

QUASAR INDIA LIMITED

ANNUAL REPORT 2021-22

CORPORATE INFORMATION

CIN

L67190DL1979PLC009555

BOARD OF DIRECTORS

Mr. Harish Kumar, Director
Mrs. Anju Sharma, Director
Mr. Ish Sadana , Independent Director
Mr. Achal Kapoor, Independent Director

KEY MANAGERIAL PERSONNEL

Mr. AlokNath Singh, Company Secretary
Mr. Harish Kumar (CEO& CFO)

STATUTORY AUDITORS

V. N. Purohit & Co., Chartered
Accountants
214, New Delhi House, 2nd Floor, 27,
Barakhamba Road, New Delhi-110001

SECRETARIAL AUDITOR

M/S G Aakash & Associates
1878, H.B.C, Sector-13-17,
Panipat, Haryana-132103

INTERNAL AUDITOR

S. K. Goel & Associates, Chartered
Accountants
C C-1/117,3rd Floor, Front Side, Opposite
St. Marks School, Janak Puri, New Delhi-
110058

COMPANY'S WEBSITE

www.quasarindia.in

BOARD COMMITTEES

Audit Committee

Mr. Achal Kapoor, Chairman & Member
Mr. Ish Sadana , Member
Mrs. Anju Sharma, Member

Nomination & Remuneration Committee

Mr. Achal Kapoor, Chairman & Member
Mr. Ish Sadana , Member
Mrs. Anju Sharma, Member

Stakeholder's Relationship Committee

Mr. Achal Kapoor, Chairman & Member
Mr. Ish Sadana , Member
Mrs. Anju Sharma, Member

REGISTRAR & SHARE TRANSFER AGENT

Skyline Financial Services Private Limited
D-153A, First Floor, Okhla Industrial Area,
Phase-I New Delhi-110020

NAME OF THE STOCK EXCHANGE AT WHICH THE COMPANY'S SECURITIES ARE LISTED

BSE Limited

REGISTERED OFFICE

305, Third Floor, Aggarwal Plaza, Sector
14, Rohini, New Delhi-110085

INVESTOR'S HELPDESK

Alok Nath Singh
Compliance Officer
E-mail Id: quasarindia123@gmail.com
Ph.: 9625304043

DECLARATION ON AUDITED FINANCIAL RESULTS

pursuant to the second proviso to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, by the SEBI (LODR) (Amendments) Regulations, 2016 vide notification No. SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016 read with Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016, we, the undersigned, on behalf of the Board of Directors of Quasar India Limited ("Company") (CIN: L67190DL1979PLC009555) having its registered office at 305, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi 110085 hereby confirms that M/s. V. N. Purohit & Co., Chartered Accountants (FRN: 304040E), the Statutory Auditors of the Company have issued their Audit Report with unmodified opinion on Audited Standalone Financial Results of the Company for the quarter and year ended 31st March, 2022.

For Quasar India Limited

sd/-

Harish Kumar
CEO & CFO
PAN:APJPS7656E

Date: 26.05.2022
Place: New Delhi

TABLE OF CONTENTS

| S. No. | Contents | Page No. |
|--------|--|----------|
| 1. | Notice | 5-15 |
| 2. | Attendance Slip | 16 |
| 3. | Proxy Form (Form MGT- 11) | 17-18 |
| 4. | Polling Paper (Form MGT- 12) | 19 |
| 5. | Route Map | 20 |
| 6. | Director's Report | 21-32 |
| 7. | Particular Of Employees And Related Disclosures (Annexure A) | 33-34 |
| 8. | Management Discussion and Analysis Report (Annexure B) | 35-37 |
| 9. | Secretarial Auditor's Report (Form MR-3) (Annexure C) | 38-42 |
| 10. | Independent Auditor's Report (Annexure D) | 43-53 |
| a. | Balance Sheet | 54 |
| b. | Statement of Profit and Loss | 55 |
| c. | Cash Flow Statement | 56 |
| d. | Statement of change in Equity Capital | 57 |
| e. | Notes to Accounts | 58-68 |

QUASAR INDIA LIMITED

Regd. Office: 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085
E mail id: quasarindia123@gmail.com, Website: www.quasarindia.in
CIN: L67190DL1979PLC009555, Mob. : 9625304043

NOTICE

NOTICE is hereby given that the 43rd Annual General Meeting of the members of Quasar India Limited will be held on Thursday, 29th September, 2022 at 01:00 P.M. at the Registered Office of the Company situated at 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085 to transact the following businesses:

ORDINARY BUSINESS

- 1: To receive, consider and adopt the Audited standalone Financial Statements of the Company for the Financial Year ended March 31, 2022 and the Reports of the Board of Directors and the Auditors thereon.
- 2: To appoint a Director in place of Mr. Harish Sharma (DIN:02591868) who retires by rotation and, being eligible, offers herself for re-election.
- 3: **Appointment of M/s V S S B & Associates , Chartered Accountants (FRN - 121356W) as Statutory Auditors of the company in place of M/s V.N. Purohit & Co., Chartered Accountants (FRN: 304040E).**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139, 140, 141, 142 and any other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) **M/s V S S B & Associates , Chartered Accountants (FRN - 121356W)** be and is hereby appointed as the Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of 44th AGM of the members of the Company, in accordance with the provisions of Companies Act, 2013 and rules made there under and that the Board of Directors be and is hereby authorized to fix such remuneration as may be recommended by the Audit Committee in consultation with the Auditors and that such remuneration may be paid on progressive billing basis to be agreed upon between the Board of Directors and the Auditors."

By the order of the Board of Directors of
Quasar India Limited

Sd/-
Alok Nath Singh
Company Secretary

Date: 03.09.2022
Place: New Delhi

NOTES

1. A Statement pursuant to Section 102(1) of the Companies Act, 2013 (“the Act”), relating to the Special Business to be transacted at the Annual General Meeting (“Meeting”) is annexed hereto.
2. MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE “MEETING”) IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A blank form of proxy is enclosed herewith and if intended to be used, it should be deposited duly completed at the registered office of the company not less than forty eight hours before the scheduled time of the commencement of Annual General Meeting.
3. Members are requested to note that a person can act as a proxy on behalf of members not exceeding 50 and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
4. Attendance slip, proxy form, Ballot Form and the route map of the venue of the meeting are annexed hereto
5. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the relevant Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
6. 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.
7. The Company is providing facility for voting by electronic means (e-voting) through an electronic voting system which will include remote e-voting and the business set out in the Notice will be transacted through such voting. Information's and instructions including details of user id and password relating to e voting are sent herewith. Once the vote on a resolution is cast by a member, whether partially or otherwise, the member shall not be allowed to change it subsequently or cast the vote again. The members who have cast their vote(s) by using remote e-voting may also attend the Meeting but shall not be entitled to cast their vote(s) again at the Meeting.
8. A brief resume of each of the Directors proposed to be re-appointed at this AGM, nature of their expertise in specific functional areas, names of companies in which they hold directorship and membership / chairmanships of Board Committees, shareholding and relationship between directors inter se as stipulated 3 under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other requisite information as per Clause 1.2.5 of Secretarial Standards-2 on General Meetings, are provided in Annexure 1
9. Pursuant to section 91 of the Companies Act, 2013, the register of members and the share transfer books of the Company will remain closed from Friday, 23rd September, 2022 to Thursday, 29th September, 2022 (both days inclusive) for the purpose of Annual General Meeting.
10. The ISIN of the Equity Shares of Rs.10/- each is INE855P01033.

11. Sections 101 and 136 of the Companies Act, 2013 read with the rules made there under, permit the listed companies to send the notice of Annual General Meeting and the Annual Report, including financial statements, board's report, etc. by electronic mode. The Company is accordingly forwarding soft copies of the above referred documents to all those members who have registered their email ids with their respective depository participants or with the share transfer agent of the Company or for the other whose e-mail id is not registered same shall be couriered to them.
12. Members may also note that the Notice of the AGM and the Annual Report for F.Y. 2021-22 will also be available on the Company's website www.quasarindia.in.
13. Members/ proxies/Authorized representatives are requested to bring to the meeting necessary details of their shareholdings, attendance slips and copies of Annual Report.
14. The following Statutory Registers are open for inspection of members and others at the registered office of the Company as prescribed in the respective sections of the Companies Act, 2013 as specified below:
 - a. Register of contracts with related party and contracts and bodies etc. in which directors are interested under section 189 of the Companies Act, 2013 shall be open for inspection on all working days during business hours.
 - b. Register of directors and key managerial personnel and their shareholding under section 170 of the Companies Act, 2013 shall be open for inspection on all working days during business hours.

The aforesaid registers shall be kept open for inspection at the Annual General Meeting by any person attending the meeting.

15. Members are requested to notify change in address, if any, to the Share Transfer Agent and to the Company quoting their Folio Numbers, number of shares held etc.
16. Members are requested to register their e-mail addresses for receiving communications including Annual Reports, Notices, and Circulars etc. by the Company electronically.
17. Members holding shares in demat form are requested to submit their Permanent Account Number (PAN) to their respective Depository Participant and those holding shares in physical form are requested to submit their PAN details to the company in order to comply with the SEBI guidelines.
18. Pursuant to the provisions of Section 72 of the Companies Act 2013, the member(s) holding shares in physical form may nominate, in the prescribed manner, a person to whom all the rights in the shares shall vest in the event of death of the sole holder or all the joint holders. Member(s) holding shares in demat form may contact their respective Depository Participant for availing this facility
19. All documents referred to in accompanying Notice shall be open for inspection and shall be available at the registered office of the Company on all working days during business hours from the date of this Notice up to the date of AGM.
20. SEBI has decided that securities of listed companies can be transferred only in dematerialised form from a cut-off date, to be notified. In view of the above and to avail various benefits of decartelisation members are advised to dematerialise shares held by them in physical form.

VOTING THROUGH ELECTRONICS MEANS

Pursuant to provisions of Section 108 of the Companies Act, 2013 and 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, the Company is pleased to provide members facility to exercise their right to vote at the 43rd Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM (“remote e-voting”) will be provided by Central Depository Services (India) Limited (CDSL).

The Company has approached CDSL for providing e-voting services through our e-voting platform. In this regard, your Demat Account/Folio Number has been enrolled by the Company for your participation in e-voting on resolution placed by the Company on e- Voting system.

The Notice of the 43rd Annual General Meeting (AGM) of the Company inter alia indicating the process and manner of e-Voting process along with printed Attendance Slip and Proxy Form can be downloaded from the link www.evotingindia.com or www.quasarindia.in.

The facility for voting through Poling Paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.

PROCEDURE TO LOGIN TO E-VOTING WEBSITE

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING

- (i) The voting period begins on 25th September, 2022 at 09:00 a.m. and ends on 27th September, 2022 at 05:00 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 September 21,2022 of <Record Date> may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders’ resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless

authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

| | |
|---|--|
| <p>Individual Shareholders holding securities in Demat mode with CDSL</p> | <ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers. |
| <p>Individual Shareholders holding securities in demat mode with NSDL</p> | <ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS" "Portal" or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote |

| | |
|--|--|
| | e-Voting period or joining virtual meeting & voting during the meeting |
| Individual Shareholders (holding securities in demat mode) login through their Depository Participants | You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

| Login type | Helpdesk details |
|--|--|
| Individual Shareholders holding securities in Demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43. |
| Individual Shareholders holding securities in Demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30 |

(v) Login method for Remote e-Voting for Physical shareholders and shareholders other than individual holding in Demat form.

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) 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. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

| | |
|--|--|
| | For Physical shareholders and other than individual shareholders holding shares in Demat. |
| PAN | <p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA. |
| Dividend Bank Details OR Date of Birth (DOB) | <p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field. |

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders 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.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <QUASAR INDIA LIMITED > on which you choose to vote.
- (x) 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.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) 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.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) Additional Facility for Non - Individual Shareholders and Custodians -For Remote Voting only.
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; quasarindia123@gmail.com (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

OTHER INFORMATION

1. The e-voting period commences on 26thSeptember, 2022 (9:00 a.m.) and ends on 28thSeptember, 2022 (5:00 p.m.). During this period, members of the Company holding shares either in physical or dematerialized form, as on the relevant date i.e. Thursday, 22ndSeptember, 2022, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. A member will not be allowed to vote again on any resolution on which a vote has already been cast. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the Notice convening the AGM and up to the cut-off date i.e. September 22,2022, may obtain his login ID and password by sending a request at www.evotingindia.com.
2. The voting rights of the members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of Thursday September 22,2022.
3. A person who is not a member as on the cut-off date should treat this notice for information purpose only.
4. Shareholders of the Company, holding either in physical form or in dematerialized form, as on the cut-off date of Thursday, September 22, 2022 may only cast their vote at the 43rd Annual General Meeting.
5. Mr. Aakash Goel, Proprietor of **M/s G Aakash & Associates, Practicing Company Secretaries** has been appointed as the Scrutinizer for the Purpose of Annual General Meeting.
6. The Scrutinizer shall immediately after the conclusion of voting at the AGM, first count the voting cast at the meeting and make a Scrutinizer's Report of the votes cast in favour or against, if any, and to submit the same to the Chairman of the AGM not later than three working days from the conclusion of the AGM.
7. The Results shall be declared forthwith after the submission of Scrutinizer's Report either by Chairman of the Company or by any person authorized by him in writing and the resolutions shall be deemed to be passed on the AGM date subject to receipt of the requisite number of votes in favour of the Resolutions.
8. The Results declared along with the Scrutinizer's Report will be available on the website of the Company www.quasarindia.in after the declaration of the results by the Chairman.

MEMBERS HOLDING EQUITY SHARES IN ELECTRONIC FORM AND PROXIES THEREOF, ARE REQUESTED TO BRING THEIR DP ID AND CLIENT ID FOR IDENTIFICATION.

