

41st

ANNUAL REPORT

2019-20



एमपीकॉन लिमिटेड
MPCON
LIMITED

*Driving
Development.....*

Glimpses of Activities undertaken by MPCON



Shri Thawar Chand Gehlot, Honorable Cabinet Minister for Social Justice & Empowerment, Government of India, distributing the selection certificate for training to one of the participants of Motor Driving trade at Ujjain organized under sponsorship of NSKFDC, New Delhi.



Participants of Pickle Making Technician Trade exhibiting their products on the eve of completion of training programme. This programme was sponsored by NBCFDC, New Delhi for OBC and EBC Participants at District Harda.



The Participants with the expert of Technical Entrepreneurship Development Programme (on Herbal Based Enterprises) during their field visit.



The Participants with Faculty members of an Entrepreneurship Development Programme organised at Bhopal for Women under sponsored by NSTEDB, DST, New Delhi.

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2019-20



Project Consultancy | Training & Capacity Building | Waste Management | e-governance | CSR

(A Joint Venture of IFCI, SIDBI, ICICI Bank, State Govt. Corporations & Banks)

An ISO 9001-2015 Organisation

A Government of India Undertaking

(भारत सरकार का उपक्रम)

BOARD OF DIRECTORS

Shri Sunil Kumar Bansal
Chairman, MPCON Ltd. and
DMD, IFCI Ltd., New Delhi

Shri Debashis Gupta
Managing Director
MPCON Ltd., Bhopal

Shri Rajeev Kumar Saxena
GM, State Bank of India,
Bhopal

Shri S.D. Mahurkar
GM, Central Bank of India,
Bhopal

Shri Rajendra Gargava
HOD (Marketing/Emporium)
M.P. Laghu Udhog Nigam LTD,
Bhopal

Shri Praveen Kumar Jain
GM, Punjab National Bank,
Bhopal

Dr. Rajeev Uberoi
Balvedere Court Condominium
Flat No. 6B, Sane Guruji Marg,
Mahalakshmi, Mumbai 400 011

AUDITORS

G D K Associates
Chartered Accountants

COMPANY SECRETARY

Piyush Bindal & Associates
Company Secretary

BANKERS

- ◆ State Bank of India
- ◆ IDBI Bank
- ◆ Kotak Mahindra Bank
- ◆ Central Bank of India

Registered Office

Ground Floor, Rajiv Gandhi Bhawan – 2, 35, Shyamla Hills, Bhopal – 462002
Phone : 0755-4909829, 2666556
E-mail: mpcon.bpl@mpconsultancy.org, Website: www.mpconsultancy.org

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MPCON LIMITED

NOTICE TO SHAREHOLDERS

Notice is hereby given that the 41st Annual General Meeting of the members of the MPCON Limited will be held on Thursday, the 12th day of November, 2020 at 12.00 Noon Through Video Conferencing ("VC") in the Board Room of the Company situated at Ground Floor, 35, Rajeev Gandhi Bhawan Parisar-2, Shyamla Hills, Bhopal MP 462002 IN, Madhya Pradesh, to transact the following business –

ORDINARY BUSINESS

1. To consider and adopt the Audited Financial Statements of MPCON Limited including the Balance Sheet, Statement of Profit & Loss Account and Cash Flow Statement for the year ended 31st March 2020 and the reports of the Board of Directors and Auditors thereon and to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT the Audited Financial Statement of the Company as at 31st March, 2020 together with the Reports of the Directors and the Auditors thereon along with all annexures as laid before this Annual General Meeting be and are hereby received, considered and adopted by the members of the company."

2. To fix and approve the remuneration of the Statutory Auditor's of MPCON Limited for the Financial year 2020-21 and to consider and adopt the following resolution, with or without modification(s), as an Ordinary Resolution-

"RESOLVED THAT in terms of provisions contained under Section 139(5) and Section 142 of the Companies Act, 2013, read with Companies (Audit & Auditors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and all other applicable provisions, if any, of the said Act, the Board of Directors of MPCON Limited be and is hereby authorized to decide and fix the remuneration of the Statutory Auditor(s) of the company, appointed by the Comptroller and Auditor General of India (CAG) for the Financial Year 2020-21 as may be deemed fit."

3. To declare Dividend @ 10% of the Share Capital for the Financial Year 2019-20 and to consider and adopt with or without modifications, the following resolutions as an Ordinary resolution:

"RESOLVED THAT the final dividend @ 10% i.e. INR 100/- for every equity share of face value of INR 1000/- each for the financial year ended 31st March ,2020 as recommended by the Board of Directors at their meeting held on 16th June, 2020 be and is hereby declared and approved."

SPECIAL BUSINESS

4. Appointment of Mr. Debashis Gupta as the Managing Director of the Company

To consider passed the following resolution as the Ordinary resolution with or without modifications:

“**RESOLVED THAT** pursuant to the provisions of the Section 149 and 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules, 2014 (including any statutory modification(s) or re-enactments (s) thereof, for the time being in force), **Mr. Debashis Gupta (DIN: 08741938)** who was appointed as an Managing Director of the company by the Board of directors with effect from 01st April, 2020, be and is hereby ratified and confirmed by the Shareholders as Managing Director of the Company.”

**By order of the Board of Directors
For MPCON Limited.**

**Sd/-
(Debashis Gupta)
Managing Director**

**Place: Bhopal
Date: 20.10.2020**

NOTES

1. Explanatory Statement setting out the material facts concerning each item of Special Businesses to be transacted at the General Meeting pursuant to Section 102 of the Companies Act, 2013, is annexed hereto and forms part of the Notice.
2. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
3. Annual General Meeting (“AGM”) through video conferencing (“VC”) or any other audio-visual means (“OAVM”):

In view of the outbreak of the COVID-19 pandemic, the Ministry of Corporate Affairs has, vide its Circular No. 14/2020 dated 8th April, 2020, Circular No.17/2020 dated 13th April, 2020 and Circular No. 20/2020 dated 5th May, 2020, (collectively referred to as “MCA Circulars”), permitted the holding of the Annual General Meeting (“AGM”) through Video Conferencing (“VC”) or Other Audio Visual Means (“OAVM”), without the physical presence of the Members

at a common venue. In compliance with the provisions of the Companies Act, 2013 ("the Act") and MCA Circulars, the AGM of the Company is being held through VC / OAVM. The VC AGM shall be deemed to be convened at the venue as stated in the Notice of the AGM.

4. In terms of the aforesaid Circulars, the businesses set out in the Notice will be transacted by the members through voting through E-mail which shall be sent by the designated e-mail id of the Company to the members, the voting system provided during the meeting while participating through VC facility.
5. In view of the MCA Circulars, no proxy shall be appointed by the members. However, corporate members are required to send to the Company, a certified copy of the Board Resolution/Letter, pursuant to section 113 of the Companies Act 2013, authorizing their representative to attend and vote at the Meeting through VC.
6. In accordance with the aforementioned MCA Circulars, the Company has conducting the meeting through video conferencing. The members are requested to follow the following instructions in order to participate in the Meeting through VC mechanism:
 - a) The login-id and password for joining the meeting will be separately provided to members on the date of AGM on their registered email id.
 - b) The facility for joining the Meeting shall be kept open 15 minutes before the time scheduled to start the meeting i.e. 11:45 am and 15 minutes after the expiry of the said scheduled time i.e. till 01:15 pm;
 - c) Participation of single member shall only be allowed at a time;
 - d) Queries on the accounts and operations of the Company or the businesses covered under the Notice may be sent to Company's mail-id i.e. mpcon.bpl@mpconsultancy.org at least seven days in advance of the meeting so that the answers may be made readily available at the meeting;
 - e) Members are requested to e-mail at mpcon.bpl@mpconsultancy.org or call at 0755-2939555 in case of any technical assistance required at the time of log in/ assessing/ voting at the Meeting through VC;

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

Item No. 3

Shri Debashis Gupta (DIN: 08741938) has been appointed as the Managing Director of the Company by order of IFCI dated 31st March, 2020 in place of Mr. Bibhuti Bhushan Sahu with effect from 01 April, 2020.

Shri Debashis Gupta (DIN: 08741938) was not disqualified from being appointed as director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as Director of the Company.

The Ordinary Resolutions as proposed to be passed under the said agenda points were laid down as per point no. iv above to ratify and confirm the appointment as made by the Board of MPCON as per the applicable provisions of the Companies Act, 2013.

None of the Directors is interested in this Resolution. Shareholders are requested to pass this Resolution as the Ordinary Resolution in the best interest of the Company.

**By order of the Board of Directors
For MPCON LTD.**

**-sd-
(Debashis Gupta)
Managing Director**

**Date: 20.10.2020
Place: Bhopal**

MPCON LIMITED

CIN: U74140MP1979GOI001502

**Regd. Office: Ground Floor, Rajiv Gandhi Bhawan – 2, 35, Shyamla Hills, Bhopal – 462002
(M.P.)**

Phone: 0755- 4909829, 2666556; Fax: 0755-2666556

Email:mpcon.bpl@mpconsultancy.org; Website: www.mpconsultancy.org

Attendance Slip 41st Annual General Meeting of MPCON Ltd.

(Members attending the Meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting venue)

Name of the Member(s) (In block letters).....

Name of the Proxy, if any (In block letters)

Folio No.

No of Shares

I hereby record my presence at the 41stAnnual General Meeting of the Company to be held on Thursday, 12th day of November, 2020, at 12:00 Noon at the Board Room of MPCON Ltd, Ground Floor, Rajeev Gandhi Bhawan No. 2, 35, Shyamla Hills, Bhopal, Madhya Pradesh.

