<b>(A/B)</b>	<b>(0.21)</b>	<b>(0.06)</b>

HOTAHOTI WOOD PRODUCTS LIMITED  
Notes to the Financial Statements for the year ended March 31, 2021

24. Impairment on Financial Instruments (net)

Particulars	2020-21		2019-20	
	Intruments measured at fair value through OCI	Intruments measured at Amortised Cost	Financial Intruments measured at	Intruments measured at Amortised
Loans (refer Note No. 24.1)	-	535	-	2,588
Investments	-	-	-	-
Other financial assets	-	-	-	-
<b>Total</b>	-	535	-	2,588

24.1 Impairment on Loans

Particulars	2020-21		2019-20	
	On Financial Intruments measured at fair value through OCI	On Financial Intruments measured at Amortised Cost	Financial Intruments measured at fair value	Intruments measured at Amortised Cost
Bad Debts written-off (net)	-	-	-	-
Loss on Assets acquired in satisfaction of debt	-	-	-	-
Provision for Impairment	-	535	-	2,588
<b>Total</b>	-	535	-	2,588

*[Handwritten Signature]*



**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes to the Financial Statements for the year ended March 31, 2021

**25. Capital Management**

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company has adequate cash and cash equivalents. The company monitors its capital by a careful scrutiny of the cash and cash equivalents, and a regular assessment of any debt requirements. In the absence of any debt, the maintenance of debt equity ratio etc. may not be of any relevance to the Company.

**26. Events after Reporting date**

There have been no events after the reporting date that require disclosure in these financial statements.

**27. Disclosures on financial Instruments**

**(a) Accounting classification and fair values**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

Particulars	As at 31 March 2021								
	Amortised cost	At Fair Value		Total carrying value	Total fair value	Fair Value			Total
		Through other comprehensive income	Through profit or loss			Level 1	Level 2	Level 3	
<b>Financial Assets</b>									
Cash and Cash Equivalents	99,502	-	-	99,502	99,502	-	-	-	-
Bank Balance other than Cash and Cash Equivalents	-	-	-	-	-	-	-	-	-
Loans	1210,71,206	-	-	1210,71,206	1210,71,206	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
- Equity Shares	-	479,20,432	-	479,20,432	479,20,432	479,20,432	-	-	479,20,432
Other Financial Assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1211,70,708</b>	<b>479,20,432</b>	<b>-</b>	<b>1690,91,140</b>	<b>1690,91,140</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>
<b>Financial Liabilities</b>									
Trade payables	15,65,579	-	-	15,65,579	15,65,579	-	-	-	-
Borrowings (Other than Debt Securities)	1145,48,336	-	-	1145,48,336	1145,48,336	-	-	-	-
Other Financial Liabilities	276,85,685	-	-	276,85,685	276,85,685	-	-	-	-
<b>Total</b>	<b>276,85,685</b>	<b>-</b>	<b>-</b>	<b>276,85,685</b>	<b>276,85,685</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Particulars	As at 31 March 2020								
	Amortised cost	At Fair Value		Total carrying value	Total fair value	Fair Value			Total
		Through other comprehensive income	Through profit or loss			Level 1	Level 2	Level 3	
<b>Financial Assets</b>									
Cash and Cash Equivalents	1,04,424	-	-	1,04,424	1,04,424	-	-	-	-
Bank Balance other than Cash and Cash Equivalents	-	-	-	-	-	-	-	-	-
Loans	1209,38,054	-	-	1209,38,054	1209,38,054	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
- Equity Instruments	-	479,20,432	-	479,20,432	479,20,432	479,20,432	-	-	479,20,432
Other Financial Assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1210,42,478</b>	<b>479,20,432</b>	<b>-</b>	<b>1689,62,910</b>	<b>1689,62,910</b>	<b>479,20,432</b>	<b>-</b>	<b>-</b>	<b>479,20,432</b>
<b>Financial Liabilities</b>									
Trade payables	14,39,182	-	-	14,39,182	14,39,182	-	-	-	-
Borrowings (Other than Debt Securities)	1142,99,336	-	-	1142,99,336	1142,99,336	-	-	-	-
Other Financial Liabilities	240,29,496	-	-	240,29,496	240,29,496	-	-	-	-
<b>Total</b>	<b>240,29,496</b>	<b>-</b>	<b>-</b>	<b>240,29,496</b>	<b>240,29,496</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**(b) Measurement of fair values**

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Level 1 to Level 3, as described below.

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

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

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

(i) The management assessed that fair value of cash and cash equivalents, other bank balance and other financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

(ii) Financial assets and liabilities are stated at carrying value which is approximately equal to their fair value.

(iii) The fair values of the equity investment which are quoted, are derived from quoted market prices in active markets. The investments measured at fair value and falling under fair value hierarchy Level 3 are valued on the basis of valuation reports provided by external valuers with the exception of certain investments, where cost has been considered as an appropriate estimate of fair value because of a wide range of possible fair value measurements and cost represents the best estimate of fair values within that range.

**(c) Measurement of fair values**

The Company has not entered into any derivative financial contracts during the current and previous financial years.

*[Handwritten signature]*





**(d) Financial risk management**

The Company has exposure to the following risks arising from financial instruments:

- Credit risk
- Liquidity risk, and
- Market risk

The Company has a risk management framework which not only covers the market risks but also other risks associated with the financial assets and liabilities such as interest rate risks and credit risks.

The risk management framework is approved by the Board of Directors. The risk management framework aims to:

- create a stable business planning environment by reducing the impact of interest rate fluctuations on the Company's business plan.
- achieve greater predictability to earnings by determining the financial value of the expected earnings in advance.