By the order of the Board of Directors of
Quasar India Limited
Sd/-

Alok Nath Singh
Company Secretary & Compliance officer

Date: 03.09.2022
Place: New Delhi

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013:

Item No: 3

M/s V.N. Purohit & Co., Chartered Accountants (FRN: 304040E), the existing Statutory Auditors of the Company were re-appointed by the members to hold office until the conclusion of 43rd AGM. In this AGM the term of 10 years will be completed of our existing Statutory Auditor .

Accordingly, their re-appointment/ratification at the ensuing 43rd AGM of the Company cannot be considered by the members.

At the meeting held on September 03,2022, the Board of Directors has recommended the appointment of **M/s V S S B & Associates , Chartered Accountants (FRN - 121356W)** as Statutory Auditors of the Company in place of retiring auditor M/s V.N. Purohit & Co., Chartered Accountants, to hold office from the Conclusion of this Annual General Meeting until the Conclusion of 44th AGM on remuneration to be fixed by the Board of Directors , subject to the approval of Members.

The resolution under this item seeks the approval of the members by an ordinary resolution for the said appointment of the new auditors .

None of the Directors or Key Managerial Personnel of the Company or their respective relatives are concerned or interested in the foregoing resolution.

ANNEXURE-1

Details of Directors seeking appointment/re-appointment at the Annual General Meeting pursuant to Regulation 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings (SS-2)

| S. No. | Name of the Director | Mr. Harish Kumar |
|--------|--|---|
| 1. | DIN | 02591868 |
| 2. | Date of Birth | 16/06/1981 |
| 3. | Date of Appointment | 24/09/2018 |
| 4. | Qualification | B. Com |
| 5. | Expertise | He has experience of 20 years in the field of finance and Accounting. |
| 6. | Directorship in other listed Entities | NIL |
| 7. | Number of Shares Held in Company | Nil |
| 8. | Chairman / Member of Committee(s) of Board of Directors of the Company | Nil |
| 9. | Chairman / Member of the Committee(s) of Board of Directors of other Companies in which he is a Director | Nil |
| 10. | Whether related with other Directors / Key Managerial Personnel | Spouse of Mrs. Anju Sharma, Director of the Company |

QUASAR INDIA LIMITED

Regd. Office: 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085
E mail id: quasarindia123@gmail.com, Website: www.quasarindia.in
CIN: L67190DL1979PLC009555, Mob. : 9625304043

ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE

| | |
|---|--|
| Name | |
| Address | |
| DP-ID/CLIENT-ID* | |
| Regd. Folio No. | |
| No. of shares held | |
| Whether the member is attending the meeting in person or by proxy or by authorized representative | |
| Name of the proxy (to be filed in if proxy attends instead of the member). | |

I/We certify that I/we am/ are registered Shareholder/Proxy for the registered Shareholder of the Company. I/we hereby record my/our presence at the Annual General Meeting of the Company held on Thursday, the 29th September, 2022 at 1:00 P.M., at the Registered Office of the Company situated at 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085.

Signature of the Member/Proxy
(To be signed at the time of handing over the slip)

QUASAR INDIA LIMITED

Regd. Office: 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085
E mail id: quasarindia123@gmail.com, Website: www.quasarindia.in
CIN: L67190DL1979PLC009555, Mob. : 9625304043

FORM NO. MGT-11

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

| |
|--|
| <p>CIN: L67190DL1979PLC009555 Name of the Company: QUASAR INDIA LIMITED Venue of the Meeting: 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085 Date and Time: 29th September, 2022 at 01:00 P.M.</p> |
|--|

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE

| | |
|----------------------------------|--|
| Name | |
| Address | |
| DP-ID/CLIENT-ID/ Regd. Folio No. | |
| No. of shares held | |

I/We, being the member(s) of shares of the above named company, hereby appoint the following as my/our Proxy to attend vote (for me/us and on my/our behalf at the Annual General Meeting of the Company to be held on Thursday, 29th September, 2022 at 01:00 P.M., at the Registered Office of the Company situated at 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085 and at any adjournment thereof) in respect of such resolutions as are indicated below:

| |
|-----------------------------------|
| 1. Name: _____ Address: _____ |
| E-mail ID: _____ Signature: _____ |
| or failing him/her |

| |
|-----------------------------------|
| 2. Name: _____ Address: _____ |
| E-mail ID: _____ Signature: _____ |
| or failing him/her |

| |
|-----------------------------------|
| 3. Name: _____ Address: _____ |
| E-mail ID: _____ Signature: _____ |
| or failing him/her |

I/We direct my/our Proxy to vote on the Resolutions in the manner as indicated below:

| S. No. | Resolution | Number of shares held | For | Against |
|--------------------------|---|-----------------------|-----|---------|
| Ordinary Business | | | | |
| 1. | To receive, consider and adopt the Audited standalone Financial Statements of the Company for the Financial Year ended March 31, 2022 and the Reports of the Board of Directors and the Auditors thereon. | | | |
| 2. | To appoint a Director in place of Mr. Harish sharma (DIN: 02591868) who retires by rotation and, being eligible, offers herself for re-election. | | | |
| 3. | Appointment of M/s V S S B & Associates , Chartered Accountants (FRN - 121356W) as Statutory Auditors of the company in place of M/s V.N. Purohit & Co., Chartered Accountants (FRN: 304040E). | | | |

Signature of shareholder Signature of Proxy holder(s)

Signed this Day of 2022

Affix
Revenue
Stamp

Note:

- a. This is optional to put a tick mark (/) in the appropriate column against the resolutions indicated in the box. If a member leaves the “For” or “Against” column blank against any or all the Resolutions, the proxy will be entitled to vote in the manner he/she thinks appropriate. If a member wishes to abstain from voting on a particular resolution, he/she should write “Abstain” across the boxes against the Resolution.
- b. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
- c. A Proxy need not be a member of the Company.
- d. The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.

QUASAR INDIA LIMITED

Regd. Office: 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085
E mail id: quasarindia123@gmail.com, Website: www.quasarindia.in
CIN: L67190DL1979PLC009555, Mob. : 9625304043

FORM NO. MGT-12

POLLING PAPER

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies
(Management and Administration) Rules, 2014]

| |
|--|
| CIN: L67190DL1979PLC009555 |
| Name of the Company: QUASAR INDIA LIMITED |
| Venue of the Meeting: 305, Plot No. 3, Third Floor, Aggarwal Plaza, Sector-14, Rohini, New Delhi-110085 |
| Date and Time: 28th day of September, 2022 at 02:00 P.M. |

BALLOT PAPER

| S. No. | Particulars | Details |
|--------|--|---------|
| 1. | Name of the First Named Shareholder (In block letters) | |
| 2. | Postal address | |
| 3. | Registered folio No./ *Client ID No. | |
| 4. | Class of Share | |

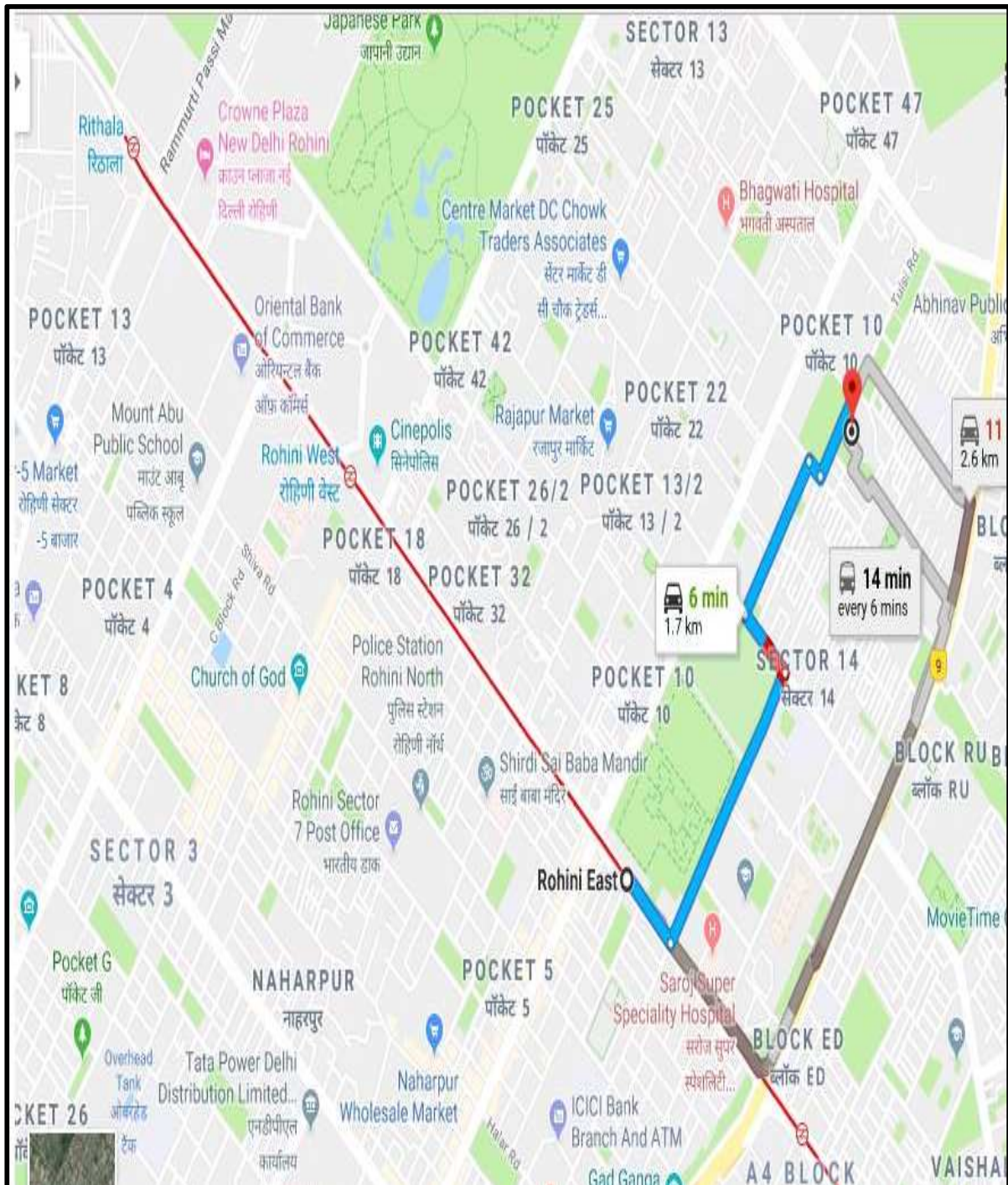
I hereby exercise my vote in respect of Ordinary/Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

| S. No. | Resolution | Number of shares held | For | Against |
|--------------------------|---|-----------------------|-----|---------|
| Ordinary Business | | | | |
| 1. | To receive, consider and adopt the Audited standalone Financial Statements of the Company for the Financial Year ended March 31, 2022 and the Reports of the Board of Directors and the Auditors thereon. | | | |
| 2. | To appoint a Director in place of Mr. Harish sharma (DIN: 02591868) who retires by rotation and, being eligible, offers herself for re-election. | | | |
| 3. | Appointment of M/s V S S B & Associates , Chartered Accountants (FRN - 121356W) as Statutory Auditors of the company in place of M/s V.N. Purohit & Co., Chartered Accountants (FRN: 304040E). | | | |

Place:

Date: (Signature of the shareholder)

ROUTE MAP



BOARD'S REPORT

To,
The Members of
QUASAR INDIA LIMITED

Your Directors have pleasure in presenting the 43rd Annual Report together with the Audited Statement of Accounts for the Financial Year ended 31st March, 2022.

COMPANY OVERVIEW

Quasar India Limited was incorporated under Companies Act, 1956 on 18th April, 1979. Equity Shares of the Company are listed on BSE Limited.

FINANCIAL PERFORMANCE/ SUMMARY

(₹ in '000)

| Particular | Current Year 2021-22 | Previous Year 2020-21 |
|--|----------------------|-----------------------|
| Revenue from Operations | 46552.61 | 63,824.75 |
| Total revenue (including other income) | 50616.72 | 65065.73 |
| Total Expenses: | 52632.27 | 65803.01 |
| Profit before tax | (2015.55) | (737.28) |
| Tax Expenses: | | |
| Less: Current tax | - | - |
| Add: Deferred tax | 193.61 | 608.41 |
| Profit after tax | (1821.94) | (128.87) |

BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR

The total revenue from operations of your company for the year ended March 31, 2022 stood at ₹ 50616725.80 /- as against ₹65065720/- for the year ended March 31,2021. The company occurs net losses of ₹(1821928.03) /- as compared to net loss of ₹ (128872.93)in the previous year.

DIVIDEND

As the Company kept the profits for investment in expansion of Business, it regret not to recommend any dividend. But the directors are hopeful better result in future.

RESERVES

Your Company has not transferred any amount as there is loss during the year.

SHARE CAPITAL

The present Authorized Share Capital of the Company ₹ 5,37,00,000/- (Rupees Five Crores Thirty Seven Lacs) divided into 53,70,000 (Fifty Three Lacs Seventy Thousand) equity shares of ₹ 10/- (Rupees Ten) each and ₹ 10,00,000/- (Rupees Ten Lacs) divided into 10,000 (Ten Thousand) preference shares of ₹ 100/- (Rupees Ten) each.

Paid up share capital of the Company as on 31st March, 2022 is ₹5,35,25,000/- (Rupees Five Crore Thirty Five Lacs Twenty Five Thousand) divided into 53,52,500 (Fifty Three Lacs Fifty Two Thousand Five Hundred) equity shares of ₹ 10/- (Rupees Ten) each.

During the year, there has been no change in the share capital of the Company.

DEPOSIT

The Company has not accepted any fixed deposit during the year under review falling within the purview of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of the business of the Company.