Signature of the Shareholder/Proxy.....

- 1) Only members or the Proxy holder can attend the meeting.
- 2) Member/Proxy Holder should bring his/ her copy of Annual Report for reference at the meeting.

MPCON LIMITED

CIN: U74140MP1979GOI001502

Regd. Office: Ground Floor, Rajiv Gandhi Bhawan -2, 35, Shyamla Hills, Bhopal – 462002 (M.P.) Phone: 0755 - 4909829, 2666556; Fax: 0755-2980545

Email:mpcon.bpl@mpconsultancy.org; Website: www.mpconsultancy.org

Form MGT-11

Proxy form

41st Annual General Meeting of MPCON Ltd

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

Name of the member(s):

E-mail Id:

Registered address:

Folio No/ Client Id:

I/ We, being the member (s) of Shares of the above named company, hereby appoint

1. Name:.....

2. Name:.....

Address:.....

Address:.....

Email Id:.....

Email Id:.....

Signature:.....,or failing him/her.

Signature:.....,or failing him/her.

As my/our proxy to attend and vote (on a poll) for me / us and on my/ our behalf at the 41st Annual General Meeting of the Company to be held on Thursday, 12th day of November, 2020, at 12:00 Noon the Board Room of MPCON Ltd, Ground Floor, Rajeev Gandhi Bhawan No. 2, 35, Shyamla Hills, Bhopal, Madhya Pradesh, and at any adjournment thereof in respect of.

Item No.	Resolutions/matter	Optional	
		For	Against
Ordinary Business			
1	Adoption of Audited financial statements for the financial year ended 31 st March, 2020;		
2	To fix and approve the remuneration of the Statutory Auditor's of MPCON Ltd. for the Financial year 2020-21 and to adopt the following resolution, with or without modification(s), as an Ordinary Resolution-		
3	To declare Final Dividend for Financial Year 2019-20		
Special Business			
4	Confirmation & Ratification of Appointment of Mr. Debashish Gupta (DIN: 08741938) as the Managing Director of the Company.		

Signed this day of 2020

Signature of Shareholder.....

Signature of Proxy.....

Affix Revenue Stamp

Note: 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.

**REPORT OF THE BOARD OF DIRECTORS TO THE SHAREHOLDERS FOR THE
FINANCIAL YEAR ENDED 31ST MARCH, 2020**

Your directors are pleased to submit their 41st Annual Report on the operations of your company (MPCON) along with audited financial statements for the financial year ended 31st March, 2020.

FINANCIAL PERFORMANCE

The financial performance of the Company during the 12 months period ended 31st March 2020, is summarized hereunder-

(Amount in Rs.)

PROFIT AND LOSS ACCOUNT

Operating Years	2019-20	2018-19
Revenue from operation	55,68,40,193.00	46,09,18,058.00
Other income	18,14,243.00	3,80,553.00
Total Revenue	55,86,54,436.00	46,12,98,611.00
Operating expenses	55,44,31,922.00	47,31,84,818.00
Profit before interest and tax & exceptional items	42,22,514.00	(1,18,86,207.00)
Exceptional Items	0.00	0.00
Payment of interest	0.00	0.00
Profit before extra-ordinary items	42,22,514.00	(1,18,86,207.00)
Extraordinary Items	--	--
Profit before tax	42,22,514.00	(1,18,86,207.00)
Provision of taxes		
Current tax	11,17,425.00	--
Deferred Tax	18,819.00	(19,533.00)
Profit After tax	31,23,908.00	(1,18,66,674.00)
Other Comprehensive Income	(76,926.00)	6,71,034.00
Total Comprehensive Income for the year	30,46,982.00	(1,11,95,640.00)
Total Numbers of outstanding equity shares of Rs. 1000/- each	10,000	10,000
Earnings per share (Rs.)	304.70	(1119.56)

BALANCE SHEET FOR THE YEAR ENDED 2018-19

(Amount in Rs.)

Operating Years	2019-20	2018-19
Non-current assets	11,43,32,278.00	9,05,32,414.00
Net Current Assets	11,28,28,407.00	10,01,39,742.00
Capital Employed	22,71,60,685.00	19,06,72,156.00
Represented by:		
Equity Share Capital	1,00,00,000.00	1,00,00,000.00
Other Equity	5,58,07,056.00	5,39,65,627.00
Deferred tax Liabilities (Net)	2,02,269.00	2,48,116.00
Long term provisions	0.00	0.00
Net worth	6,58,07,056.00	6,39,54,627.00

A perusal of the aforesaid statistics reveals that during the FY 2019-20 under report, the revenue from operations of the company achieved gross revenue of Rs. 5586.54 lakhs, as compared to Rs. 4612.99 lakhs reported in FY 18-19, resulting an increase of 21.10% over previous year. The Profit before Tax (PBT) for the year 2019-20 stood at Rs 30.46 Lakhs. In addition to this Rs 39.98 lakhs bad debt written off.

The Earning per Share increased from Rs (1119.56) to Rs 304.70 due to aforementioned reasons.

STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

During the year under review, MPCON completed various assignments. A summarized view of the same is as under-

S.No	Particulars	Nos.	Amount (Rs. in Lakhs)
1.	Project Consultancy & Allied Services Project reports, Feasibility Studies, Techno Economic viability Reports, LIE Reports, Valuations, Market Surveys/ Socio Economic Surveys	74	522.20
2.	HRD & Allied Services (Central & State Government Undertakings) Trainings & Capacity Building, Entrepreneurship, Technology based Programmes, Faculty Development Programmes, Skill Development Programme in 35 different trades & Seminars / Workshops	275 batches	894.96
3.	CSR Activities	With 5 cpsu's	232.33
4.	Others (Manpower, ITE's Financial Inclusion etc.)	50	3907.28
	Total	404	5556.77

MPCON experienced a good rate of growth in the year 2019-20 by capitalizing on its core competencies like Project Consultancy, Livelihood enhancement and skilling activities.

Hospitality & Tourism, Non Conventional Energy, Infrastructure Development, Food Processing, were the major sectors where MPCON prepared Techno Economic Viability Reports. We are also engaged in providing Consultancy in the field of Providing Lender Independent Engineering (LIE) Services , Assets Valuation Reports and Sick Unit Rehabilitation Studies .

In the training and capacity building spheres, which consists of skill development programmers, entrepreneurship development programmes , workshops etc., MPCON undertook projects in 10 different states of India such as MP, CG, Uttar Pradesh, Orissa, Karnataka, Tamil Nadu, Gujarat, Maharashtra, Andhra Pradesh, Telangana, West Bengal which were sponsored by National Safai Karamacharis Finance & Development Corporation (NSKFDC), New Delhi; The National Handicapped Financial Development Corporation (NHFDC), New Delhi, Ministry of Social Justice & Empowerment, Government of India; Department of Public Enterprises, Ministry of Heavy Industries, Govt. of India; Department of Science & Technology, Govt. of India and other esteemed sponsors. Around 8,000 candidates were trained under these programmes. During the Year MPCON was also recognized as a partner of National Skill Development Corporation.

Other major areas of intervention are as follows-

Digital Evaluation: MPCON continued with digital evaluation of answer scripts of the candidates undertaking examination through the M.P. State Open School. and M.P. Sanskrit Board..

Digitization & Document Management: MPCON successfully completed the digitization and document management of Directorate of Public Relations records of employees.

Cyber Security Education & Cyber Law Awareness: MPCON has opened a dedicated division by the name of MPCON Cyber Excellence Centre wherein it is organizing dedicated programmes for Cyber Security & Cyber Law Awareness and is opening franchisee centers in Madhya Pradesh and other States. Training programmes for Govt. Departments is also being organized under this division.

Financial Inclusion: In the financial inclusion segment MPCON provided services in Madhyanchal Gramin Bank (A Regional Rural Bank Controlled by SBI & Govt. of M.P) in Madhya Pradesh, where in catered to total 400 customer service points across 16 districts where bank operates.

Manpower Consultancy: MPCON has been carrying out manpower consultancy for various Govt. Departments/agencies and PSUs and has outsourced approximately 1500 candidates to these Organizations. Apart from this, the division also provides recruitment solutions to the Govt. Departments.

OTHER AREAS OF INTERVENTION:

CSR IMPLEMENTATION & PROJECT MANAGEMENT:

During the year, MPCON entered into other spheres of CSR Intervention in the light of the Swachh India Mission by partnering with new CPSEs like IRFC , PGCIL, NHDC and continued to work with

NBCFDC, to install Sanitary Napkin Vending machine with incinerator in various schools and public places. This has given MPCON a new dimension in implementation of CSR programme.

Empanelment of Project Management Consultants in Chhattisgarh : Our Raipur office "CITCON" has continued to work as Project Management Consultant for Chhattisgarh State Industrial Development Corporation [CSIDC], Chhattisgarh State Minor Forest Produce Co-operative Federation Ltd. [CGSMFPCFL], Department of Commerce and Industry, Government of Chhattisgarh; Chhattisgarh Rajya Beej Avam Krishi Vikas Nigam (Beej Nigam), Department of Horticulture & Farm Forestry, Government of Chhattisgarh and Chhattisgarh Rajya Van Vikas Nigam Limited [CGRVNV].