**Credit Risk:**

Credit risk is the risk of financial loss to the company if a counter-party fails to meet its contractual obligations.

**Cash and cash equivalents**

The company holds cash and cash equivalents of Rs 99,502.00 at 31 March 2021 (31 March 2020: Rs 1,04,424.00). The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

**Liquidity Risk:**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

- all non derivative financial liabilities

	Non Derivative financial liabilities	
	As at 31st March, 2021	As at 31st March, 2020
Carrying value		
Contractual cashflows:		
- Less than one year	3,12,523	2,84,356
- Between one to five years	3,12,523	2,84,356
- More than five years		

**Market risk:**

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as equity price, interest rates etc.) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. The Company is exposed to market risk primarily related to the market.

**Exposure to Interest rate risk:**

Since the Company does not have any financial assets or financial liabilities bearing floating interest rates, any change in interest rates at the reporting date would not have any significant impact on the financial statements of the Company.

**Currency risk:**

**(a) Exposure**

The Company is exposed to equity price risk arising from investments held by the Company and classified in the balance sheet either as fair value through OCI. To manage its price risk arising from investment in equity securities, the Company diversifies its portfolio. The majority of the Company's equity investments are listed on the Metropolitan Stock Exchange (MSE) in India.

**28. Maturity analysis of Assets and Liabilities :**

Particulars	As at 31st March, 2021			As at 31st March, 2020		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
<b>ASSETS</b>						
<b>Financial Assets</b>						
Cash and Cash Equivalents	99,502	-	99,502	1,04,424	-	1,04,424
Bank Balance other than above	-	-	-	-	-	-
Loans	-	1210,71,206	1210,71,206	-	1209,38,054	1209,38,054
Investments	-	479,20,432	479,20,432	-	479,20,432	479,20,432
Other Financial Assets	-	-	-	-	-	-
<b>Non-Financial Assets</b>						
Other Non-Financial Assets	-	16,33,312	16,33,312	-	18,29,779	18,29,779
<b>TOTAL ASSETS</b>	<b>99,502</b>	<b>1706,24,950</b>	<b>1707,24,452</b>	<b>1,04,424</b>	<b>1708,88,266</b>	<b>1707,92,689</b>
<b>LIABILITIES</b>						
<b>Financial Liabilities</b>						
Trade payable	-	15,65,579	15,65,579	-	14,39,182	14,39,182
Borrowings (Other than Debt Securities)	-	1145,48,336	1145,48,336	-	1142,99,336	1142,99,336
Other Financial Liabilities	-	276,85,685.00	276,85,685	-	240,29,496	240,29,496
<b>Non-Financial Liabilities</b>						
Other Non-Financial Liabilities	-	-	-	-	-	-
Other Non-Financial Liabilities	-	3,12,523.00	3,12,523	-	2,84,356	2,84,356
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>1441,12,123</b>	<b>1441,12,123</b>	<b>-</b>	<b>1400,62,370</b>	<b>1400,62,370</b>



*[Handwritten signature]*

**HOTAHOTI WOOD PRODUCTS LIMITED**  
Notes to the Financial Statements for the year ended March 31, 2021

List of Related Parties and Relationship

<u>Name of the Related Party</u>	<u>Relationship</u>
Tripty Modi	KMP ENTERPRISES WITH COMMON DIRECTORSHIP
North Eastern Publishing & Adv.Co Ltd	
Purbanchal Prestressed Ltd	
Kamini Finance & Inv.Co Ltd	
Gulmohur Trading Pvt Ltd	
Chemo Traders Pvt Ltd	INTEREST OF RELATIVES
Maa Karni Finance Pvt Ltd	
Visisth Chay Vyapar Ltd	
Citystar Infrastructures Ltd	
Citystar Foods Pvt Ltd	DIRECTOR'S INTEREST IN LLP
Citystar Agro Industries Pvt Ltd	
Ganguly Citystar Enterprises LLP	
Citystar Ganguly Projects LLP	

Name of the Related Party	Nature of Transaction	During the year 2020-21 31st March, 2021	During the year 2019-20 31st March, 2020
Gulmohur Trading Pvt Ltd	Creditor for Sundry Ex	3,600	3,000
Tripty Modi	Remuneration	3,00,000	3,00,000
North Eastern Publishing & Adv.Co Ltd	Rent	10,272	8,928
Citystar Infrastructures Ltd	Loan Taken <i>(with interest)</i>	(10,49,000)	(106,05,000)

Name of the Related Party	Nature of Balance	As at 31st March, 2021	As at 31st March, 2020
Tripty Modi	Amount Receivable	1,17,280	3,84,780
Citystar Infrastructures Ltd	Amount Payable	680,10,758	669,61,758
Citystar Foods Pvt Ltd	Amount Receivable	136,07,907	136,07,907
Citystar Agro Industries Pvt Ltd	Amount Receivable	40,000	40,000

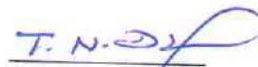
In terms of our report attached

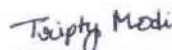
For **S. MANDAL & CO.**  
Chartered Accountants  
ICAI Firm Registration No. 314188E

For and on behalf of the Board of Directors




**H.C.DEY**  
Partner  
Membership No. 050190  
UDIN:21050190AAAAAX5454  
Place: Kolkata  
Date: 30th June 2021

  
**Tarak Nath Dey**  
Managing Director  
00343396

  
**Tripty Modi**  
(CFO)

  
**Chand Ratan Modi**  
Director  
00343685

  
**Naveen Shankar Jain**  
Company Secretary