CHANGE IN REGISTERED OFFICE OF THE COMPANY

There is no change in the Registered office of the Company

PARTICULARS OF LOANS, GUARANTEE OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

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

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

Information required to be given pursuant to section 134(3)(m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 and forming part of Board's Report for the year ended March 31, 2022 are given as below:

A. Conservation of Energy

The provision related conservation of energy does not apply to company, therefore the information as required under the Companies (Accounts) Rules, 2014 is not given. However the company is conscious about its responsibility to conserve energy, power, and other energy sources wherever possible. We emphasis towards a safe and clean environment and continue to adhere to all regulatory requirements and guidelines.

B. Technology Absorption

Your company has not imported any technology. However, we believe and use information technology extensively in all spheres of our activities to improve efficiency levels.

Expenditure on Research and Development

During the period under review company has not incurred any expenditure on R&D.

| S. No. | Parameters | F.Y. 2021-22 | F.Y.2020-21 |
|--------|---------------------|--------------|-------------|
| a) | Capital Expenditure | 0.00 | 0.00 |
| b) | Recurring | 0.00 | 0.00 |

C. Foreign Exchange Earnings and Outgo

Details of Foreign Exchange, earnings and outgo are given as below:-

| S. No. | Particulars | F.Y. 2021-22 | F.Y.2020-21 |
|--------|---------------------------|--------------|-------------|
| 1) | Foreign Exchange earning | Nil | Nil |
| 2) | Foreign exchange outgoing | Nil | Nil |

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There is no material change which may affect the financial position of the Company between the financial year and up to the date of this report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

PARTICULAR OF EMPLOYEES AND RELATED DISCLOSURES

Disclosures pertaining to remuneration and other details, as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are given in "Annexure A" of this Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a detailed Management Discussion and Analysis Report has been appended separately, are given in "Annexure B" of this Report.

CORPORATE GOVERNANCE

Since, the paid-up capital of the Company is less than ₹ 10 Crores and Net worth is less than ₹ 25 Crores, the provisions of the Corporate Governance as stipulated under Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the Company. However, your Company has made every effort to comply with the provisions of the Corporate Governance and to see that the interest of the Shareholders and the Company are properly served. It has always been the Company's endeavor to excel through better Corporate Governance and fair & transparent practices, many of which have already been in place even before they were mandated by the law of land.

The management of Company believes that it will further enhance the level of Corporate Governance in the company

SUBSIDIARY, JOINT VENTURE, ASSOCIATE COMPANIES

The Company has no subsidiaries, joint ventures or associated companies therefore disclosures in this regards are not provided in this report.

PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

The company has no subsidiaries, joint venture companies so there is no requirement of description of performance of subsidiaries, joint venture companies.

RISK MANAGEMENT

While the business risk associated with operating environment, ownership structure, Management, System & Policy, the financial risk lies in Asset Quality, Liquidity, Profitability and Capital Adequacy. The company recognizes these risks and makes best effort to mitigate them in time. Risk Management is also an integral part of the Company's business strategy.

Business Risk Evaluation and Management is an ongoing process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risk as also identify business opportunities.

INTERNAL CONTROL SYSTEMS

The company's Internal Control System is designed to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance with laws and regulations. The internal control system is supported by an internal audit process

for reviewing the adequacy and efficiency of the Company's internal controls, including its systems and processes and compliance with regulations and procedures.

HEALTH, SAFETY AND ENVIRONMENT PROTECTION

The company has complied with all the applicable environmental law and labour laws. The company has been complying with the relevant laws and has been taking all necessary measures to protect the environment and maximize worker protection and safety.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

Board of Directors

As on 31st March, 2022 your Board comprised of 4(Four) Directors out of which two are independent directors and one women directors. Your Directors on the Board possess experience, competency and are renowned in their respective fields. All Directors are liable to retire by rotation except Independent Directors whose term of 5 consecutive years was approved by the Shareholders of the Company in the Annual General Meeting

Key Managerial Personnel

During the financial year ending March 31, 2022, following members holds the position of Key Managerial Personnel are:

1. Mr.Harish Kumar CEO& CFO
2. Mr. Alok Nath Singh, Company Secretary & Compliance Officer

Board Evaluation

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

In a separate meeting of independent directors, performance of non-independent directors, performance of the board as a whole and performance of the chairman was evaluated, taking into account the views of executive directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent directors, at which the performance of the board, its committees and individual directors was also discussed. Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

Declaration given by Independent Directors

Pursuant to Section 149(7) of the Companies Act, 2013 read with the Companies (Appointment and Qualifications of Directors) Rules, 2014, the Company has received declarations from all the Independent Directors of the Company confirming that they meet the 'criteria of Independence' as prescribed under Section 149(6) of the Companies Act, 2013 and have submitted their

respective declarations as required under Section 149(7) of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Familiarisation Programme

The Company has put in place an induction and familiarisation programme for all its Directors including the Independent Directors.

Directors' Appointment and Remuneration Policy

The Company's policy on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub section (3) of Section 178 of the Companies Act, 2013, as is adopted by the Board.

The Company has adopted a comprehensive policy on Nomination and Remuneration of Directors on the Board. As per such policy, candidates proposed to be appointed as Directors on the Board shall be first reviewed by the Nomination and Remuneration Committee in its duly convened Meeting. The Nomination and Remuneration Committee shall formulate the criteria for determining the qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the Remuneration for the Directors, Key Managerial Personnel and other employees. The Nomination and Remuneration Committee shall ensure that—

- a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- c) Remuneration to directors and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals. During the year under review, none of the Directors of the company receive any remuneration.

DIRECTORS RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, your directors hereby confirm that:

- (a) in the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- (c) the directors have 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 preventing and detecting fraud and other irregularities;
- (d) the directors have prepared the annual accounts for the financial year ended 31st March, 2022, on a going concern basis;
- (e) the directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

MEETINGS

Board Meetings

The Board of Directors of the Company met Five(5) times during the financial year 2021-22. The meetings of Board of Directors were held on 23rd June 2021, 30th July ,2021 ,04th September 2021, 12th November 2021 and 10th February, 2022.

The Minutes of the Meetings of the Board of Directors are discussed and taken note by the board of directors.

The Statutory Auditor, Internal Auditor and Executive Directors are invited to the meeting as and when required.

The composition of the Board of Directors, their attendance at Board Meetings and last Annual General Meeting is as under:

| Name of the Director | Designation | Category | Number of Board Meetings during the year | | Attendance of Last AGM |
|----------------------|-------------|--------------------------------|--|----------|------------------------|
| | | | Held | Attended | |
| Harish Kumar | Director | Non Executive- Non Independent | 5 | 5 | Yes |
| Anju sharma | Director | Non Executive- Non Independent | 5 | 5 | Yes |
| Hitesh Rai Makhija | Director | Non Executive- Independent | 5 | 3 | No |
| Avinash Sharma | Director | Non Executive- Independent | 5 | 3 | No |
| Ish Sadana | Director | Non Executive- Independent | 5 | 2 | Yes |
| Achal Kapoor | Director | Non Executive - Independent | 5 | 2 | Yes |

** During the year Mr. Avinash Sharma and Hitesh Rai Makhija has resigned as independent director w.e.f 04.09.2021 and new director Mr. Ish Sadana and Achal Kapoor appointed w.e.f 30.09.2021.*

The necessary quorum was present in all the meetings. The intervening gap between any two meetings was not more than one hundred and twenty days as prescribed by the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015. The agenda and Notice for all the Meetings was prepared and circulated in advance to the Directors.

Independent Directors Meetings

In due compliance with the provisions of the Companies Act, 2013 read with the rules made there under a separate meeting of independent directors, performance of non-independent directors, performance of the board as a whole was evaluated, taking into account the views of directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent directors, at which the performance of the Board, its committees and individual directors was discussed.

One (1) meeting of Independent Directors was held on 10th February, 2022 during the year 2021-22.

Committee Meetings

Audit Committee

The primary objective of the Audit Committee is to monitor and provide effective supervision of the management's financial reporting progress with a view to ensuring accurate timely and proper disclosures and transparency, integrity and quality of financial reporting. The Committee oversees the work carried out by the management, internal auditors on the financial reporting process and the safeguards employed by them.

The board has re-constituted the Audit Committee in accordance with the requirement of Companies Act, 2013 and other applicable provisions. All members of Audit Committee are financially literate and have financial management expertise. The Audit Committee comprises of three independent directors as members out of which one is chairman of this committee.

The Audit Committee met Four (4) times during the financial year 2021-22. The meetings of Audit Committee were held on 23rd June 2021, 30th July, 2021, 12th November 2021 and 10th February, 2022. The Minutes of the Meetings of the Audit Committee are discussed and taken note by the board of directors.

The Statutory Auditor, Internal Auditor and Executive Directors are invited to the meeting as and when required.

The Composition of the Audit Committee and their attendance at the Meetings are as follows:

| Name | Designation | No. of Meetings | |
|--------------------|-------------------|-----------------|----------|
| | | Held | Attended |
| Avinash sharma | Chairman & Member | 4 | 2 |
| Hitesh Rai Makhija | Member | 4 | 2 |
| Mrs. Anju Sharma | Member | 4 | 4 |
| Mr. Achal Kapoor | Chairman & Member | 4 | 2 |
| Mr. Ish Sadana | Member | 4 | 2 |

** During the year under review Audit committee has been reconstituted for the appointment and resignation of independent director.*

Nomination and Remuneration Committee

The policy formulated under Nomination and Remuneration Committee are in conformity with the requirements as per provisions of sub-Section (3) of Section 178 of Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company had Constituted Nomination and Remuneration Committee to decide and fix payment of remuneration and sitting fees to the Directors of the Company as per provisions u/s 178 of the Companies Act, 2013.

The terms of reference of the remuneration committee in brief pertain to inter-alia, determining the Companies policy on and approve specific remuneration packages for executive director (s)/Manager under the Companies Act, 2013 after taking in to account the financial position of the Company, trend in the industry, appointees qualification, experience, past performance, interest of the Company and members.

This Nomination & Remuneration committee will look after the functions as enumerated u/s 178 of the Companies Act, 2013. This Committee has comprises three independent directors as members out of which one member is chairman of the committee.

The Nomination and Remuneration Committee met Two (2) time during the financial year 2021-22. The meetings of Nomination and Remuneration Committee were held on 23rd July, 2021 and 12th November, 2021.

The Minutes of the Meetings of the Nomination and Remuneration Committee are discussed and taken note by the board of directors.

The Statutory Auditor, Internal Auditor and Executive Directors are invited to the meeting as and when required.

The Composition of the Nomination and Remuneration Committee and their attendance at the Meetings are as follows:

| Name | Designation | No. of Meetings | |
|--------------------|-------------------|-----------------|----------|
| | | Held | Attended |
| Avinash sharma | Chairman & Member | 2 | 1 |
| Hitesh Rai Makhija | Member | 2 | 1 |
| Mrs. Anju Sharma | Member | 2 | 2 |
| Mr. Achal Kapoor | Chairman & Member | 2 | 1 |
| Mr. Ish Sadana | Member | 2 | 1 |

** During the year under review Nomination and remuneration committee has been reconstituted for the appointment and resignation of independent director.*

Stakeholder's Relationship Committee

The scope of the Stakeholders' Relationship Committee is to review and address the grievance of the shareholders in respect of share transfers, transmission, non-receipt of annual report, non-receipt of dividend etc, and other related activities. In addition, the Committee also looks into matters which can facilitate better investor's services and relations.

In compliance with the provisions of Section 178 of the Companies Act, 2013 and the provisions of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015, the Company has an independent Stakeholders' Relationship Committee to consider and resolve grievances of the Shareholders/Investors. This Committee has comprises three independent directors as members out of which one member is chairman of the committee.

The Stakeholder's Relationship Committee met Two (2) time during the financial year 2021-22. The meetings of Stakeholder's Relationship Committee were held on on 23rd July, 2021 and 12th November, 2021.

The Minutes of the Meetings of the Stakeholders' Relationship Committee are discussed and taken note by the board of directors.

The Statutory Auditor, Internal Auditor and Executive Directors are invited to the meeting as and when required.

The Composition of the Stakeholders' Relationship Committee and Their Attendance at the Meetings are as follows:

| Name | Designation | No. of Meetings | |
|--------------------|-------------------|-----------------|----------|
| | | Held | Attended |
| Avinash sharma | Chairman & Member | 2 | 1 |
| Hitesh Rai Makhija | Member | 2 | 1 |
| Mrs. Anju Sharma | Member | 2 | 2 |
| Mr. Achal Kapoor | Chairman & Member | 2 | 1 |

| | | | |
|----------------|--------|---|---|
| Mr. Ish Sadana | Member | 2 | 1 |
|----------------|--------|---|---|

* During the year under review committee has been reconstituted for the appointment and resignation of independent director.

Shareholders Meetings

There were one meeting of shareholders held during the financial year 2021-22 Annual General Meeting 30th September, 2021.

AUDITORS

Statutory Auditor

At the meeting held on September 03,2022, the Board of Directors has recommended the appointment of **M/s V S S B & Associates , Chartered Accountants (FRN - 121356W)** as Statutory Auditors of the Company in place of retiring auditor M/s V.N. Purohit & Co., Chartered Accountants, to hold office from the Conclusion of this Annual General Meeting until the Conclusion of 44th AGM on remuneration to be fixed by the Board of Directors , subject to the approval of Members.

□ Statutory Auditors Reports

The Statutory Auditors have given an audit report for financial year 2021-22, are given in "Annexure D" of this report.

□ Statutory Auditors Observations

The Notes on financial statement referred to in the Auditors' Report are self-explanatory. The Auditor's Report does not contain any qualifications, reservations, adverse remarks or disclaimer.