The special areas of intervention of our Raipur Office "CITCON" are as follow:

- CITCON continues to be a member of the Committee formed for "Swarojgar Margdarshan" which is organized under the directives of the Chairman CSIDC on every Tuesday, for Guidance to the Entrepreneurs from all the Districts of the Chhattisgarh State.
- Project Management Consultancy for Construction of New Building in ITI Raipur [C.G.].
- Capacity Building Programme for Public Representative for SIRD & PR Government of Odisha at Bolangir, Odisha.
- Project Management Consultancy for Beej Nigam for Establishment of Common Facility Center [CFC] for Millets Processing at Dantewada [C.G.] under the Corporate Social Responsibilities [CSR] Initiative of National Mineral Development Corporation (NMDC).
- Project Management Consultancy for Department of Horticulture & Farm Forestry, Government of Chhattisgarh for Establishment of Common Facility Cent [CFC] for Moringa (Munga-Sahjan) Processing at Government Horticulture Nursery, Gharghoda, Distt.: Raigarh [C.G.] under the Corporate Social Responsibilities [CSR] Initiative of District Mineral Fund (DMF), District Collector, Raigarh [C.G.].
- Project Management Consultancy for Department of Agriculture, Government of Chhattisgarh for Establishment of Common Facility Center [CFC] for Multi-Products Food Processing at Vill.: Lakhanpur, Block: Poudi Uproda, Distt.: Korba [C.G.] under the Corporate Social Responsibilities [CSR] Initiative of District Mineral Fund (DMF), District Collector, Korba [C.G.].

VISION

The future strategies for MPCON involves further strengthening of its core competency areas of Project Consultancy & Skilling activities and make its presence felt in ITE's & CSR sector. We are also trying to partner with large Public Sector undertakings. Another area of focus would be to increase Project Management Consultancy by partnering with large IT Sector and Infrastructure sector companies.

Effort would also be made to partner with more banks in the area of Financial Inclusion on the lines of earlier experience. Manpower Consultancy can also be expanded to include more government departments or institutions. Partnership with NSDC can boost our growth in the areas of Skill development and employability.

DIVIDEND

Your directors are pleased to recommend a dividend of 10% as final dividend for the financial year ended 31st March 2020, subject to the approval of the shareholders at the ensuing Annual General Meeting (AGM). Total cash outflow in this regard will be INR 11,73,040.00 including tax, surcharge and education cess.

PUBLIC DEPOSIT

The Company has not so far gone for acceptance of any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet

CHANGES IN COMPOSITION OF DIRECTORS OF THE COMPANY

There have been the following changes in the Directors of the Company during the financial year ended 31st March, 2020 and after till the date of this report:

CHANGES BY APPOINTMENT

1. Shri Rajiv Kumar Saxena, GM, Network-1, Bhopal Circle, State Bank of India was appointed as the nominee Director of the State Bank of India w.e.f. 15th July, 2019.
2. Shri S.D Madhurkar, Central Bank of India was appointed as the nominee Director of the Central Bank of India w.e.f. 23rd October, 2019.
3. Shri Praveen Kumar Jain, Punjab National Bank was appointed as the Nominee Director of the Company of the Punjab National Bank w.e.f. 23rd October, 2019.
4. Shri Debashis Gupta, General Manager, IFCI, Delhi, was appointed as the Managing Director of the Company w.e.f 01st April, 2020.

CHANGES BY RESIGNATION/TRANSFERS ETC.

1. Shri Ashwini Kumar Shukla, General Manager (NW-1) Bhopal Circle ceased to hold the office of Nominee Director due to his nomination withdrawn by State Bank of India w.e.f 15th May, 2019.

2. Shri Srinivasa Sarma Gunturi, Asst. General Manager, SIDBI ceased to hold the office of Nominee Director due to his nomination withdrawn by SIDBI w.e.f. 15th July, 2019.
3. Shri Vinayak Vasant Rao Tembhone, Dy. General Manager, FGMO, Union Bank of India, ceased to hold the office of Nominee Director due to his nomination withdrawn by Union Bank of India w.e.f 20th September, 2019.
4. Shri Shanti Swaroop Rattan, Zonal Head, Zonal Office, Bhopal, UCO Bank, ceased to hold the office of Nominee Director due to his nomination withdrawn by UCO Bank w.e.f 20th September, 2019.
5. Shri Rajkumar Sharma, Deputy General Manager, Madhya Pradesh Financial Corporation, Bhopal Zonal Office ceased to hold the office of Nominee Director due to his nomination withdrawn by MPFC w.e.f 20th September, 2019.
6. Shri Bibhuti Bhusan Sahu, nominee of IFCI ceased to hold the office of Managing Director of the Company due to his nomination withdrawn by the Holding Company w.e.f. 31st March, 2020.

PARTICULARS OF EMPLOYEES

During the period under report, the company did not have any person on its rolls whose particulars are required to be reported under Section 197 of the Companies Act, 2013, read with Rule 5 (1) of the (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and therefore your company has nothing to report under the aforesaid provisions of the Act.

EXTRACT OF ANNUAL RETURN

In term of Section 134(3)(a), read with Rule 12 of the Companies Management & Administration Rules, 2014, extract of the Annual Return of the Company made out in Form No. MGT-9 is attached to this report as **Annexure-I**.

DETAILS OF BOARD MEETINGS

In term of Section 134(b) of the Companies Act, 2013, against the minimum requirement of four meetings, your board met four times during the 12 months period ending 31st day of March, 2020 the details of the meetings along with the attendance are given below-

Quarter ended	Date of Meeting	Strength of Board	No. of Directors Present
Jan - March 2020	28.01.2020	7	6
Oct - Dec 2019	23.10.2019	7	6
July - Sept 2019	15.07.2019	8	6
April - June 2019	26.04.2019	9	6

Name of the Directors	Date of Appointment	Date of cessation	Board Meetings			
			28 th January, 2020	23 rd Oct, 2019	15 th July, 2019	26 th April, 2019
Shri Bibhuti Bhusan Sahu (DIN:02289909)	17.04.2015	01.04.2020	✓	✓	✓	✓
Shri Prasoon (DIN-03599426)	12.10.2017	16.06.2020	✓	✓	✓	✓
Shri Rajkumar Sharma (DIN-07989766)	13.11.2017	20.09.2019	--	--	×	×
Shri Ashwini Kumar Shukla (DIN-08074802)	09.02.2018	15.05.2019	--	--	--	×
Shri Srinivasa Sarma Gunturi (DIN: 08129880)	04.05.2018	15.07.2019	--	--	--	✓
Shri Shanti Swaroop Rattan (DIN: 08340698)	24.01.2019	20.09.2019	--	--	✓	✓
Shri Vinayak Vasant Rao Tembhone (DIN: 08348197)	01.02.2019	20.09.2019	--	--	✓	✓
Shri Rajeev Uberoi (DIN: 01731829)	26.10.2018	--	✓	✓	✓	✓
Shri Rajendra Gargava (DIN: 08355142)	26.10.2018	--	✓	✓	×	×
Shri Rajiv Kumar Saxena (DIN: 08516656)	15.07.2019	--	✓	×	✓	--
Shri Praveen Kumar Jain (DIN: 08036512)	20.09.2020	--	×	✓	--	--
Shri Shriram Dattaray Madhurkar (DIN: 08667099)	20.09.2020	--	✓	✓	--	--
Shri Debashis Gupta (DIN: 08741938)	01.04.2020		--	--	--	--

Your Directors are pleased to report further that in the matter of Board Meetings your company sought to comply with the Secretarial Standard on Board Meeting prescribed by the Institute of Company Secretaries of India and circulated agenda and notes of meetings to Directors well in advance and in defined agenda format incorporating all material information therein thereby facilitating meaningful and focused discussions at the meetings. Where it is not been practicable to attach any document to the

agenda, it is tabled at the meeting itself. In special and exceptional circumstances, additional or supplementary item(s) on the agenda are tabled with the permission of the Chair.

SUBSIDIARIES AND ASSOCIATE COMPANIES

The company does not have any subsidiary and associate companies and therefore it has nothing to report in respect thereof.

DIRECTORS RESPONSIBILITY STATEMENT

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

- a) in the preparation of the annual accounts for the year ended March 31, 2020 the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- 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 as at 31st March, 2020 and of the profit /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, 2020 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors have prepared the annual accounts on a "going concern" basis;
- e) they have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;
- f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

MPCON POLICY ON DIRECTORS, KMPs AND OTHER EMPLOYEES

In term of net worth, turnover, volume of borrowings etc. the size of the company is very small and that, therefore, during the period under report it is beyond the bracket of specified companies that attract the provisions contained under Section 134(3) (e) read with Section 173 (3) of the Companies Act, 2013 and that therefore it has not formulated any policy respecting appointment, remunerations of KMPs and fixing criteria for determining their qualifications, attributes and independence.

AUDITORS REPORT

Being a subsidiary of IFCI Ltd. a government company within the meaning of Section 2(45) of the Companies Act, 2013 the Comptroller & Auditor General appointed **M/s G D K & Associates**, a firm of Chartered Accountants having firm registration No. 002159C, operating from their Office located at 87, Lala Lajpat Rai Colony, Raisen Road- 462023 (M.P), as statutory Auditors of MPCON to carry out the audit of the Company for the financial year 2019-20.

The report dated 16.06.2020 submitted by the firm does not contain any qualification, reservations, or adverse remarks and therefore no comments or clarifications is required on the part of your directors.

Accordingly, in terms of the Section 139 and 142 of the Companies Act, 2013 a proposal for payment of remuneration to the Auditors for the audit function discharged by is being brought up as one of the business to be transacted at the ensuing 41st AGM of the company.