Secretarial Auditors

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company has appointed **M/sG Aakash & Associates** to undertake the Secretarial Audit of the Company for the Financial Year 2021-22.

□ Secretarial Auditors Reports

The Secretarial Auditors have given Secretarial audit report in Form MR-3 for financial year 2021-22, are given in "Annexure C" of this report.

□ Secretarial Auditors Observations

The Report are self-explanatory. The Auditor's Report does not contain any qualifications, reservations, adverse remarks or disclaimer

Internal Auditors

Pursuant to the provision of Section 138 of the Companies Act, 2013 has mandated the appointment of Internal Auditor in the Company. Accordingly, the Board had appointed M/s S.K. Goel & Associates, Chartered Accountants, as the Internal Auditors of the Company for the financial year 2021-22.

□ Internal Auditors Reports

The Internal Auditors have placed their internal audit report to the company.

□ Internal Auditors Observations

Internal Audit Report was self explanatory and need no comments.

SIGNIFICANT AND MATERIAL ORDERS

There is no Significant Material order Passed during the Year.

PARTICULARS OF CONTRACT OR ARRANGEMENT MADE WITH RELATED PARTIES UNDER SECTION 188 OF THE COMPANIES ACT, 2013

The transactions entered with related parties during the year under review were on Arm's Length basis and in the ordinary course of business. The provisions of Section 188 of the Companies Act, 2013 are therefore, not attracted. All related party transactions were approved by the Audit Committee and the Board. The relevant information regarding related party transactions has been set out in Note No. 24 of the Financial Statements for the financial year ended 31.03.2022.

EXTRACT OF ANNUAL RETURN

In accordance with Section 134(3)(a) of the Companies Act, 2013, the annual return of the company for the year will be available on the website of the company <http://quasarindia.in/investors/>.

DEMATERIALISATION OF SHARES

The Company has connectivity with NSDL & CDSL for dematerialization of its equity shares. The ISIN- INE855P01033 has been allotted for the Company. Therefore, the matter and/or investors may keep their shareholding in the electronic mode with their Depository Participates. 95.88% of the Company's Paid-up Share Capital is in dematerialized form and balance 4.12% is in physical form as on 31st March, 2022.

DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/ WHISTLE BLOWER POLICY FOR DIRECTORS AND EMPLOYEES

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 of the company has adopted a vigil mechanism policy. The aim of the policy is to provide adequate safeguards against victimization of whistle blower who avails of the mechanism and also provide direct access to the Chairman of audit Committee, in appropriate and exceptional cases. Accordingly, 'Whistle Blower Policy' has been formulated with a view to provide a mechanism for the Directors and employees of the Company to approach the Ethics Counselor or the Chairman of the audit Committee of the Company.

The purpose of this policy is to provide a framework to promote responsible and secure whistle blowing. It protects employees willing to raise a concern about irregularities within the Company. This policy is also posted on the website of the company.

CODE OF CONDUCT

The Board of Directors has approved a Code of Conduct which is applicable to members of the Board and all employees in the course of day to day business operations of the company. The Code has been placed on the Company's website www.quasarindia.in. The Code lays down the standard procedure of business conduct which is expected to be followed by the directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2021-22:

- No of complaints received : 0
- No of complaints disposed off : N.A.

HUMAN RESOURCES

People remain the most valuable asset of your Company. Your Company follows a policy of building strong teams of talented professionals. Your Company continues to build on its capabilities in getting the right talent to support different products and geographies and is taking effective steps to retain the talent. It has built an open, transparent and meritocratic culture to nurture this asset.

The Company recognizes people as its most valuable asset and The Company has kept a sharp focus on Employee Engagement. The Company's Human Resources is commensurate with the size, nature and operations of the Company.

DISCLOSURE OF FRAUDS IN THE BOARD'S REPORT UNDER SECTION 143 OF THE COMPANIES ACT, 2013

During the year under review, your Directors do not observe any transactions which could result in a fraud. Your Directors hereby declares that the Company has not been encountered with any fraud or fraudulent activity during the Financial Year 2021-22.

OTHER DISCLOSURES

Your Directors state that during the financial year 2021-22:

- The Company did not issue any equity shares with differential rights as to dividend, voting or otherwise.
- The Company did not issue any Sweat Equity shares.
- The Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.

COMPLIANCE

The Company has complied and continues to comply with all the applicable regulations, circulars and guidelines issued by the Ministry of Corporate Affairs (MCA), Stock Exchange(s), Securities and Exchange Board of India (SEBI) etc.

SECRETARIAL STANDARDS OF ICSI

Pursuant to the approval by the Central Government to the Secretarial Standards specified by the Institute of Company Secretaries of India on April 10, 2015, the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) came into effect from July 01, 2015. Thereafter, Secretarial Standards were revised with effect from October 01, 2017. The Company is in compliance with the Secretarial Standards.

CORPORATE SOCIAL RESPONSIBILITY

The provision of Companies Act, 2013 regarding Corporate Social Responsibility shall not be applicable to companies having net worth not exceeding ₹ 500 Cr or turnover not exceeding ₹ 1,000 Cr or net profit not exceeding ₹ 5 Cr or more during any financial year, as on the last date of previous financial year. In this connection, we wish to inform you that in respect of our company as on the last audited balance sheet as at March 31, 2020 neither the net worth exceeds ₹ 500 Cr nor turnover exceeds ₹ 1,000 Cr nor net profit exceeding ₹ 5 Cr. Hence, the provisions of Companies Act, 2013 regarding Corporate Social Responsibility would not be applicable.

CAUTIONARY NOTE

The statements forming part of the Board's Report may contain certain forward looking remarks within the meaning of applicable securities laws and regulations. Many factors could cause the actual results, performances or achievements of the Company to be materially different from any future results, performances or achievements that may be expressed or implied by such forward looking statements.

ACKNOWLEDGEMENT

The Board expresses its sincere gratitude to the shareholders, bankers and clients for their continued support. The Board also wholeheartedly acknowledges with thanks the dedicated efforts of all the staff and employees of the Company.

For and on behalf of the Board of Directors of
Quasar India Limited

Date: 03.09.2022
Place: New Delhi

Sd/-
Harish Kumar
Director
DIN: 02591868

Sd/-
Anju Sharma
Director
DIN:02591877

Annexure A

PARTICULAR OF EMPLOYEES AND RELATED DISCLOSURES

INFORMATION UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- i) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year: **NIL**

Remuneration was paid to directors during the year under review except the sitting fees.

- ii) The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary or Manager, if any, in the Financial Year: **NIL**
- iii) The percentage increase in the median remuneration of employees in the financial year: **NIL**
- iv) the number of Permanent employees on the rolls of the company : **Two**
- v) average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: **NIL**
- vi) Affirmation that the remuneration is as per the remuneration policy of the company: **It is hereby affirmed that the remuneration paid during the year is as per the Remuneration Policy of the Company**

DISCLOSURE UNDER RULE 5 (2) & (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OR MANAGERIAL PERSONNEL) RULES, 2014

There is directors/employees in the Company for which disclosure have to be made under the provisions of Rule 5 (2) & (3) of the Companies (Appointment and Remuneration or Managerial Personnel) Rules, 2014.

- A. Names of top ten employees in terms of remuneration drawn during the financial year 2021-22:

(in ₹)

| Name & Designation | Age (In Years) | Remuneration Received | Nature of Employment (Contractual or otherwise) | Qualification & Experience | Date of commencement of Employment | Last Employment | %of Equity Share held | Whether Related to Director or Manager |
|--------------------|----------------|-----------------------|---|----------------------------|------------------------------------|-----------------|-----------------------|--|
| Hairsh Kumar | 40 | 573095/- | CEO& CFO | Graduate | 14/02/2018 | - | - | - |

Annexure B

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENT

The year witnessed a highly dynamic situation of our country; India must be consistent in regaining its position as a leading emerging market investment destination. This can only be possible if consistency and clarity is in our policies. In anticipation of the election results the equity markets have created an all time high and currency markets are buoyant but investors (private and foreign) are waiting for stability of governance. They will see policy actions before committing long term capital to India. Basically, India is experiencing a difficult economic situation on the growth, asset quality, inflation and fiscal deficit fronts. Growth estimation graph shows bottomward trends but recovery is predicated upon clarity of policy matters and decision making by the Government. Both of the factors are out of the control of private enterprises.

The past year has been a challenging year for our Industry with lots of ups and downs. In spite of the above, the industry has been able to maintain its steady performance during the year under review. The Fabrics/Textile Industry has played a key role in the country's progress over the years and the situation is likely to gain momentum in the times ahead. The Industry continues to hold a dominant position in country's economic structure because of its huge contribution towards employment generation.

Your Company's performance for the year 2021-22 has to be viewed in the context of aforesaid economic and market environment.

OPPORTUNITIES

The sector uses the loans for various business activities ranging from the business of hire Purchase Company and to acquire, to provide on all type hire purchase basis of industrial and official plant, equipment machinery, vehicles, Agriculture, Handicrafts, Trading, Services, Shops, Livestock, and Production to others. As banks are unable to appraise the credit requirements of the micro and small businesses they are unable to extend credit facilities with collateral security. The banking system will not be able to meet this demand and a wide gap exists giving the Company an opportunity to grow in its financing of Small Business/ Industrial Loans.

There is confidence of a revival in global the economic outlook in the coming years though this view is not presently supported by economic fundamentals driven by higher economic growth in the advance economies and constrained by moderate growth in emerging markets.

A 'Make in India' campaign has been veiled by the Prime Minister. The Make in India' scheme also puts in place the systems to address in a timely manner queries of potential investors. At present, the Government of India allows 100% Foreign Direct Investment (FDI) under the automatic route in the textile sector, subject to all applicable regulations and laws, which effectively backs the Make in India program for the textile and garment industry. Under the 'Make in India' initiative, investment opportunities for foreign companies and entrepreneurs are available across the entire value chain of synthetics, value-added and specialty fabrics, fabric

processing set-ups for all kinds of natural and synthetic textiles, technical textiles, garments, and retail brands.

Changes in China's Textile Policy severely affected the country's export to that country. In spite of the above, we are of the firm opinion that the future of the Textile Industry is quite promising. We hope that with the recoveries in economies of U.S.A and European Union will propel the growth of the Textile Industry. Ever growing retailing sector and increased purchasing power of both urban and rural people are still present in the economy and will lead to the growth of the Industry. The shifting of orders from China to India, due to various favourable factors will also help the Industry to increase its global share.

THREATS

Major threat faced by Quasar India Limited would be circumstances of not being able to raise funds for its future business operations.

SEGMENT-WISE PERFORMANCE

The substantial part of the revenue of the Company is from two segment, currently engaged in a two segment i.e. Trading in Fabrics and Trading in Metal. Details of performance have been provided in the Directors' Report.

OUTLOOK

Quasar India Limited expects to improve its performance in financial year 2021-22 and hopes to grow at rate faster than the growth of bank credit. The approach would be to continue with the growth momentum while balancing risk.

RISK MANAGEMENT

Risk Management is an integral part of our Company's business strategy. A dedicated team is a part of the management processes governed by the senior management team. This team reviews compliance with risk policies, monitors risk tolerance limits, reviews and analyzes risk exposure related to specific issues and provides oversight of risk across the organization. The team nurtures a healthy and independent risk management function to avoid any kind of misappropriations in the Company. As part of the Risk Management framework, the management of Credit Risk, Market Risk, Operational Risk and Fraud Risk are placed under the Head - Risk. The Credit Risk management structure includes separate credit policies and procedures for various businesses. The risk policies define prudential limits, portfolio criteria, exceptional approval metrics, etc. and cover risk assessment for new product offerings. Concentration Risk is managed by analyzing counter-party, industry sector, geographical region, single borrower and borrower group. Retail Finance credit approval is based on product / programs and monitoring is primarily done at the portfolio level across products and programs. Causal analysis is carried out and corrective actions are implemented on key risk indicators. A Senior Management oversight committee meets periodically to review the operational risk profile of the organization. Fraud risks are mitigated through a fraud risk management team.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company's internal control system is designed to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance with laws and regulations. The internal control system is supported by an internal audit process for reviewing the adequacy and efficiency of the Company's internal controls, including its systems and processes and compliance with regulations and procedures. Internal Audit Reports are discussed with the Management and are reviewed by the Audit Committee of the Board

which also reviews the adequacy and effectiveness of the internal controls in the Company. The Company's internal control system is commensurate with the size, nature and operations of the Company.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED:

We recognize people as our most valuable asset and we have built an open, transparent and meritocratic culture to nurture this asset. Talent Management is a key people planning tool that provides an integrated means of identifying, selecting, developing and retaining top talent within our Organization. Attrition has been managed well and has been below industry benchmarks. Quasar India Limited has kept a sharp focus on Employee Engagement. We follow 360 degree feedback to ensure the satisfaction of our people. We have a strong system of grievance handling too. No concern of our people goes without addressing. We strive for excellence by thriving on Quasar India's positivity.

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022
[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,

QUASAR INDIA LIMITED
CIN: L67190DL1979PLC009555
305, IIIrd Floor, Aggarwal Plaza,
Sector-14, Rohini, New Delhi-110085

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **March 31, 2022** (Audit Period) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter along with **Annexure-A** attached to this report.

- I. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **March 31, 2022** according to the provisions of:
 - i. The Companies Act, 2013 (the Act) and the rules made thereunder;
 - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB); **(Not applicable to the Company during the Audit Period)**
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011
 - b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended till date;
 - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;**(Not applicable to the Company during the Audit Period)**;
 - e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not applicable to the Company during the Audit Period)**;
 - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit Period)**;
 - g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit Period)**;
 - i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the Company during the Audit Period)**;
- vi. Other Laws applicable to the Company:-

We have examined the framework, processes, and procedures of compliances of laws applicable on the Company in detail. We have examined reports, compliances with respect to applicable laws on test basis.

Other Miscellaneous and state laws.

- a) Income Tax Act, 1961;
- b) Goods and Services Tax Act, 2017

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

- a) Secretarial Standards issued by The Institute of Company Secretaries of India;
- b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time and the Listing Agreements entered into by the Company with BSE Limited (BSE).
- c) During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, and Guidelines to the extent applicable, Standards, etc. mentioned above.

As per Regulation 15(2) of SEBI (LODR) Regulations, 2015, the compliances with the corporate governance provisions as specified in Reg. 17 to 27 and Clause (b) to (i) of Regulation 46(2) and Para C, D, E of Schedule V for Corporate Governance do not apply to this Listed Entity as the Paid-up share capital of the Listed Entity is Rs.5,35,25,000/- (i.e. less than Rs. 10 Crore) and Net Worth is Rs. 5,51,71,960/- (i.e. less than Rs. 25 Crores) as on the last day of the previous financial year. During the audit, we observed that the company is voluntarily complying the provisions to the extent possible as a part of good corporate governance practice.

Based on the information received and records maintained, we further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive, Non-Executive, women 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.
2. Adequate notice of at least seven days was given to all directors to schedule the Board Meetings along with agenda and detailed notes on agenda and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting in compliance of the Act.
3. Majority decision is carried through and recorded in the minutes of the Meetings. Further as informed, no dissent was given by any director in respect of resolutions passed in the board and committee meetings.

Based on the compliance mechanism established by the company and on the basis of the Compliance Certificate (s) placed and taken on record by the Board of Directors at their meeting (s), 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.

We further report that during the audit period the company has not incurred any specific event / action that can have major bearing on the company's affairs in pursuance of above referred laws, rules, regulations; guidelines, standards etc.

**ForG AAKASH& ASSOCIATES
COMPANY SECRETARIES**

**AAKASH GOEL
(PROP.)
M. NO.: A57213
CP NO.:21629
UDIN: A057213D000559638**

**Date: 04.07.2022
Place: Haryana**

ANNEXURE-A

To,

The Members,

QUASAR INDIA LIMITED
CIN: L67190DL1979PLC009555
305, IIIrd Floor, Aggarwal Plaza,
Sector-14, Rohini, New Delhi-110085

Sub: Our Secretarial Audit for the Financial Year ended March 31, 2022 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. We believe that the processes and practices, we followed provide a reasonable basis to our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules, and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of the procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For G AAKASH & ASSOCIATES
COMPANY SECRETARIES

AAKASH GOEL
(PROP.)
M. NO.: A57213
CP NO.: 21629
UDIN: A057213D000559638

Date: 04.07.2022
Place: Haryana

ANNEXURE-A

Annexure D

Independent Auditor's Report

To
The members of
Quasar India Limited

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **QUASAR INDIA LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2022, the statement of profit and loss, statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and explanations given to us, the aforesaid 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 accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2022, and the **net loss** (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit 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 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 ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

| S.No. | Key audit matters | Auditor's response |
|-------|--|---|
| | <u>Revenue from operations</u> | |
| (i) | According to Ind AS 115, revenue to be recognized on satisfaction of performance obligation and transfer of control pertaining to goods. | Our audit procedure included the following- <ul style="list-style-type: none"> • We assessed the company's process to consider the time of transfer of control of goods. • We performed year end cut off procedures to determine whether revenues are recorded in the correct period. • We used assessment of overall control environment relevant for measurement of revenue. • We performed testing of journals, with particular focus on manual adjustment to revenue account, to mitigate the risk of manipulation of revenue and profit figures. |
| (ii) | Determination of transaction price for measurement of revenue according to Ind AS 115. | |

Information other than the financial statements and Auditor's Report Thereon

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

The Company's board of directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the IndAS and the other accounting principles generally accepted in India. 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 are operating effectively for insuring 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 misstatements, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain a reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our 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 due to fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ('the Order'), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure A**, a statement on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss, statement of changes in equity and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Indian accounting standards specified under Section 133 of the Act;
 - e. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure-B**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact, if any of pending litigations on its financial position, in its financial statements (Refer Note 28 of financial statements).

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. The Company is not required to transfer any amount to the Investor Education and Protection Fund.
- iv. (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. No Dividend paid or declared by the company during the period covered by this report.
- vi. In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its director during the current financial year is in accordance with the provision of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act.

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

O.P. Pareek
Partner
Membership No. 014238
UDIN: **22014238AJRUSI9729**

New Delhi, the 26th day of May, 2022

ANNEXURE- A TO THE AUDITOR'S REPORT

The Annexure referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date to the members of **QUASAR INDIA LIMITED**(the Company) for the year ended on 31st March 2022.

- (i) (a) (A) As per information and explanation given to us, the company is maintaining proper records showing full particulars, including quantitative details and situation of the Property, plant and equipment;
- (B) As per information and explanation given to us, the company does not have any Intangible asset hence the requirement of provision of sub clause (i)(a)(B) of para 3 of the order are not applicable;
- (b) As per information and explanation given to us, physical verification of the Property Plant and equipment has been conducted at regular interval in a year by the management and no material discrepancies were noticed during the course of verification;
- (c) According to information and explanation given to us, the company does not hold any immovable property during the year dealt with by this report. Accordingly, requirement of the provision of sub-clause (i)(c) of para 3 of the order are not applicable;
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year. Accordingly, the provision of sub-clause (i)(d) of para 3 of the order are not applicable;
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder. Accordingly, the provision of sub- clause (i)(e) of para 3 of the order are not applicable.
- (ii) (a) As per information and explanation given to us, physical verification of inventory has been conducted at a reasonable interval in a year by the management and no material discrepancies were noticed during the course of verification;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not taken any working capital loan during the period covered by this report. Accordingly, the provision of sub-clause (ii)(b) of para 3 of the order are not applicable.
- (iii) As per information and explanation given to us, the companies have granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnership or any other parties during the year.
- (a) A. According to the information and explanations given to us, the Company does not have any subsidiaries, associates and joint ventures. Accordingly, the provisions of sub-clause (iii)(a)(A) of para 3 of the order are not applicable.
- B. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has granted loans to parties other than subsidiaries, joint ventures and associates aggregate amount of which is Rs. 2,12,95,205 and balance outstanding of such loan as at 31st March 2022 amounting to Rs. 3,47,26,590;
- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the terms and conditions of the loans given are, prima facie, not prejudicial to the interest of the Company;

- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, the repayment of principal and payment of interest has been stipulated and the repayments or receipts have been regular;
- (d) According to the information and explanations provided to us there is no loan overdue amount for more than ninety days in respect of loans given;
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan given falling due during the year, which has been renewed or extended or fresh loans given to settle the over dues of existing loans given to the same party;
- (f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not given loans on repayable on demand or without specifying any terms or period of repayment. No amount out of such loans have been granted to promoters related parties as defined in clause (76) of Section 2 of the Companies Act, 2013;
- (iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has complied with any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has complied with the requirement of provision of section 186 of the Companies Act, 2013 to the extent as applicable to it;
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, the provision of sub clause (v) of para 3 of the order are not applicable;
- (vi) According to information and explanations given to us, the Company is not liable to maintain cost records as prescribed under section 148(1) of the Companies Act, 2013;
- (vii) (a) According to information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including income-tax and any other applicable statutory dues to the appropriate authorities and there are no outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable;
- (b) According to information and explanations given to us, there are no outstanding statutory dues on part of the Company which is not deposited on account of any dispute;
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not borrowed any loans during the period covered by this report. Accordingly the provision of sub clause (ix)(a) of para 3 are not applicable;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority;
- (c) According to the information and explanations given to us by the management, the company has not obtained any term loans. Accordingly, the provisions of sub clause (ix)(c) of para 3 of the order are not applicable;
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that funds have been utilized for the purpose for which it is raised by the Company;

- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company does not have any subsidiaries as defined under the Companies Act, 2013. Accordingly, the provisions of sub clause (ix)(e) of para 3 of the order are not applicable;
- (f) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company does not have any subsidiaries as defined under the Companies Act, 2013. Accordingly, the provisions of sub clause (ix)(f) of para 3 of the order are not applicable;
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, the provision of sub clause (x)(a) of para 3 of the order are not applicable;
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provision of sub clause (x)(b) of para 3 of the order are not applicable;
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit;
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed in Form ADT-4 by us as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year while determining the nature, timing and extent of our audit procedures.
- (xii) According to the information and explanation given to us and on the basis of our information and explanation of the records of the company is not a Nidhi Company hence the provisions of sub clause (xii) of para 3 of the order are not applicable;
- (xiii) According to information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 wherever applicable and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards;
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business;
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit;
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of sub clause (xvi)(a) of para 3 of the order are not applicable;
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of registration from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the requirement of provision of sub clause (xvi)(c) of para 3 of the order are not applicable;

(d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of provision of sub clause (xvi)(d) of para 3 of the order are not applicable.

- (xvii) The Company has not incurred cash losses during the current financial year but loss incurred in previous financial year is Rs. 6,98,598.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, provision of sub clause (xviii) of para 3 of the order are not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- (xx) According to the information and explanations given to us, provisions of Corporate Social Responsibility (CSR) specified in section 135 read with schedule VII of Companies Act are not applicable upon the company.
- (xxi) According to the information and explanations given to us, we report that the Company does not have any subsidiaries as defined under the Companies Act, 2013. Accordingly the provisions of sub clause (xxi) of para 3 the order are not applicable.

Signed for the purpose of identification

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

O.P. Pareek
Partner
Membership No. 014238
UDIN: **22014238AJRUSI9729**

New Delhi, the 26th day of May, 2022

ANNEXURE- B TO THE AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub- section (3) of Section 143 of the Companies Act, 2013

We have audited the internal financial controls over financial reporting of **QUASAR INDIA LIMITED** as on 31st March 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Opinion

In our opinion, the Company has, in all material aspects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on “the internal financial controls over financial reporting criteria 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”.

Management's Responsibility for the Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the Guidance Note) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material aspects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidences we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that: -

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and the receipt and expenditures of the Company are being only in accordance with authorizations 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.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

O.P. Pareek
Partner
Membership No. 014238
UDIN: **22014238AJRUSI9729**

New Delhi, the 26th day of May, 2022

QUASAR INDIA LIMITED
CIN: L67190DL1979PLC009555

BALANCE SHEET AS AT 31ST MARCH 2022

(Rs. in '000')

| Particulars | Notes | As at 31st March 2022 | As at 31st March 2021 |
|--|-------|--------------------------|--------------------------|
| ASSETS | | | |
| Non- current assets | | | |
| Property, plant and equipment | 3 | 20.03 | 37.65 |
| Financial assets | | | |
| Loans | 4 | 34,726.58 | 43,852.21 |
| Deferred tax assets (net) | 5 | 817.93 | 624.33 |
| Current Assets | | | |
| Inventories | 6 | - | 6,581.00 |
| Financial assets | | | |
| Trade receivables | 7 | 1,632.25 | 416.86 |
| Cash and cash equivalents | 8 | 357.33 | 744.92 |
| Bank balances other than cash and cash equivalents | 9 | - | 18.00 |
| Other financial assets | 10 | - | 1,335.52 |
| Current tax assets (net) | | 399.38 | 594.90 |
| Other current assets | 11 | 15,504.92 | 3,238.36 |
| Total | | 53,458.42 | 57,443.75 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Equity share capital | 12 | 53,525.00 | 53,525.00 |
| Other equity | 13 | (174.98) | 1,646.96 |
| Liabilities | | | |
| Current liabilities | | | |
| Financial liabilities | | | |
| Trade payables | | | |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 14 | - | 2,074.07 |
| Other financial liabilities | 15 | 90.70 | 190.52 |
| Other current liabilities | 16 | 17.70 | 7.20 |
| Total | | 53,458.42 | 57,443.75 |

Notes to the financial statements 1-38

The accompanying notes form an integral part of the financial statements.
As per our report of even date

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

For and on behalf of the Board of Directors of
QUASAR INDIA LIMITED

O.P Pareek
Partner
Membership No. 014238
UDIN: - 22014238AJRUSI9729
New Delhi, the 26th day of May, 2022

Harish Kumar
Director, CEO & CFO
DIN : 02591868
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

Anju Sharma
Director
DIN: 02591877
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

Alok Nath Singh
Company Secretary
PAN: DKXPS8806N

QUASAR INDIA LIMITED
CIN: L67190DL1979PLC009555

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

(Rs. in '000')

| Particulars | Notes | For the year ended on 31st March 2022 | For the year ended on 31st March 2021 |
|---|-------|--|--|
| REVENUE | | | |
| Revenue from operations | 17 | 46,552.61 | 63,824.75 |
| Other income | 18 | 4,064.11 | 1,240.98 |
| Total Revenue (I) | | 50,616.72 | 65,065.73 |
| EXPENSES | | | |
| Purchases of stock in trade | 19 | 39,645.41 | 69,784.64 |
| Change in inventories of finished goods | 20 | 6,581.00 | (6,581.00) |
| Employee benefit expense | 21 | 986.39 | 770.96 |
| Finance costs | 22 | 154.62 | 274.58 |
| Depreciation | 3 | 17.61 | 38.70 |
| Other expenses | 23 | 5,247.24 | 1,515.13 |
| Total Expenses (II) | | 52,632.27 | 65,803.01 |
| Profit/ (loss) before exceptional items and tax (I-II) | | (2,015.55) | (737.28) |
| Exceptional items | | - | - |
| Profit/ (loss) before tax | | (2,015.55) | (737.28) |
| Tax expense | | | |
| Current tax | | - | - |
| Deferred tax | | 193.61 | 608.41 |
| Profit/ (loss) after tax (III) | | (1,821.94) | (128.87) |
| OTHER COMPREHENSIVE INCOME | | | |
| Total other comprehensive income (IV) | | - | - |
| Total comprehensive income (III+IV) | | (1,821.94) | (128.87) |
| Earning per equity share (EPS) | | | |
| [nominal value of share Rs. 10] | | | |
| Basic (in Rupees) | | (0.34) | (0.02) |
| Diluted (in Rupees) | | (0.34) | (0.02) |
| Notes to the financial statements | 1-38 | | |