COMMENTS / OBSERVATIONS OF CAG ON THE ANNUAL ACCOUNTS OF THE COMPANY FOR FINANCIAL YEAR 2019-20

The Company has received the comments of the Comptroller and Auditor General of India in terms of Section 143(6)(b) of the Companies Act, 2013 on the Annual Accounts approved and signed by the Board of Directors and Statutory Auditors of the Company dated 29.09.2020 wherein the Principal Director of Audit, Industry & Corporate Affairs, New Delhi have directed that the Comptroller and Auditor General of India have decided not to conduct the supplementary audit of the financial statements of MPCON Limited for the year ended 31st March 2020 under Section 143(6)(a) of the Act.

DETAILS OF MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION

During the year under review and the date of report, there is no material change and commitments made which affect the financial position of the Company.

MATERIAL ORDER PASSED AND INSTRUCTION FROM COURTS, TRIBUNAL THAT CAN AFFECT EXISTENCE OF THE COMPANY

During the period under report no orders are passed and no instructions are given by any court, tribunal, regulators that could impact the going concern status of your Company. The financial statements of the Company for the year under report have been compiled based on going concern concept.

STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS

Your Company believes that freedom of management should be exercised within a framework of appropriate checks and balances and therefore it remains committed to ensuring effective internal

controls that, among others, provide an assurance on orderly and efficient conduct of operations, security of assets, prevention and detection of frauds, errors, accuracy and completeness of accounting records and facilitates accurate, reliable and timely preparation of requisite financial statements.

With a view to strengthening the existing mechanism for corporate governance and ensuring greater transparency in the Indian Corporates, the Companies Act, 2013 has re-emphasized the importance of a robust internal controls environment by introducing the concept of an Internal Financial Controls (IFC). Keeping in mind the said requirements /norms, our 'Advisor & Implementation Partner' viz. KPMG, implemented the ICFR Framework in accordance with Companies Act, 2013.

The Internal Audit System of your company consists of professionally qualified accountants, MBAs and IT Specialists competent to deliver internal audit assurances that commensurate to its size, business mix and business volume of turnover. In the context of the business environment, the system and policies relating to management of Information are periodically reviewed to ensure that the same are effective and purpose oriented at all the time.

SECRETARIAL AUDITORS REPORT

In term of size and volume of turnover, the company is small and does not attract the provisions contained under Section 204 of the Companies Act, 2013.

However your Directors are pleased to inform you that, to ensure that the company is able to comply with all the applicable laws and rules, it availed of the services of Mr. Piyush Bindal of Piyush Bindal & Associates, a professional practicing Company Secretary holding CP No. 7442 and Membership No. 6749, respectively, and your Board is pleased to report that there has been no contravention of any law and procedures on the part of your company.

POLICIES FRAMED IN THE COMPANY

The Existing Policies of the Company as framed in the previous years are enlisted below-

- Uniform Delegation of Powers approved in the 170th Board Meeting of the Company held on 23rd April, 2016.
- Uniform Document Retention Policy approved in the 170th Board Meeting of the Company held on 23rd April, 2016.
- Uniform Policy on Pay Scale & Allowances, Perquisites/facilities and other staff related matters.
- Policy for Purchase of Goods and Procurement & Execution of Business Services.
- Uniform Promotion Policy of MPCON.
- Policy on Risk Management.
- Policy for prevention, prohibition and redressal of Sexual Harassment of women at workplace.

RISK MANAGEMENT POLICY

The Company has duly framed and adopted the Risk Management Policy in the year 2015-16 and the implementation and compliance during the year has been made as per the requirement of the Risk Management Policy of the Company. As of now, the company has not identified any element of risk which may threaten the existence of the Company.

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

The Company has framed the Policy for Prevention, Prohibition and Redressal of Sexual Harassment of women at workplace based on the CCS (Conduct) Rules, 1964 Guidelines regarding prevention of working women in the work place. MPCON has constituted committees under these guidelines. During the period no cases were filed under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 in respect of the Company.

DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES

As per directives of IFCI, the Chief Vigilance Officer of IFCI has been appointed as Chief Vigilance Officer in MPCON.

The Company is formulating a Vigil Mechanism Policy for directors and employees to report their concerns or grievances and the same will be placed on web site of the Company after the approval from the Board. No such cases have been reported during F.Y. 2019-20.

PARTICULARS OF LOAN, GUARANTEES AND INVESTMENTS UNDER SECTION 186

During the period under report, no loans were advanced, guarantee given and investments made that attract the provisions contained under Section 186 of the Companies Act, 2013 and that, therefore, the company has nothing to disclose under the aforesaid provision of the Act.

RELATED PARTY TRANSACTIONS

The company did not enter into any material contract details of which needs to be disclosed under the report. The transaction which the company has with its parent company/shareholdings institutions in the ordinary course of its business are disclosed under **Annexure II** to this report.

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

The details of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo are as under-

a) Conservation of Energy

Your company is a Service company engaged in providing consultancy services and it requires electrical energy only for the purpose of lighting its office premises and running its office

equipments which it has installed. Such office equipments and electric fixtures do not consume much energy. Therefore it has nothing to report under Section 134(3)(m) of the Companies Act, 2013.

b) Technology Absorption

The Company continues to use the latest technologies for improving the quality of its services, its operations do not require import of any technology. Hence, it has nothing to report in the matter of absorption of technology.

c) Foreign Exchange Earnings/ Outgo

During the period under report, your company did neither earn nor expend anything in foreign exchange. Therefore it has nothing to report with respect of earnings and outgo of foreign exchange.

COMPLIANCE OF OTHER PROVISIONS OF THE COMPANIES ACT, 2013

Certain provisions of the Companies Act, 2013 and rules formulated therein and be enforced under them, dealing inter-alia, with the following aspects which are either not applicable to the Company or Company has nothing reportable in respect thereof-

- Disclosure about CSR Policy in term of Section 134 (o) & 135 (2) read with Companies CSR Rules, 2014
- Particulars of Subsidiaries and Associate Companies
- Disclosure of receipt of any commission by Managing Director/Whole Time Director from company and also receiving remuneration from its subsidiary/ holding company in term of Section 197(14) of the Act
- Declaration by Independent Directors in term of Section 134(3) (d) read with Section 149 (C) of the Act and other provisions related thereto
- Secretarial Audit report in term of Section 204(1) of the Act
- Manner in which formal Annual Evaluation of performance of the Board, its Committees, Individual Directors in term of Section 134(p) read with Companies (Accounts) Rules
- Composition of Audit Committee, Nomination and Remuneration Committee, and all other disclosure that are required on the part of listed Companies.
- Provisions dealing with purchase of its own shares by a company
- Provisions governing Issue of Sweat Equity and Employees Stock Options Scheme issue of shares with differential voting rights etc. regulated by the Act under Companies
- (Share Capital & Debentures) Rules, 2014.

ACKNOWLEDGMENT

The Board of Directors of your Company wish to express gratitude for the guidance, support and co-operation received by the MPCON from various Departments of the Government of India and Government of Madhya Pradesh, Government of Chhattisgarh and other State Governments, IFCI Ltd., the Directorate of Industries, State level Financial Corporations/Institutions, and Nationalized/Commercial Banks, Ministry of Heavy Industries and Public Enterprises, Ministry of New & Renewable Energy, Department of Science & Technology, Department of Scientific & Industrial Research and Ministry of Food Processing Industries, Government of India, the Ministry of Social Justice and Empowerment, GoI, NTPC, NHDC, PGCIL, NALCO & NTPC.

The Directors of your Company are grateful to the entrepreneurs, Industries Associations of Madhya Pradesh & Chhattisgarh and other States for the confidence they reposed in MPCON. The Directors also place on record their appreciation for the dedicated and sincere services rendered by all the professionals and other staff of the MPCON.

Place: Bhopal
Date: 25.08.2020

For and on behalf of the Board
MPCON Limited

Debashish Gupta
(DIN: 08741938)
Managing Director

Sunil Kumar Bansal
(DIN: 06922373)
Chairman

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on the year ended on 31.03.2020
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U74140MP1979GOI001502
2.	Registration Date	23.03.1979
3.	Name of the Company	MPCON Limited
4.	Category/Sub-category of the Company	Public Company
5.	Address of the Registered office & contact details	Ground Floor, 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal -462002 (M.P.)
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Providing Technical , Management And Consultancy Services	702	13.55
2	Training Activities	749	16.07
3	Manpower Outsourcing	782	70.16

III PARTICULARS OF HOLDING, SIBSIDIARY AND ASSOCIATE COMPANIES

S.No.	Name of the Company	CIN/GLN No.	Holding/Subsidiary /Associate	% of shares held by the company	Applicable Section
1	IFCI Limited	L74899DL1993GOI053677	Holding	79.72%	2 (46)

IV. SHAREHOLDING PATTERN
(Equity Share Capital Breakup as percentage of Total Equity)

i) Category-Wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2019]				No. of Shares held at the end of the year [As on 31-March-2020]				% Change during the year
	De mat	Physic al	Total	% of Total Shares	De ma t	Physic al	Total	% of Tota l Sha res	
A. Promoter s									
(1) Indian									
a) Individual/ HUF	--	--	--	--	--	--	--	--	--
b) Central Govt	--	--	--	--	--	--	--	--	--
c) State Govt(s)	--	--	--	--	--	--	--	--	--
d) Bodies Corp.	--	8692	8692	86.92	--	8692	8692	86.92	--
e) Banks / FI	--	1308	1308	13.08	--	1308	1308	13.08	--
f) Any other	--	--	--	--	--	--	--	--	--
Total shareholding of Promoter (A)	--	10000	10000	100	--	10000	10000	100	--
B. Public Shareholding									
1. Institutions	--	--	--	--	--	--	--	--	--
a) Mutual Funds	--	--	--	--	--	--	--	--	--
b) Banks / FI	--	--	--	--	--	--	--	--	--
c) Central Govt	--	--	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--	--	--
g) FIIs	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--

i) Others	--	--	--	--	--	--	--	--	--
Sub-total (B)(1):-	--	10000	10000	100	--	10000	10000	100	--
2. Non-Institutions									
a) Bodies Corp.	--	--	--	--	--	--	--	--	--
i) Indian	--	--	--	--	--	--	--	--	--
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals	--	--	--	--	--	--	--	--	--
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	--	--	--	--	--	--	--	--	--
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	--	--	--	--	--	--	--	--	--
c) Others	--	--	--	--	--	--	--	--	--
Non Resident Indians	--	--	--	--	--	--	--	--	--
Overseas Corporate Bodies	--	--	--	--	--	--	--	--	--
Foreign Nationals	--	--	--	--	--	--	--	--	--
Clearing Members	--	--	--	--	--	--	--	--	--
Trusts	--	--	--	--	--	--	--	--	--
Foreign Bodies	--	--	--	--	--	--	--	--	--
Sub-total (B)(2):-	--	10000	10000	100	--	10000	10000	100	--
Total Public Shareholding (B)=(B)(1)+(B)(2)	--	--	--	--	--	--	--	--	--
C. Shares held by Custodian for GDRs & ADRs	--	--	--	--	--	--	--	--	--
Grand Total (A+B+C)	--	10000	10000	100	--	10000	10000	100	--

ii) Shareholding of Promoters:

SNO.	Shareholders Name	Shareholding at the end of the year	
		No. of shares	% of total shares of the company
1.	IFCI LTD	7972	79.72
2.	AMREX MARKETING PRIVATE LIMITED	220	2.20
3.	ICICI BANK LTD	180	1.80
4.	MP STATE INDL.DEVE CORPORATION LTD	60	0.60
5.	MP LAGHU UDYOG LTD	420	4.20
6.	MP FINANCIAL CORPORATION LTD	60	0.60
7.	STATE BANK OF INDIA	320	3.20
8.	CENTRAL BANK OF INDIA	160	1.60
9.	PUNJAB NATIONAL BANK	160	1.60
10.	ALLAHABAD BANK	160	1.60
11.	UNION BANK OF INDIA	32	0.32
12.	BANK OF BARODA	64	0.64
13.	UCO BANK	32	0.32
14.	BANK OF INDIA	160	1.60
TOTAL		10000	100

(iii) Change in Promoters Shareholding

SNO.	Shareholders Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	IFCI LTD	7972	79.72	7972	79.72
2.	SIDBI	220	2.20	--	--
3.	AMREX MARKETING PRIVATE LIMITED	--	--	220	2.20
4.	ICICI BANK LTD	180	1.80	180	1.80
5.	MP STATE INDL.DEVE CORPORATION LTD	60	0.60	60	0.60
6.	MP LAGHU UDYOG LTD	420	4.20	420	4.20
7.	DENA BANK	32	0.32	--	--
8.	MP FINANCIAL CORPORATION LTD	60	0.60	60	0.60

9.	STATE BANK OF INDIA	320	3.20	320	3.20
10.	CENTRAL BANK OF INDIA	160	1.60	160	1.60
11.	PUNJAB NATIONAL BANK	160	1.60	160	1.60
12.	ALLAHABAD BANK	160	1.60	160	1.60
13.	UNION BANK OF INDIA	32	0.32	32	0.32
14.	BANK OF BARODA	32	0.32	64	0.64
15.	UCO BANK	32	0.32	32	0.32
16.	BANK OF INDIA	160	1.60	160	1.60
TOTAL -		10000	100	10000	100

(iv) Shareholding pattern of top ten shareholders

(Other than Directors, Promoters & Holders of GDRs and ADRs) as on March 31, 2020- NIL

(v) Shareholding of Directors and Key Managerial Personnel:

S.N O.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	--	--	--	--
2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
3	At the end of the year	--	--	--	--

V INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				

Change in Indebtedness during the financial year				
* Addition				
* Reduction				
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SNo.	Particulars of Remuneration	Managing Director	
		Total Amount (in Rs.)	
Mr. Bibhuti Bhusan Sahu			
1		FY 2019-20	FY 2018-19
	Gross Salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	66,53,440.00/-	4,127,613.00/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0.00	0.00
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0.00	0.00
2	Stock Option	0.00	0.00
3	Sweat Equity	0.00	0.00
4	Commission	0.00	0.00
5	Others (LTA)	0.00	4,28,000.00/-
	Medical Expenses	0.00	6,219.00/-
	Total	66,53,440.00/-	4,561,832.00/-

B. Remuneration to Directors

SNo.	Particulars of Remuneration	Name of Director	Total Amount (in Rs.)
1	Director		0
	Fee for attending Board/ Committee Meetings		
	Commission		
	Others, please specify		
	Total (1)		0
2	Other Non-Executive Directors:		
	Fee for attending Board/ Committee Meetings	1. Shri Rajeev Uberoi	25,000.00/-
	Commission	0	0
	Others, please specify	0	0
	Total (2)	0	0
	Total (1+2)	0	25,000.00/-
	Total Managerial Remuneration		25,000.00/-

C. Remuneration to Key Managerial Personnel other than MD/WTD/Manager

S.No.	Particulars of Remuneration	Name of KMPs other than MD/WT/Manager	
1	Gross Salary	Nil	Nil
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act 1961		
	(b) Value of perquisites u/s 17(2) if Income Tax Act, 1961	Nil	Nil
	(c) Profit in lieu of salary u/s 17(3) of Income Tax 1961	Nil	Nil
2	Stock Option	Nil	Nil
3	Sweat Equity	Nil	Nil
4	Commission as %age of profit others specify	Nil	Nil
5	Others, please specify	Nil	Nil
	Total	Nil	Nil
	Ceiling as per the Act	Nil	Nil

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Place: Bhopal
Date: 25.08.2020

For and on behalf of the Board
MPCON Limited

Debashis Gupta
(DIN: 08741938)
Managing Director

Sunil Kumar Bansal
(DIN: 06922373)
Chairman

Annexure-II**MPCON LTD****Form AOC-2**

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

Statement showing details of related party transactions during the 12 months period ended 31.03.2020

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

S.No.	Name of the Related Party	Nature of Relation	Nature of Transaction	Amount involved (DR/CR)	
				2019-20	2018-19
1.	IFCI LTD	Holding Company	1. Bills for project Consultancy	2,83,200/- (Dr)	1,18,000/- (Dr)
			2. Amount of Office premises Rent	2,82,496/- (Dr)	46,304/- (Dr)
			3. Travelling and other Expenses.	NIL	2,87,594/- (Dr)
			4. Salary Reimbursement	NIL	46,61,832/- (Dr)

Place: Bhopal
Date: 25.08.2020

For and on behalf of the Board
MPCON Limited

Debashish Gupta
(DIN: 08741938)
Managing Director

Sunil Kumar Bansal
(DIN: 06922373)
Chairman



भारतीय लेखापरीक्षा तथा लेखा विभाग
कार्यालय प्रधान निदेशक लेखापरीक्षा
(उद्योग एवं कॉर्पोरेट मामले) नई दिल्ली
INDIAN AUDIT AND ACCOUNTS DEPARTMENT
Office of the Principal Director of Audit
(Industry & Corporate Affairs) New Delhi

संख्या: एएमजी-11/2(246)/वार्षिक खाता(2019-20)/एमपीकॉन लिमिटेड/2020-21/13 दिनांक: 29/09/2020

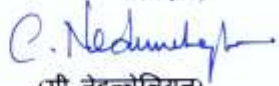
सेवा में

अध्यक्ष,
एमपीकॉन लिमिटेड,
ग्राउंड फ्लोर, राजीव गाँधी भवन-2
35, श्यामला हिल्स,
भोपाल- 462002.

विषय : कंपनी अधिनियम 2013 की धारा 143 (6) (b) के अधीन 31 मार्च 2020 को समाप्त वर्ष के लिए एमपीकॉन लिमिटेड के वार्षिक वित्तीय लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ ।

महोदय

कंपनी अधिनियम 2013 की धारा 143 (6) (b) के अधीन 31 मार्च 2020 को समाप्त हुए वर्ष के लिए एमपीकॉन लिमिटेड के वार्षिक वित्तीय लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ अग्रहित की जा रही हैं। इन टिप्पणियों को कंपनी की वार्षिक रिपोर्ट में प्रकशित किया जाये।

भवदीय,

(सी. नेडून्चेलियन)
प्रधान निदेशक लेखा परीक्षा
(उद्योग एवं कॉर्पोरेट मामले)
नई दिल्ली


संलग्नक:- यथोपरि

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF MPCON LIMITED FOR THE YEAR ENDED 31 MARCH 2020**

The preparation of financial statements of MPCON Limited for the year ended 31 March 2020 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 16 June 2020.

I, on behalf of the Comptroller and Auditor General of India have decided not to conduct the supplementary audit of the financial statements of MPCON Limited for the year ended 31 March 2020 under section 143(6)(a) of the Act.