The accompanying notes form an integral part of the financial statements.
As per our report of even date

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

For and on behalf of the Board of Directors of
QUASAR INDIA LIMITED

O.P Pareek
Partner
Membership No. 014238
UDIN: - 22014238AJRUSI9729
New Delhi, the 26th day of May, 2022

Harish Kumar
Director, CEO & CFO
DIN : 02591868
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

Anju Sharma
Director
DIN: 02591877
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

Alok Nath Singh
Company Secretary
PAN: DKXPS8806N

QUASAR INDIA LIMITED
CIN: L67190DL1979PLC009555

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2022

(Rs. in '000')

| <u>Particulars</u> | <u>For the year ended on 31st March 2022</u> | <u>For the year ended on 31st March 2021</u> |
|---|--|--|
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net profit/ (loss) before tax and after exceptional items | (2,015.54) | (737.28) |
| <u>Adjustments for items: -</u> | | |
| Interest received | (4,008.82) | (1,237.18) |
| Allowance for credit impaired/expected credit loss | 1,279.77 | - |
| Depreciation | 17.61 | 38.70 |
| Balances written off | 3,288.11 | - |
| Finance cost | 154.62 | 274.58 |
| Operating profit before working capital changes | (1,284.25) | (1,661.18) |
| <u>Working capital adjustments: -</u> | | |
| (Increase)/ decrease in trade receivables | (1,215.39) | 22,655.13 |
| (Increase)/ decrease in inventories | 6,581.00 | (6,581.00) |
| (Increase)/ decrease in other financial assets | 1,335.52 | 1,922.39 |
| (Increase)/ decrease in other current assets | (12,266.56) | (3,101.53) |
| Increase/ (decrease) in other financial liabilities | (99.82) | 99.72 |
| Increase/ (decrease) in trade payables | (2,074.07) | (29,770.88) |
| Increase/ (decrease) in other current liabilities | 10.50 | 1.00 |
| Increase/ (decrease) in other Bank Balances | 18.00 | (18.00) |
| Cash generated from operations | (8,995.07) | (16,454.35) |
| Direct taxes paid | 195.54 | (12.32) |
| Net cash flow from operating activities (A) | (8,799.54) | (16,466.67) |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| (Loans advanced)/ loan recovered | 4,557.75 | 15,501.14 |
| Interest received | 4,008.82 | 1,237.18 |
| Net cash flow from investing activities (B) | 8,566.57 | 16,738.32 |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Finance cost | (154.62) | (274.58) |
| Net cash flow from financing activities (C) | (154.62) | (274.58) |
| Net cash flow during the year (A + B + C) | (387.59) | (2.93) |
| Add: Opening cash and cash equivalents | 744.92 | 747.85 |
| Closing cash and cash equivalents | 357.33 | 744.92 |
| Components of cash and cash equivalents | | |
| Cash on hand | 81.08 | 455.17 |
| Balance with banks | 276.25 | 289.75 |
| Total cash and cash equivalents (Note 8) | 357.33 | 744.92 |

Notes to the financial statements 1-38

The accompanying notes are an integral part of the financial statements.
As per our report of even date

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

**For and on behalf of the Board of Directors of
QUASAR INDIA LIMITED**

O.P Pareek
Partner
Membership No. 014238
UDIN: - 22014238AJRUSI9729

Harish Kumar
Director, CEO & CFO
DIN : 02591868
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

Anju Sharma
Director
DIN: 02591877
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

New Delhi, the 26th day of May, 2022

Alok Nath Singh
Company Secretary
PAN: DKXP58806N

QUASAR INDIA LIMITED
CIN: L67190DL1979PLC009555

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31ST MARCH 2022

(Rs. in '000')

A. Equity Share Capital

Current reporting period

| Balance as at 1st April 2021 | Changes in equity share capital due to prior period errors | Restated balance as at 1st April 2021 | Changes in equity share capital during the year | Balance as at 31st March 2022 |
|------------------------------|--|---------------------------------------|---|-------------------------------|
| 53,525.00 | - | 53,525.00 | - | 53,525.00 |

Previous reporting period

| Balance as at 1st April 2020 | Changes in equity share capital due to prior period errors | Restated balance as at 1st April 2020 | Changes in equity share capital during the year | Balance as at 31st March 2021 |
|------------------------------|--|---------------------------------------|---|-------------------------------|
| 53,525.00 | - | 53,525.00 | - | 53,525.00 |

B. Other Equity

(Rs. in '000')

Current reporting period

| Particulars | Reserves & Surplus | Total |
|---|--------------------|-----------------|
| | Retained earnings | |
| Balances as at 1st April 2021 | 1,646.96 | 1,646.96 |
| Changes in accounting policy or prior period errors | - | - |
| Restated balances as at 1st April 2021 | 1,646.96 | 1,646.96 |
| Total comprehensive income | (1,821.94) | (1,821.94) |
| Balances as at 31st March 2022 | (174.98) | (174.98) |

Previous reporting period

| Particulars | Reserves & Surplus | Total |
|---|--------------------|-----------------|
| | Retained earnings | |
| Balances as at 1st April 2020 | 1,775.83 | 1,775.83 |
| Changes in accounting policy or prior period errors | - | - |
| Restated balances as at 1st April 2020 | 1,775.83 | 1,775.83 |
| Total comprehensive income | (128.87) | (128.87) |
| Balances as at 31st March 2021 | 1,646.96 | 1,646.96 |

Notes to the financial statements

1-38

The accompanying notes are an integral part of the financial statements
In terms of our report attached

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. No. 304040E

For and on behalf of the Board of Directors of
QUASAR INDIA LIMITED

O.P Pareek
Partner
Membership No. 014238
UDIN: - 22014238AJRUSI9729

Harish Kumar
Director, CEO & CFO
DIN : 02591868
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara Bhajan pura
Delhi - 110053

Anju Sharma
Director
DIN: 02591877
H. No. 608/8 Krishna ST No. 9
Maujpur, Shahdara
Delhi - 110053

New Delhi, the 26th day of May, 2022

Alok Nath Singh
Company Secretary
PAN: DKXPS8806N

QUASAR INDIA LIMITED

CIN: L67190DL1979PLC009555

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2022

1 Corporate Information:

Quasar India Limited (bearing CIN L67190DL1979PLC009555) was incorporated on April 18, 1979 under the Companies Act, 1956 with the Registrar of Companies, NCT of Delhi & Haryana. The Company is currently engaged in the business of dealing and trading in all types of goods, commodities and other related materials on retail as well as on wholesale basis. The Company is listed on Bombay Stock exchange (BSE) [Script code: QUASAR].

2 Significant Accounting Policies:

2.1 Statement of Compliance:

The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015.

2.2 Basis for preparation of financial statements:

The financial statements have been prepared in historical cost basis except for certain financial instruments which are measured at fair value or amortised cost at the end which is generally based on the fair value of consideration given in exchange for goods and services. All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realisation in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months.

2.3 Use of Estimates:

The preparation of financial statements requires the management of the company to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of financial statements, disclosure of contingent liabilities as at the date of the financial statements, and the reported amounts of income and expenses during the reported period. 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.

2.4 Critical accounting estimates:

2.4.1 Income Taxes:

Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

2.4.2 Impairment of Investments:

The carrying value of investments is reviewed at cost annually, or more frequently whenever, there is indication for impairment. If the recoverable amount is less than the carrying amount, the impairment loss is accounted for.

2.4.3 Provisions:

Provisions are recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date adjusted to reflect the current best estimates.

2.4.4 Effective Interest Rate (EIR) Method:

The Company's EIR methodology, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments, restructuring and penalty interest and charges). This estimation, by nature, requires an element of judgement regarding the expected behavior and life-cycle of the instruments and other fee income/expense that are integral parts of the instrument.

2.5 Property, Plant and Equipment (PPE):

PPE are stated at actual cost less accumulated depreciation and net of impairment. The actual cost capitalized includes material cost, freight, installation cost, duties and taxes, eligible borrowing costs and other incidental expenses incurred during the construction/installation stage.

The Company has chosen the cost model for recognition and this model is applied to all class of assets. After recognition as an asset, an item of PPE is carried at its cost less any accumulated depreciation and any accumulated impairment losses.

Depreciable amount of an asset is the cost of an asset less its estimated residual value. Depreciation on PPE, including assets taken on lease, other

than freehold land is charged based on Written down method on an estimated useful life as prescribed in Schedule II to the Companies Act, 2013.

| Particulars of PPE | Useful life (in years) |
|---------------------|------------------------|
| Furniture & fixture | 10 |
| Office equipment | 5 |
| Computer | 3 |

An item of PPE is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE are determined as a difference between the sale proceeds and the carrying amount of the asset and is recognised in the profit and loss.

2.6 Revenue recognition:

Effective 1st April, 2018, the Company has applied Ind AS 115 - Revenue from Contracts with Customers. Pursuant to adoption of Ind AS 115, Revenue from contracts with customers are recognized when the control over the goods or services promised in the contract are transferred to the customer.

The amount of revenue recognized depicts the transfer of promised goods and services to customers for an amount that reflects the consideration to which the Company is entitled to in exchange for the goods or services.

2.6.1 Sales of Goods :-

Revenue from sale of goods is recognised when the control over such goods have been transferred, being when the goods are delivered to the customers. Delivery occurs when the products have been shipped or delivered to the specific location as the case may be, risks of loss have been transferred to the customers, and either the customer has accepted the goods in accordance with the sales contract or the acceptance provisions have lapsed or the Company has objective evidence that all criteria for acceptance have been satisfied. Revenue from these sales are recognized based on the price specified in the contract.

2.7 Foreign currency transactions:

Foreign currency transactions are recorded at exchange rates prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are restated into the functional currency using exchange rates prevailing on the date of balance sheet. Gains and losses arising on settlement and restatement of foreign currency denominated monetary assets and liabilities are recognised in the statement of profit or loss.

2.8 Financial Instruments:

2.8.1 Financial Assets: -

Recognition and initial measurement: -

Financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument and are measured initially a fair value adjusted for transaction cost.

Subsequent measurement: -

Financial Assets measured at Amortised Cost (AC) : Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Amortised cost is the cost of a financial asset adjusted to achieve a constant effective interest rate over the life of the financial asset.

Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI) : Financial assets are subsequently measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

Financial Assets measured Fair Value Through Profit and Loss (FVTPL) : Financial assets are subsequently measured at fair value through profit or loss unless they are measured at amortised cost or at fair value through other comprehensive income. For financial assets measured at fair value through profit and loss, all changes in the fair value are recognised in profit and loss when they occur.

De-recognition of Financial Assets : A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or Company has transferred its right to receive cash flow from the asset.

2.8.2 Financial Liabilities: -

Recognition and initial measurement: -

All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. Financial liabilities are classified as amortised cost.

Subsequent measurement: -

Subsequent to initial recognition, these liabilities are measured at Amortised cost using the effective interest rate method.

De-recognition of Financial liabilities: -

Financial liabilities are derecognized when the obligation under the liabilities are discharged or cancelled or expires. Consequently, write back of unsettled credit balances is done on closure of the concerned project or earlier based on the previous experience of Management and actual facts of each case and recognized in other Operating Revenues.

Further when an existing Financial liability is replaced by another from the same lender on substantially different terms, or the terms of existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

2.8.3 Offsetting of Financial Instrument: -

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is currently enforceable legal right to offset the recognized amounts and there is an intention to settle on net basis, to realize the assets and settle the liabilities simultaneously.

2.8.4 Impairment of Financial Assets:

Equity instruments, Debt Instruments and Mutual Fund: -

In accordance with Ind AS 109, the Company applies Expected Credit Loss model for measurement and recognition of impairment loss for Financial Assets.

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets and unbilled revenue which are not fair valued through profit or loss. Loss allowance for trade receivables and unbilled revenues with significant financing component is measured at an amount equal to 12-month ECL. For all other financial assets, expected credit losses are measured at an amount equal to the lifetime 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Company considers current and anticipated future economic conditions relating to industries the Company deals with and the countries where it operates.

The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recorded is recognized as an impairment gain or loss in condensed consolidated statement of comprehensive income.

Other Financial Assets: -

The Company determines whether there has been a significant increase in the credit risk since initial recognition and if credit risk has increased significantly, impairment loss is provided.

2.9 Cash & cash equivalents:

Cash and cash equivalents in the balance sheet comprise of cash at bank and on hand and short- term deposits with an original maturity of three months or less, 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, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

2.10 Taxation:

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid/recovered from the tax

authorities, based on estimated tax liability computed after taking credit for allowances and exemption in accordance with Income Tax Act, 1961. Current and deferred tax is recognised in profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the income taxes are recognised in other comprehensive income or directly in equity, respectively. Advance taxes and provisions for current income taxes are presented in the statement of financial position after off-setting advance tax paid and income tax provision.

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amounts. Deferred income tax is 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 utilized.

The carrying amount of deferred income tax assets is reviewed at each reporting date. Deferred tax asset/liability is measured at the tax rates that are expected to be applied to the period when the asset is realized or the liability is settled. Deferred tax assets include Minimum Alternative Tax (MAT) paid which is considered as an asset if there is probable evidence that the Company will pay normal income tax after the tax holiday period.