**For and on behalf of
Comptroller & Auditor General of India**



**(C. Nedunchezian)
Principal Director of Audit
(Industry & Corporate Affairs)
New Delhi**

Place: New Delhi

Date: 29.09.2020


G D K & ASSOCIATES

ICAI FIRM REG. NO. 002159C

CHARTERED ACCOUNTANT

87, LALA LAJPAT RAI COLONY, RAISEN RC

BHOPAL (M.P.) TEL : 9425316387, 98270121

E-Mail : gdkmangal@gmail.c

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MPCON LIMITED, BHOPAL
Report on the Audit of the Standalone Ind AS Financial Statements
Opinion

We have audited the accompanying standalone Ind AS financial statements of MPCON LIMITED, Bhopal, which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss (including other comprehensive income), statement of cash flows and the statement of changes in equity 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 according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2020 and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Information other than the financial statements and auditors' 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 Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone Ind AS 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.





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CHARTERED ACCOUNTANT

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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 Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), statement of cash flows and the statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015 as amended.

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

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

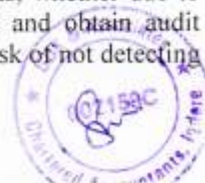
Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the standalone Ind AS Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting




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a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone Ind AS financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies




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Act, 2013, 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.

The company does not maintain any books of accounts at the branch level, however all the transactions are dealt with at the head office.

c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015 as amended.

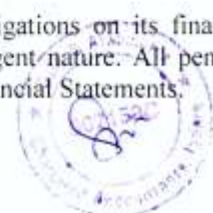
e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls with reference to standalone Ind AS financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.

g) With respect to the matter to be included in the Auditor's Report under section 197(16), in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions 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. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i) The Company has not quantified the impact of pending litigations on its financial position in their financial statements, as they are of contingent nature. All pending litigations are disclosed in note _54(iii) to the Standalone Financial Statements.





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- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
3. As required by Section 143(5) of the companies Act 2013, our report on Directions & sub-directions as issued by the Comptroller And Auditor General of India are reported in enclosed Annexure C and D respectively.

For GDK & ASSOCIATES
Chartered Accountants
FRN: 002159C

CA SEEMA MANGAL
Partner
Membership No. 074730



Place:-Bhopal
Date: 16/06/2020
UDIN:-20074730AAAAAW6148


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MPCON LIMITED, BHOPAL
ANNEXURE- A
TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- i) In respect of its fixed assets:
- (a) The company has Leasehold Land and the rights of the holding is cancelled by the competent authority on 03.07.2015 against which an appeal is preferred by the Company, however the original Title Deed is not in the possession of the Company.
 - (b) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (c) As explained to us, fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. As informed to us no material discrepancies were noticed on such physical verification.
- (ii)
- (a) The company does not carry any inventories during the year hence, clause 2 is not applicable to the company.
 - (b) Since the company does not carry any inventory during the year the procedures of physical verification of inventory is not applicable.
 - (c) The company does not carry any inventory; the maintenance of record of inventory is not required.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, hence the conditions of (a),(b),(c) are not applicable.
- (iv) The company has not granted any loan, made investment, given any guarantee and security under section 185 and 186 of the Companies Act 2013.
- (v) The company has not accepted any deposits, and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, are not applicable. No contraventions have been noticed and no order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.




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- (vi) As informed by the management, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act.
- (vii) (a) According to the records of the company, undisputed statutory dues including provident fund, employees' state insurance, income-tax, GST, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been deposited on time with the appropriate authorities.
- (b) The disputed statutory dues aggregating to Rs.31.50 Lacs have not been deposited on account of matters pending before appropriate authorities are as under:

Name of the statute	Nature of dues	Forum where dispute is pending	Amount (Rs. in Lacs)
Income Tax Act	Income Tax	CIT(Appeals)	16.71 Lacs
Employees Provident Fund Orgn.Bhopal	PF Liability	M P High Court	14.79 Lacs

- (viii) The company has not defaulted in repayment of dues to a financial institution or bank or debenture holders.
- (ix) The Company has not issued any initial public offer or further public offer and not availed any term loans, hence its being applied for the purpose of taking the same is not applicable.
- (x) To the best of our knowledge and according to the information and explanation given to us ,no fraud by the company or no material fraud on the company by its officers or employees has been noticed or reported during the year. Hence the nature and the amount involved is not applicable to the company.
- (xi) The Company is a Public Sector Government Company hence the provision of section 197 read with schedule V of the Companies Act 2013 regarding managerial remuneration is not applicable vide Ministry of Company Affairs notification. Dated 5th June 2015
- (xii) The Company is not a Nidhi Company.
- (xiii) The Company is having Related Party Transaction on behalf of it's Parent Company and others and it's disclosure as required under section 177 and 188 of the Companies Act 2013 and related Accounting Standard is made vide Notes to the Accounts.
- (xiv) The Company has not made any preferential allotment or private placements of shares or fully or partly convertible debentures during year under review.





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- (xv) The Company has not entered into non cash transaction with the directors or persons connected with him hence the provisions of section 192 of the Companies Act 2013 not applicable.
- (xvi) The Company is not a Non Banking Financial Institution; hence registration under section 45IA of the Reserve Bank Of India Act 1934 is not applicable.

For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG. NO 002159C

Seema Mangal

CA. Seema Mangal
Partner
M.No.074730



Place: Bhopal
Date: 16th June 2020

UDIN :- 20074730AAAAAW6148


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ICAI FIRM REG. NO. 002159C

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ANNEXURE- B TO THE INDEPENDENT AUDITOR'S REPORT

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

We have audited the internal financial controls over financial reporting of **MPCON LIMITED, BHOPAL** ("the Company") as of 31st March 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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





G D K & ASSOCIATES

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CHARTERED ACCOUNTANT

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Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence I/we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of 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 not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.





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Opinion

In our opinion, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on "Audit of Internal Financial Controls Over Financial Reporting" issued by the Institute of Chartered Accountants of India.

PLACE : BHOPAL
DATED : 16th June 2020

Chartered Accountants
FRN: 002159C

CA. Seema Mangal
Partner
M.No.074730



UDIN :- 20074730AAAAAW6148



G D K & ASSOCIATES

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MPCON LIMITED, BHOPAL

Annexure –C

Directions for the year 2019-20

1. Whether the company has system in place to process all the accounting transactions through IT system? If Yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along-with the financial implications, if any, may be stated.

Reply: Yes, the company has system in place to process all the accounting transactions through IT system. The company does not have any accounting transaction outside IT System.

2. Whether there is any restructuring of an existing loan or case of waiver/ write off of debts/ loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? if yes, the financial impact may be stated.

Reply: No, the company has not taken any loan of any nature during the year under audit.

3. Whether funds received /receivable for specific schemes from Central/State agencies were properly accounted for /utilized as per its terms and conditions? List the cases of deviation

Reply: Yes, funds received /receivable for specific schemes from Central/State agencies were properly accounted for /utilized as per its terms and conditions, No deviation noticed.

For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG. NO 002159C

(CA SEEMA MANGAL)
PARTNER
M.NO.074730



Place: Bhopal
Dated- 16th June 2020

UDIN :- 20074730AAAAAW6148



G D K & ASSOCIATES

ICAI FIRM REG. NO. 002159C

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MPCON LIMITED, BHOPAL

Annexure -D

Sub- Directions under section 143(5) of the Companies Act, 2013 for the year 2019-20

On the basis of the Books of accounts of the Company, the reply to the following questions and/ or information may be supplied:-

1. Investments

Whether the titles of ownership in respect of CGS/ SGS/ Bonds/ Debentures etc. are available in physical/demat form and these, in aggregate, agree with the respective amounts shown in the Company's books of accounts? If not, details may be stated.

Reply: No investment made by the company during the period under audit.

2. Loans

In respect of provisioning requirement of all restructured, rescheduled, renegotiated loan whether a system of periodical assessment of realizable value of securities available against all such loan is in place and adequate provision has been created during the year? Any deficiencies in this regards, if any, may be suitably commented upon along with financial impact.