2.11 Earnings Per Share: -

Basic earnings/ (loss) per share are calculated by dividing the net profit/ (loss) for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for any bonus shares issued during the period and also after the Balance Sheet date but before the date the financial statements are approved by the Board of Directors.

For the purpose of calculating diluted earnings/ (loss) per share, the net profit/ (loss) for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

The number of equity shares and potentially dilutive equity shares are adjusted for bonus shares as appropriate. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.

2.12 Provision, Contingent Liabilities and Contingent Assets: -

A provision is recognised when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks

specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Assets and Contingent Liabilities are not recognized in the financial statements.

Quasar India Limited
43rd Annual Report
F. Y. 2021-22
Page No. 61

QUASAR INDIA LIMITED

CIN: L67190DL1979PLC009555

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2022

(Rs. in '000')

| 3 Property, plant and equipment (PPE) | As at 31st March 2022 | As at 31st March 2021 | | |
|--|--------------------------|--------------------------|---------------|---------------|
| Carrying amount: - | | | | |
| Furniture & fixtures | 5.99 | 8.09 | | |
| Office equipment | 9.10 | 16.57 | | |
| Computer | 4.94 | 12.99 | | |
| Total | 20.03 | 37.65 | | |
| Cost or deemed cost: - | | | | |
| | Furniture & fixtures | Office equipment | Computer | Total |
| Balance as at 1st April, 2020 | 88.67 | 77.90 | 240.96 | 407.53 |
| Additions during the year | - | - | - | - |
| Assets disposed/ written off during the year | - | - | - | - |
| Balance as at 31st March 2021 | 88.67 | 77.90 | 240.96 | 407.53 |
| Additions during the year | - | - | - | - |
| Assets disposed/ written off during the year | - | - | - | - |
| Balance as at 31st March 2022 | 88.67 | 77.90 | 240.96 | 407.53 |
| Accumulated Depreciation: - | | | | |
| Balance as at 1st April 2020 | 77.76 | 47.72 | 205.71 | 331.18 |
| Charge for the year | 2.83 | 13.60 | 22.27 | 38.70 |
| Balance as at 31st March 2021 | 80.59 | 61.32 | 227.98 | 369.88 |
| Charge for the year | 2.09 | 7.47 | 8.05 | 17.61 |
| Balance as at 31st March 2022 | 82.68 | 68.79 | 236.03 | 387.49 |
| Carrying amount: - | | | | |
| Balance as at 31st March 2021 | 8.08 | 16.57 | 12.98 | 37.64 |
| Balance as at 31st March 2022 | 5.99 | 9.10 | 4.93 | 20.03 |

3.1 All the above PPE are owned by the company.

3.2 The company has not made any of change (10% or more in the aggregate of the net carrying value of each class of PPE) in the value of PPE due to revaluation.

| 4 Loans | As at 31st March 2022 | As at 31st March 2021 |
|--|--------------------------|--------------------------|
| Considered good - unsecured | | |
| Loans to: - | | |
| - other than related parties | 36,006.35 | 43,852.21 |
| Less: Allowance for credit impaired/expected credit loss | (1,279.77) | - |
| | 34,726.58 | 43,852.21 |

4.1 Additional disclosure in respect of loans and advances:-

| Particular | As at 31st March 2022 | | As at 31st March 2021 | |
|--|----------------------------|---|----------------------------|---|
| | Amount of loan outstanding | Percentage of the total loan and advances | Amount of loan outstanding | Percentage of the total loan and advances |
| Loans and advances granted to promoters, directors, KMPs and other related parties | Nil | 0% | Nil | 0% |

| 5 Deferred tax assets (net) | As at 31st March 2022 | As at 31st March 2021 |
|---|--------------------------|--------------------------|
| At the start of year | 624.32 | 15.92 |
| Credit/(charge) to the statement of profit and loss | (193.61) | 608.41 |
| Credit/(charge) to the other comprehensive income | - | - |
| At the end of year | 817.93 | 624.33 |

5.1 Deferred tax asset is recognized 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 utilized.

5.2 The tax effect of significant timing differences that has resulted in deferred tax assets are given below:-

| Timing difference arising on account of: - | For the year ended on 31st March 2022 | | | |
|--|---------------------------------------|-------------------------------|-------------------|------------------------|
| | As at 1st April, 2021 | Recognised in Profit and loss | Recognized in OCI | As at 31st March, 2022 |
| Property, plant and equipment (PPE) | 17.60 | (1.30) | - | 16.30 |
| Losses carried forward under the Income Tax Act 1961 | 606.72 | (194.91) | - | 411.81 |
| Total | 624.32 | (196.22) | - | 428.10 |

| Timing difference arising on account of: - | For the year ended on 31st March 2021 | | | |
|---|---------------------------------------|-------------------------------|-------------------|-----------------------|
| | As at 1st April, 2020 | Recognised in profit and loss | Recognised in OCI | As at 31st March 2021 |
| Property, plant & equipment (PPE) | 15.11 | 2.49 | - | 17.60 |
| Losses carried forward under the Income Tax Act | 0.81 | 605.91 | - | 606.72 |
| Total | 15.92 | 608.40 | - | 624.32 |

| | | | |
|-----|--|-----------------|-----------------|
| 6 | Inventories | As at | As at |
| | Stock in trade (Value at lower of cost or NRV) | 31st March 2022 | 31st March 2021 |
| | Precious Stones | - | 6,581.00 |
| | | - | 6,581.00 |
| 7 | Trade receivables | As at | As at |
| | | 31st March 2022 | 31st March 2021 |
| | Receivables considered good- unsecured | 1,632.25 | 416.86 |
| 7.1 | Trade receivables ageing schedule | 1,632.25 | 416.86 |

| Particulars | Outstanding from due date of payment as on 31st March 2022 | | | | | Total |
|-----------------|--|-------------------|-----------|-----------|-------------------|----------|
| | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Considered good | 1,632.25 | | | - | - | 1,632.25 |

| Particulars | Outstanding from due date of payment as on 31st March 2021 | | | | | Total |
|-----------------|--|-------------------|-----------|-----------|-------------------|--------|
| | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Considered good | 416.86 | - | - | - | - | 416.86 |

7.2 There are no unbilled dues during the financial year.

| | | | |
|----|--|-----------------|-----------------|
| 8 | Cash and cash equivalents | As at | As at |
| | | 31st March 2022 | 31st March 2021 |
| | Cash on hand (as certified) | 81.08 | 455.17 |
| | Balances with banks | 276.25 | 289.75 |
| | | 357.33 | 744.92 |
| 9 | Bank balances other than cash and cash equivalents | As at | As at |
| | | 31st March 2022 | 31st March 2021 |
| | Recurring Deposit | - | 18.00 |
| | | - | 18.00 |
| 10 | Other financial assets | As at | As at |
| | | 31st March 2022 | 31st March 2021 |
| | Accrued interest on loan | - | 1,335.52 |
| | | - | 1,335.52 |
| 11 | Other current assets | As at | As at |
| | | 31st March 2022 | 31st March 2021 |
| | GST receivable | 317.93 | 241.56 |
| | Other advances | 1.09 | 2,996.80 |
| | Capital advances | 15,185.90 | - |
| | | 15,504.92 | 3,238.36 |

| | | | | | |
|----|---|-----------------|-----------|-----------------|-----------|
| 12 | Equity share capital | 31st March 2022 | | 31st March 2021 | |
| | | Nos. | Amount | Nos. | Amount |
| | Authorized share capital | | | | |
| | Equity shares of Rs. 10 each with voting rights | 5,370,000 | 53,700.00 | 5,370,000 | 53,700.00 |
| | Preference share of Rs. 100 each | 10,000 | 1,000.00 | 10,000 | 1,000.00 |
| | | 5,380,000 | 54,700.00 | 5,380,000 | 54,700.00 |
| | Issued, subscribed and fully paid- up shares | | | | |
| | Equity shares of Rs. 10 each fully paid up | 5,352,500 | 53,525.00 | 5,352,500 | 53,525.00 |
| | | 5,352,500 | 53,525.00 | 5,352,500 | 53,525.00 |

| | | | | | |
|------|--|-----------------|-----------|-----------------|-----------|
| 12.1 | Reconciliation of number of equity shares and amount outstanding | 31st March 2022 | | 31st March 2021 | |
| | | Nos. | Amount | Nos. | Amount |
| | <u>Equity Shares</u> | | | | |
| | - At the beginning of the period | 5,352,500 | 53,525.00 | 5,352,500 | 53,525.00 |
| | - Issued during the year | - | - | - | - |
| | Total outstanding at the end of the period | 5,352,500 | 53,525.00 | 5,352,500 | 53,525.00 |

12.2 Terms and rights attached to equity shares
The company has issued only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to vote per share. The company declares and pays dividend if any, in Indian Rupees. The dividend proposed by the Board of Directors is subject to 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 remaining assets of the company, after distribution of all the preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholder.

12.3 Details of shareholders holding more than 5% shares in the company: -

| | 31st March 2022 | | 31st March 2021 | |
|----------------------------------|-----------------|-----------|-----------------|-----------|
| | Nos. | % holding | Nos. | % holding |
| Dolf Leasing Limited | 678,438 | 12.68% | 617,060 | 11.53% |
| Empire Dealtrade Private Limited | 1,100,000 | 20.55% | - | 0.00% |

As per records, registers and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

12.4 Details of shares held by promoters in the company

| Name | 31st March 2022 | | 31st March 2021 | | % change during the year |
|---------------|-----------------|-------------------|------------------|-------------------|--------------------------|
| | No of shares | % of total shares | No of shares | % of total shares | |
| Ankit Agarwal | 12,000 | 0.22% | 1,112,000 | 20.78% | -98.92% |
| Total | 12,000 | 0.22% | 1,112,000 | 20.78% | -98.92% |

There is a change in promoters shareholding during the period ended March 31, 2022 and March 31, 2021

13 Other equity

| | As at 31st March 2022 | As at 31st March 2021 |
|-----------------------------|--------------------------|--------------------------|
| <u>Retained earnings:</u> - | | |
| Opening balance | 1,646.96 | 1,775.83 |
| Profit/ (loss) for the year | (1,821.94) | (128.87) |
| Closing balance | <u>(174.98)</u> | <u>1,646.96</u> |

14 Trade payables

| | As at 31st March 2022 | As at 31st March 2021 |
|--|--------------------------|--------------------------|
| - Outstanding dues of creditors other than micro enterprises and small enterprises (Note 14.1) | - | 2,074.07 |
| | <u>-</u> | <u>2,074.07</u> |

14.1 There are no dues to Micro, Small and Medium Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006 which are outstanding for a period more than 45 days as at balance sheet date.

Trade payable due for payment and the ageing schedule as below:-

| Particulars | Outstanding from due date of payment as on 31st March 2021 | | | | |
|------------------|--|-----------|-----------|-------------------|----------|
| | Less than 1 Year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| Others than MSME | 2,074.07 | - | - | - | 2,074.07 |

15 Other financial liabilities

| | As at 31st March 2022 | As at 31st March 2021 |
|------------------|--------------------------|--------------------------|
| Salary payable | - | 80.04 |
| Expenses payable | 90.70 | 110.48 |
| | <u>90.70</u> | <u>190.52</u> |

16 Other current liabilities

| | As at 31st March 2022 | As at 31st March 2021 |
|-------------|--------------------------|--------------------------|
| TDS payable | 17.70 | 7.20 |
| | <u>17.70</u> | <u>7.20</u> |

17 Revenue from operations

| | For the year ended 31st March 2022 | For the year ended 31st March 2021 |
|-------------------------|---------------------------------------|---------------------------------------|
| <u>Sale of goods:</u> - | | |
| Metal (including scrap) | - | 63,824.74 |
| Precious stones | 46,552.61 | - |
| | <u>46,552.61</u> | <u>63,824.74</u> |

18 Other income

| | For the year ended 31st March 2022 | For the year ended 31st March 2021 |
|-------------------------------|---------------------------------------|---------------------------------------|
| Interest on loans advanced | 4,008.82 | 1,237.18 |
| Interest on income tax refund | 55.29 | 3.80 |
| | <u>4,064.11</u> | <u>1,240.98</u> |

19 Purchases of stock-in-trade

| | For the year ended 31st March 2022 | For the year ended 31st March 2021 |
|-------------------------|---------------------------------------|---------------------------------------|
| <u>Purchases of:</u> - | | |
| Metal (Including scrap) | - | 63,203.64 |
| Precious Stones | 39,645.41 | 6,581.00 |
| | <u>39,645.41</u> | <u>69,784.64</u> |

| | | | |
|----|--|--------------------|--------------------|
| 20 | Changes in inventories of finished goods | For the year ended | For the year ended |
| | Closing stock | 31st March 2022 | 31st March 2021 |
| | Opening stock | 6,581.00 | - |
| | Closing stock | - | 6,581.00 |
| | | <u>6,581.00</u> | <u>(6,581.00)</u> |
| 21 | Employee benefits expense | For the year ended | For the year ended |
| | | 31st March 2022 | 31st March 2021 |
| | Director's remuneration (Basic salary) | 573.10 | 596.86 |
| | Other salaries & allowances | 387.00 | 174.10 |
| | Staff welfare expenses | 26.29 | - |
| | | <u>986.39</u> | <u>770.96</u> |
| 22 | Finance cost | For the year ended | For the year ended |
| | | 31st March 2022 | 31st March 2021 |
| | Interest on borrowings | 154.62 | 14.80 |
| | Bill discounting charges | - | 259.78 |
| | | <u>154.62</u> | <u>274.58</u> |
| 23 | Other expenses | For the year ended | For the year ended |
| | | 31st March 2022 | 31st March 2021 |
| | Advertisement expenses | 34.32 | 52.16 |
| | Annual membership fees | 357.00 | 355.00 |
| | Allowance for credit impaired/expected credit loss | 1,279.77 | - |
| | Balance written off | 3,288.11 | - |
| | Bank charges | 0.59 | 0.20 |
| | Cartage expense | - | 234.75 |
| | GST reversal | 0.59 | 59.13 |
| | Loading & unloading charges | - | 149.55 |
| | Miscellaneous expenses | 0.99 | 45.09 |
| | Late fees & penalties | 50.55 | 0.54 |
| | Payment to statutory auditors | | |
| | - for audit fees | 51.00 | 40.00 |
| | - for certification | 8.00 | 6.00 |
| | Internal audit fees | 50.00 | 50.00 |
| | Printing & stationery | 12.80 | - |
| | Professional charges | 40.37 | 147.69 |
| | Repair & maintenance | 20.35 | - |
| | ROC fees | 4.80 | 21.60 |
| | Hotel booking expenses | - | 292.12 |
| | Sitting fee | 48.00 | 48.00 |
| | Rates & taxes | - | 3.10 |
| | Website expenses | - | 10.20 |
| | | <u>5,247.24</u> | <u>1,515.13</u> |