Reply: Not applicable

For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG. NO 002159C



(A SEEMA MANGAL)
PARTNER
M.NO.074730

Place: Bhopal
Dated-16th June 2020

UDIN :- 20074730AAAAAW6148

MPCON LIMITED
CIN : U74140MP1979GOI001502

Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

BALANCE SHEET
as at 31st March 2020

(Amount in ₹)			
Particulars	Note No.	As at 31st March 2020	As at 31st March 2019
ASSETS			
1. Non - Current Assets			
a. Property, Plant and Equipment	2	28,26,780	32,02,641
b. Capital work - in - progress	3	-	-
c. Investment property	4	-	-
d. Goodwill	5	-	-
e. Other intangible Assets	6	-	-
f. Intangible Assets under development	7	-	-
g. Biological Assets other than bearer plants	8	-	-
h. Financial Assets			
i. Investments	9	-	-
ii. Trade Receivables	10	11,15,05,498	8,73,29,773
iii. Loans	11	-	-
iv. Others	12	-	-
i. Deferred Tax Assets (Net)	13	-	-
j. Other Non - Current Assets	14	-	-
		11,43,32,278	9,05,32,414
2. Current Assets			
a. Inventories	15	-	-
b. Financial Assets			
i. Investments	16	-	-
ii. Trade Receivables	17	5,02,70,572	2,92,86,554
iii. Cash and cash equivalents	18	48,47,111	2,02,89,347
iv. Bank Balance other than (ii) above	19	10,00,000	10,00,000
v. Loans	20	2,46,33,949	2,74,37,584
vi. Others	21	1,95,75,813	1,07,77,530
c. Current Tax Assets (Net)	22	92,14,250	87,61,603
d. Other Current Assets	23	32,86,712	25,87,124
		11,28,28,407	10,01,39,742
TOTAL ASSETS		22,71,60,685	19,06,72,156
EQUITY AND LIABILITIES			
EQUITY			
a. Equity Share Capital	24	1,00,00,000	1,00,00,000
b. Other Equity	25	5,58,07,056	5,39,65,627
		6,58,07,056	6,39,65,627
LIABILITIES			
1. Non - Current Liabilities			
a. Financial Liabilities			
i. Borrowings	26	-	-
ii. Trade Payables	27	-	-
iii. Other Financial Liabilities	28	2,42,415	-
b. Provisions	29	-	-
c. Deferred Tax Liabilities (Net)	30	2,02,269	2,48,116
d. Other Non - Current Liabilities	31	-	-
		4,44,684	2,48,116
2. Current Liabilities			
a. Financial Liabilities			
i. Borrowings	32	-	-
ii. Trade Payables	33	11,04,18,339	8,54,46,718
iii. Other Financial Liabilities	34	24,47,425	10,00,000
b. Other Current Liabilities	35	3,59,95,606	2,75,57,992
c. Provisions	36	1,20,47,576	1,24,53,704
d. Current Tax Liabilities (Net)	37	-	-
		16,09,08,946	12,64,58,414
TOTAL EQUITY AND LIABILITIES		22,71,60,685	19,06,72,156

Summary of Significant Accounting Policies and Other explanatory information in Notes 1 to 68

As per our report of even date attached
For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 002159C



CA SEEMA MANGAL
PARTNER
M. No. 074730
UDIN : 20074730AAAAAW6148
Date : 16.06.2020
Place : Bhopal

FOR AND ON BEHALF OF THE BOARD

(DEBASHISH GUPTA)
DIN : 08741938
MANAGING DIRECTOR



(PRASOON)
DIN : 03599426
CHAIRMAN

MPCON LIMITED
CIN : U74140MP1979GOI001502

Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

STATEMENT OF PROFIT AND LOSS
for the year ended 31st March 2020

(Amount in ₹)

Particulars	Note No.	For the Year ended 31st March 2020	For the Year ended 31st March 2019
CONTINUING OPERATIONS			
Income			
Revenue from Operations	38	55,68,40,193	46,09,18,058
Other Income	39	18,14,243	3,80,553
Total Income		55,86,54,436	46,12,98,611
Expenses			
Cost of Material Consumed	40	-	-
Purchase of Stock - in - Trade	41	-	-
Changes in Inventory of Finished Goods, Stock - in - Trade and Work - in - Progress	42	-	-
Employee benefit expenses	43	3,35,51,275	5,38,83,363
Finance Costs	44	-	-
Depreciation and Amortization expenses	45	4,53,317	4,55,845
Other Expenses	46	52,04,27,330	41,88,45,610
Total Expenses		55,44,31,922	47,31,84,818
Profit / (Loss) before exceptional items and tax		42,22,514	(1,18,86,207)
Exceptional Items		-	-
Profit / (Loss) before tax		42,22,514	(1,18,86,207)
Tax Expense			
1. Current Tax		11,17,425	-
2. Deferred Tax		(18,819)	(19,533)
Profit / (Loss) for the period from continuing operations (A)		31,23,908	(1,18,66,674)
DISCONTINUING OPERATIONS			
Profit / (Loss) for the period from discontinued operations (B)		-	-
PROFIT / (LOSS) FOR THE PERIOD (A + B)		31,23,908	(1,18,66,674)
OTHER COMPREHENSIVE INCOME			
A. i. Items that will not be reclassified to profit or loss	47		
a. Actuarial Gain / (Loss)		(1,03,954)	9,06,803
ii. Tax Effect of (i) above		(27,028)	2,35,769
Other Comprehensive Income for the year, net of tax (C)		(76,926)	6,71,034
Total Comprehensive Income for the year (A + B + C)		30,46,982	(1,11,95,640)
Earnings per equity share in Rs. (for continuing and discontinued operations)			
1. Basic	48	304.70	(1,119.56)
2. Diluted		304.70	(1,119.56)

Summary of Significant Accounting Policies and Other Explanatory Information in Notes 1 to 68

As per our report of even date attached
For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 002159C

CA SEEMA MANGAL
PARTNER
M. No. 074730
UDIN : 20074730AAAAAW6148
Date : 16.06.2020
Place : Bhopal



FOR AND ON BEHALF OF THE BOARD

(DEBASHISH GUPTA)
DIN : 08741938
MANAGING DIRECTOR



(PRASOON)
DIN : 03599426
CHAIRMAN

Prasoon

MPCON LIMITED

CIN : U74140MP1979GOI001502

Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

STATEMENT OF CHANGES IN EQUITY
for the year ended 31st March 2020

A. EQUITY SHARE CAPITAL

(Amount in ₹)

Particulars	Balance at the beginning of the reporting period	Share Capital issued during the year	Share Capital redeemed during the year	Balance at the end of the reporting period
Balance as at 31st March, 2018	1,00,00,000	-	-	1,00,00,000
Balance as at 31st March, 2019	1,00,00,000	-	-	1,00,00,000
Balance as at 31st March, 2020	1,00,00,000	-	-	1,00,00,000

B. OTHER EQUITY

(Amount in ₹)

Particulars	Reserves & Surplus		Other Comprehensive Income (OCI)		Total
	General Reserve	Retained Earnings	Remeasurement of Defined Benefit Plans	Others	
Balance as at 1st April, 2017	6,00,000	6,08,15,373	-	-	6,14,15,373
Profit for the year	-	52,77,363	-	-	52,77,363
Other Comprehensive Income for the year (net of taxes)	-	-	8,75,690	-	8,75,690
Dividend Paid to Equity Shareholders	-	(10,00,000)	-	-	(10,00,000)
Dividend Distribution Tax Paid	-	(2,03,580)	-	-	(2,03,580)
Balance at 31st March, 2018	6,00,000	6,48,89,156	8,75,690	-	6,63,64,846
Profit for the period	-	(1,18,66,674)	-	-	(1,18,66,674)
Other Comprehensive Income for the year (net of taxes)	-	-	6,71,034	-	6,71,034
Dividend Paid to Equity Shareholders	-	(10,00,000)	-	-	(10,00,000)
Dividend Distribution Tax Paid	-	(2,03,580)	-	-	(2,03,580)
Balance at 31st March, 2019	6,00,000	5,18,18,902	15,46,725	-	5,39,65,627
Profit for the period	-	31,23,908	-	-	31,23,908
Other Comprehensive Income for the year (net of taxes)	-	-	(76,926)	-	(76,926)
Dividend Paid to Equity Shareholders	-	(10,00,000)	-	-	(10,00,000)
Dividend Distribution Tax Paid	-	(2,05,553)	-	-	(2,05,553)
Balance at 31st March, 2020	6,00,000	5,37,37,257	14,69,799	-	5,58,07,056

Summary of Significant Accounting Policies and Other Explanatory Information in Notes 1 to 68

As per our report of even date attached
For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 002159C

CA SEEMA MANGAL
PARTNER
M. No. 074730
UDIN : 20074730AAAAAW6148
Date : 16.06.2020
Place : Bhopal



FOR AND ON BEHALF OF THE BOARD

(DEBASHISH GUPTA)
DIN : 08741938
MANAGING DIRECTOR

(PRASOON)
DIN : 03599426
CHAIRMAN



MPCON LIMITED

CIN : U74140MP1979GOI001502

Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

STATEMENT OF CASH FLOWS
for the year ended 31st March 2020

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Income Tax from Continuing Operations	41,18,560	(1,09,79,404)
Discontinuing Operations	-	-
Profit before Income Tax including discontinued operations	41,18,560	(1,09,79,404)
Adjustments For:		
Depreciation and Amortization Expense	4,53,317	4,55,845
Profit on Sale of Fixed Assets	-	(73,291)
Investing Income classified as Investing Cash Flows	(1,90,034)	(3,07,262)
Operating Profit before working capital changes	43,81,843	(1,09,04,112)
Change in operating assets and liabilities, net of effects from purchase of controlled entities and sale of subsidiaries:		
Decrease / (Increase): Financial Assets	(5,11,54,391)	96,64,614
Decrease / (Increase): Current Tax Assets	(4,52,647)	(46,99,499)
Decrease / (Increase): Other Current Assets	(6,99,588)	(25,60,430)
Increase / (Decrease): Financial Liabilities	2,66,61,461	(33,14,761)
Increase / (Decrease): Other Current Liabilities	84,37,614	(3,31,48,552)
Increase / (Decrease): Provisions	(4,06,128)	1,24,53,704
Cash Generated from Operations	(1,32,31,836)	(3,25,09,036)
Income Taxes Paid	(11,17,425)	-
Net Cash inflow / (outflow) from Operating Activities (A)	(1,43,49,261)	(3,25,09,036)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income from FDRs	1,90,034	3,07,262
Purchase of Property, Plant & Equipment	(77,456)	(2,58,618)
Sale of Property, Plant & Equipment	-	1,10,000
Net Cash inflow / (outflow) from Investing Activities (B)	1,12,578	1,58,644
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid to Equity Shareholders	(10,00,000)	(10,00,000)
Dividend Distribution Tax Paid	(2,05,553)	(2,03,580)
Net Cash inflow / (outflow) from Financing Activities (C)	(12,05,553)	(12,03,580)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(1,54,42,236)	(3,35,53,972)
Cash and Cash Equivalents at the Beginning of the year	2,02,89,347	5,38,43,319
Cash and Cash Equivalents at the end of the year (D)	48,47,111	2,02,89,347
Reconciliation of Cash and Cash Equivalents at the end of the year		
Cash on Hand	39,048	22,975
Cheques / Drafts on Hand	-	-
Balances in Current / Savings Accounts with Banks	48,08,063	2,02,66,372
Balances in Deposit Accounts with maturity less than 3 months	-	-
Total Cash and Cash Equivalents at the end of the year	48,47,111	2,02,89,347
Out of (D), significant cash and cash equivalent balances held by the entity that are not available for use	-	-
Non Cash Financing and Investing Activities	-	-