QUASAR INDIA LIMITED
 CIN: L67190DL1979PLC009555

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2022

(Rs. in '000)

24 As per Ind AS 24, the disclosures of transactions with the related parties are given below: -

(a) List of related parties where control exists and also related parties with whom transactions have taken place and relationship: -

| | | |
|-------|--|--|
| (i) | Key Management Personnel | Mr. Harish Kumar (Director, CEO & CFO) Ms. Anju Sharma (Director) Mr. Alok Nath Singh (CS) |
| (ii) | Relatives of Key Management Personnel | None |
| (iii) | Enterprises owned or significantly influenced by the Key management personnel or their relatives | None |

(b) Following transactions are made with the related parties covered under Ind AS- 24 on "Related Parties Disclosure".

| S.No | Transaction with | Nature of Transaction | Transaction during the year | |
|-------|---|-----------------------|-----------------------------|-----------------|
| | | | 31st March 2022 | 31st March 2021 |
| | Key Management Personnel: - | | | |
| (i) | Mr. Harish Kumar | Remuneration | 573.10 | 396.86 |
| | | Loan Given | 200.00 | - |
| | Ms. Anju sharma | Remuneration | - | 200.00 |
| | Mr. Alok nath singh | Remuneration | 252.00 | 174.01 |
| (ii) | Relatives of key management personnel: - None | | | |
| (iii) | Enterprises in which key management personnel and relatives are having significant influences: - None | | | |

(c) Following are the balances of the related parties covered under Ind AS- 24 on "Related Parties Disclosure".

| S.No. | Transaction with | Nature of transaction | Balance as at | |
|-------|---|-----------------------|-----------------|-----------------|
| | | | 31st March 2022 | 31st March 2021 |
| | Key Management Personnel: - | | | |
| (i) | Mr. Harish kumar | Remuneration payable | - | 59.04 |
| | | Loan | 200.00 | - |
| | Mr. Alok nath singh | Remuneration payable | - | 21.00 |
| (ii) | Relatives of key management personnel: - None | | | |
| (iii) | Enterprises in which Key Management Personnel and Relatives are having significant influences: - None | | | |

25 Categories of financial instruments and its fair value measurement

| Financial assets | As at 31st March 2022 | As at 31st March 2021 |
|---|--------------------------|--------------------------|
| Measured at amortised cost | | |
| (i) Trade receivables | 1,632.25 | 416.86 |
| (ii) Cash and bank balance | 357.33 | 744.92 |
| (iii) Loans | 34,726.58 | 43,852.21 |
| (iv) Bank balances other than cash and cash equivalents | - | 18.00 |
| (v) Other financial asset | - | 1,335.52 |
| Total | 36,716.16 | 46,367.51 |

| Financial liabilities | As at 31st March 2022 | As at 31st March 2021 |
|---------------------------------|-----------------------|-----------------------|
| Measured at amortised cost | | |
| (i) Other financial liabilities | 90.70 | 190.52 |
| (ii) Trade payables | - | 2,074.07 |
| Total | 90.70 | 2,264.59 |

26 Segment information

The Company is presently dealing in the wholesale trading of goods only. Hence, being similar economic characteristics, all such dealings are combined in one segment as per Ind AS- 108.

| Particulars | 31st March 2022 | 31st March 2021 |
|--|-----------------|-----------------|
| Earnings/ remittances/ expenditure in foreign currency | Nil | Nil |

| Particulars | 31st March 2022 | 31st March 2021 |
|---|-----------------|-----------------|
| Contingent Liability not provided for | Nil | Nil |
| Pending litigation by/against the company | None | None |

29 Ratio Analysis and its components

| S.No. | Particulars | 31st March 2022 | 31st March 2021 | % change from March 31, 2021 to March 31, 2022 |
|-------|---------------------------------|-----------------|-----------------|--|
| 1 | Current ratio | 165.07 | 5.69 | 2800.41% |
| 2 | Debt- equity ratio | 0.00 | 0.04 | -95.07% |
| 3 | Debt service coverage ratio | -0.36 | -0.15 | 134.01% |
| 4 | Return on equity ratio | -0.03 | -0.00 | 1339.20% |
| 5 | Inventory turnover ratio | 14.15 | 19.40 | -27.06% |
| 6 | Trade receivable turnover ratio | 45.44 | 5.43 | 736.09% |
| 7 | Trade payable turnover ratio | - | 4.01 | -100.00% |
| 8 | Net capital turnover ratio | 2.62 | 5.99 | -56.29% |
| 9 | Net profit ratio | -0.04 | -0.01 | 274.81% |
| 10 | Return on capital employed | -0.03 | -0.01 | 332.17% |

Reasons for variance of more than 25% in above ratios

| S.No. | Particulars | Reason's |
|-------|---------------------------------|---|
| 1 | Current ratio | Increased due to substantial increase in current liabilities |
| 2 | Debt- equity ratio | Decreased due to substantial decreased in total debts |
| 3 | Debt service coverage ratio | Decreased due to decreased in EBIT available for debts. |
| 4 | Return on equity ratio | Decreased due to decreased in distributable profit available for equity holder. |
| 5 | Inventory turnover ratio | Decreased due to decreased in revenue from sale of product available for equity holder. |
| 6 | Trade receivable turnover ratio | Increased due to decreased in average trade receivable |
| 7 | Trade payable turnover ratio | Decreased due to decreased in average trade receivable |
| 8 | Net capital turnover ratio | Decreased due to decreased in revenue from operations. |
| 9 | Net profit ratio | Decreased due to decreased in profit after tax |
| 10 | Return on capital employed | Decreased due to decreased in EBIT for the period |

Components of Ratio

| S.No. | Ratios | Numerator | Denominator | 31st March 2022 | | 31st March 2021 | |
|-------|---------------------------------|--|--|-----------------|-------------|-----------------|-------------|
| | | | | Numerator | Denominator | Numerator | Denominator |
| 1 | Current ratio | Current assets | Current liabilities | 17,893.88 | 108.40 | 12,929.56 | 2,271.79 |
| 2 | Debt- equity ratio | Total debts (Total liabilities) | Total equity (equity share capital+other equity) | 108.40 | 53,350.02 | 2,271.79 | 55,171.96 |
| 3 | Debt service coverage ratio | Earnings available for debt service (Net profit before exceptional items & tax expense + depreciation & amortization + finance cost + Non cash operating items + other adjustment) | Finance cost + principle repayment of long term borrowings during the period/year | (1,843.32) | 5,154.62 | (424.00) | 2,774.58 |
| 4 | Return on equity ratio | Net profit after tax-exceptional items | Average total equity [(opening equity share capital + opening other equity + closing equity share capital + closing other equity)/2] | (1,821.94) | 54,260.99 | (128.87) | 55,236.40 |
| 5 | Inventory turnover ratio | Revenue from sales of products | Average inventory [(opening balance + closing balance)/2] | 46,552.61 | 3,290.50 | 63,824.75 | 3,290.50 |
| 6 | Trade receivable turnover ratio | Revenue from operations | Average trade receivable [(Opening balance + closing balance)/2] | 46,552.61 | 1,024.56 | 63,824.75 | 11,744.43 |
| 7 | Trade payable turnover ratio | Revenue from operations | Average trade payable [(Opening balance + closing balance)/2] | 46,552.61 | - | 63,824.75 | 15,922.47 |
| 8 | Net capital turnover ratio | Revenue from operations | Working capital (current asset-current liabilities) | 46,552.61 | 17,785.48 | 63,824.75 | 10,657.77 |
| 9 | Net profit ratio | Net profit after tax-exceptional items | Revenue from operations | (2,015.55) | 46,552.61 | (737.28) | 63,824.75 |
| 10 | Return on capital employed | Profit before interest, tax & exceptional item | Total equity + Total debts (including preference share liability) | (1,860.93) | 53,458.42 | (462.70) | 57,443.75 |

30 Financial risk management

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

- (i) Market risk
 - (a) Interest rate risk;
 - (b) Commodity risk;
- (ii) Credit risk and ;
- (iii) Liquidity risk

Risk management framework

The Company's activities expose it to a variety of financial risks, including market risk. The Company's primary risk management focus is to minimize potential adverse effects of risks on its financial performance. The Company's risk management assessment policies and processes are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management of these policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee are responsible for overseeing these policies and processes.

(i) Market risk

Market risk is the risk of changes in the market prices on account of foreign exchange rates, interest rates and Commodity prices, which shall affect the Company's income or the value of its holdings of its financial instruments . The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimising the returns.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk for changes in interest rates relates to borrowings from banks and others.

Interest rate sensitivity - variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased /(decreased) equity and profit or loss by amounts shown below. This analysis assumes that all other variables, in particular, foreign currency exchange rates, remain constant. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date.

| Particular | For the year ended on 31st March 2022 | | the year ended on 31st March 2021 | |
|---|---------------------------------------|-----------------|-----------------------------------|-----------------|
| | 100 bp increase | 100 bp decrease | 100 bp increase | 100 bp decrease |
| On account of variable rate on loans and advances given | 347.27 | (347.27) | 438.52 | (438.52) |
| On account of variable rate on borrowings | - | - | - | - |
| Net impact on profit/(loss) before tax | 347.27 | (347.27) | 438.52 | (438.52) |

(ii) Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables from customer. The Company establishes an allowance for doubtful debts, impairment and expected credit loss that represents its estimate an allowance for doubtful debts, impairment and expected credit loss that represents its estimate on expected credit loss.

A. Trade receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer , including the default risk of the industry has an influence on credit risk assessment. Credit risk managed through credit approvals ,establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

However, the company doesnot expect any losses from non-performance by these counter-parties apart from those already given in financials, and does not have any significant concentration of exposures.

B. Cash and cash equivalents

The Company holds cash and cash equivalents with creditworthy banks of ₹ 357.33 thousands. The credit worthiness of such banks is evaluated by the management on an on-going basis and is considered to be good.

(iii) 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 has been taking measures to ensure that the Company's cash flow from business borrowing is sufficient to meet the cash requirements for the Company's operations. The Company managing its liquidity needs by monitoring forecasted cash inflows and outflows in day to day business. Liquidity needs are monitor endonvarious time bands, on a day to day and week to week basis, as well as on the basis of a rolling 30 day projections. Net cash requirements are compared to available working capital facilities in order to determine head room or any shortfalls. Presently company's objective is to maintain sufficient cash to meet its operational liquidity requirements.

The below table summaries the maturity profile of the company's financial liability

| Particulars | Carrying amount | Contractual cash outflow | | | | |
|-----------------------------|-----------------|--------------------------|----------------|----------|-----------|-----------|
| | | Total | 1 year or less | 1-2 year | 2-5 years | > 5 years |
| As at 31st March 2022 | | | | | | |
| Other financial liabilities | 90.70 | 90.70 | 90.70 | - | - | - |

| Particulars | Carrying amount | Contractual cash outflow | | | | |
|-----------------------------|-----------------|--------------------------|----------------|----------|-----------|-----------|
| | | Total | 1 year or less | 1-2 year | 2-5 years | > 5 years |
| As at 31st March 2021 | | | | | | |
| Trade payable | 2,074.07 | 2,074.07 | 2,074.07 | - | - | - |
| Other financial liabilities | 190.52 | 190.52 | 190.52 | - | - | - |

31 The Company has not experienced any significant impact due to Covid-19 and as such on its liquidity position; the Company continues to be well geared to meet its funding needs. The Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in its ability to continue as a going concern. The Company shall also continue to closely monitor any material changes arising of future economic conditions and potential impact on its business.

- 32 There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- 33 The Company did not have any long- term contracts including derivative contracts for which there were any material foreseeable losses.
- 34 The financial statements were approved for issue by the Board of Directors on 26th May 2022.
- 35 The company does not have transactions with the companies struck off under section 248 of Companies Act ,2013.
- 36 Previous year's figures have been re- arranged or re- grouped wherever considered necessary.
- 37 Figures have been rounded off to the nearest thousands of rupees.
- 38 Figures in brackets indicate negative (-) figures

Signed for the purpose of Identification

FOR V.N. PUROHIT & CO.
Chartered Accountants
Firm Regn. 304040E

For and on behalf of Board of Directors of
Quasar India Limited

O.P. Pareek
Partner
Membership No. 014238
UDIN: - 22014238AJRUSI9729

| | |
|---|--|
| Harish Kumar Director, CEO & CFO DIN : 02591868 H. No. 608/8 Krishna ST No. 9 Maujpur, Shahdara Delhi - 110053 | Anju Sharma Director DIN: 02591877 H. No. 608/8 Krishna ST No. 9 Maujpur, Shahdara Delhi - 110053 |
|---|--|

New Delhi, the 26th day of May, 2022

Alok Nath Singh
Company Secretary
PAN: DKXPS8806N