Summary of Significant Accounting Policies and Other Explanatory Information in Notes 1 to 68

As per our report of even date attached
For GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 002159C

CA SEEMA MANGAL
PARTNER
M. No. 074730
UDIN:
Date : 16.06.2020
Place : Bhopal



FOR AND ON BEHALF OF THE BOARD

(DEBASHISH GUPTA)
DIN : 08741938
MANAGING DIRECTOR



(PRASOON)
DIN : 03599426
CHAIRMAN

MPCON LIMITED
CIN : U74140MP1979GOI001502

Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

		(Amount in ₹)	
Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 2	PROPERTY PLANT AND EQUIPMENT		
	Gross Carrying Value		
	Opening Balance		
	a. Furniture and Fixtures	34,24,088	34,00,962
	b. Vehicles	10,24,894	15,03,894
	c. Office Equipment	48,34,632	45,99,140
	d. Others	8,90,195	8,90,195
		1,01,73,810	1,03,94,192
	Additions / (Sale) during the period		
	a. Furniture and Fixtures	-	23,126
	b. Vehicles	-	-4,79,000
	c. Office Equipment	77,456	2,35,492
	d. Others	-	-
		77,456	-2,20,382
	Closing Balance		
	a. Furniture and Fixtures	34,24,088	34,24,088
	b. Vehicles	10,24,894	10,24,894
	c. Office Equipment	49,12,088	48,34,632
	d. Others	8,90,195	8,90,195
		1,02,51,266	1,01,73,810
	Accumulated Depreciation		
	Opening Balance		
	a. Furniture and Fixtures	16,49,292	14,63,712
	b. Vehicles	9,82,942	14,16,691
	c. Office Equipment	39,33,476	37,20,564
	d. Others	4,25,213	3,76,403
		69,90,922	69,77,369
	Depreciation for the period		
	a. Furniture and Fixtures	1,68,606	1,85,580
	b. Vehicles	4,984	-4,33,749
c. Office Equipment	2,79,727	2,12,912	
d. Others	-	48,810	
	4,53,317	13,553	
Closing Balance of Accumulated Depreciation			
a. Furniture and Fixtures	18,17,898	16,49,292	
b. Vehicles	9,87,926	9,82,942	
c. Office Equipment	42,13,203	39,33,476	
d. Others	4,25,213	4,25,213	
	74,44,239	69,90,922	
LEASEHOLD PROPERTY PLANT AND EQUIPMENT			
Gross Carrying Value			
Opening Balance			
a. Land	19,754	19,754	
	19,754	19,754	
Additions / (Sale) during the period			
a. Land	-	-	
	-	-	
Closing Balance			
a. Land	19,754	19,754	
	19,754	19,754	
Accumulated Depreciation			
Opening Balance			
a. Land	-	-	
	-	-	
Depreciation for the period			
a. Land	-	-	
	-	-	
Closing Balance of Accumulated Depreciation			
a. Land	-	-	
	-	-	
Net Carrying Value of Property, Plant and Equipment	28,26,780	32,02,641	



MPCON LIMITED

CIN : U74140MP1979GOI001502

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NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 3	CAPITAL WORK - IN - PROGRESS		
	Capital Work - in - Progress	-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 4	INVESTMENT PROPERTY		
	Gross Carrying Value		
	Opening Balance		
	Additions / (Sale) during the period		
	Closing Balance	-	-
	Accumulated Depreciation		
	Opening Balance		
	Depreciation for the period		
	Closing Balance of Accumulated Depreciation	-	-
	Net Carrying Value	-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 5	GOODWILL		
	Goodwill	-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 6	OTHER INTANGIBLE ASSETS		
	Gross Carrying Value		
	Opening Balance		
	Additions / (Sale) during the period		
	Closing Balance	-	-
	Accumulated Amortization		
	Opening Balance		
	Amortization for the period		
	Closing Balance of Accumulated Depreciation	-	-
	Net Carrying Value	-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 7	INTANGIBLE ASSETS UNDER DEVELOPMENT		
	Intangible Assets Under Development	-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 8	BIOLOGICAL ASSETS OTHER THAN BEARER PLANTS		
	Gross Carrying Value		
	Additions / (Disposals) during the period		
	Depreciation during the period		
	Net Carrying Value	-	-



MPCON LIMITED

CIN : U74140MP1979GOI001502

Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 9	NON - CURRENT INVESTMENTS		
	a. Investments in Equity Instruments		
	b. Investments in Preference Shares		
	Aggregate amount of Quoted Investments	-	-
	Market Value of Quoted Investments	-	-
	Aggregate amount of Unquoted Investments	-	-
	Market Value of Unquoted Investments	-	-
Aggregate amount of Impairment in value of investments	-	-	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 10	NON - CURRENT TRADE RECEIVABLES		
	a. Secured Considered Good	-	-
	b. Unsecured Considered Good		
	i. Due over 12 months but less than 36 months	7,67,89,671	5,56,44,073
	ii. Other Trade Receivables	3,47,15,827	3,16,85,700
		11,15,05,498	8,73,29,773
	c. Doubtful	-	-
	Gross Non - Current Trade Receivables	11,15,05,498	8,73,29,773
	Less : Provision for Bad / Doubtful Debts (Expected Credit Loss)	-	-
	Net Non - Current Trade Receivables	11,15,05,498	8,73,29,773

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 11	LONG TERM LOANS AND ADVANCES		
		-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 12	OTHER FINANCIAL ASSETS		
		-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 13	DEFERRED TAX ASSETS (NET)		
		-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 14	OTHERS NON CURRENT ASSETS		
		-	-

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 15	INVENTORIES		
		-	-



MPCON LIMITED

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Regd. Office: GF - 35, Rajeev Gandhi Bhawan - 2, Shyamla Hills, Bhopal, M.P. - 462 002 (IN)

NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 16	CURRENT INVESTMENTS		
	a. Investments in Equity Instruments	-	-
	b. Investments in Preference Shares	-	-
	Aggregate amount of Quoted Investments	-	-
	Market Value of Quoted Investments	-	-
	Aggregate amount of Unquoted Investments	-	-
	Market Value of Unquoted Investments	-	-
Aggregate amount of Impairment in value of investments	-	-	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 17	CURRENT TRADE RECEIVABLES		
	a. Secured Considered Good	-	-
	b. Unsecured Considered Good		
	i. Due over 6 months	94,63,146	25,58,929
	ii. Other Trade Receivables	4,08,07,426	2,67,27,625
		5,02,70,572	2,92,86,554
	c. Doubtful	-	-
	Gross Current Trade Receivables	5,02,70,572	2,92,86,554
Less: Provision for Bad / Doubtful Debts (Expected Credit Loss)	-	-	
Net Current Trade Receivables	5,02,70,572	2,92,86,554	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 18	CASH AND CASH EQUIVALENTS		
	a. Balances with Banks	48,08,063	2,02,66,372
		48,08,063	2,02,66,372
	b. Cheques and Drafts on Hand	-	-
	c. Cash on Hand	39,048	22,975
		39,048	22,975
	d. Others		
i. Deposits with maturity less than 3 months	-	-	
	48,47,111	2,02,89,347	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 19	BANK BALANCES OTHER THAN (iii) above		
	Lien Marked Fixed Deposits	10,00,000	10,00,000
		10,00,000	10,00,000

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 20	SHORT TERM LOANS AND ADVANCES		
	a. Security Deposits and EMDs		
	i. Secured, considered good	90,31,435	81,32,631
	ii. Unsecured, considered good	-	-
	iii. Doubtful	-	-
		90,31,435	81,32,631
	b. Loans to related parties	-	-
c. Other loans			
i. Secured, considered good	1,56,02,514	1,93,04,953	
ii. Unsecured, considered good	1,56,02,514	1,93,04,953	
iii. Doubtful	2,46,33,949	2,74,37,584	



MPCON LIMITED

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NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

Note No. 24 (i)

Reconciliation of Equity Shares outstanding at the beginning and end of the period

(Amount in ₹)

Particulars	As at 31st March 2020		As at 31st March 2019	
	No. of Shares	Amount	No. of Shares	Amount
No. of shares at the beginning of the year	10,000	1,00,00,000	10,000	1,00,00,000
No. of shares issued during the year	-	-	-	-
No. of shares redeemed during the year	-	-	-	-
No. of shares outstanding at the end of the year	10,000	1,00,00,000	10,000	1,00,00,000

Note No. 24 (ii)

Terms / Rights attached to shares

The company has only one class of Equity Shares having a par value of Rs. 1,000 per share. Each holder of Equity Share is entitled to 1 vote per share. The dividend proposed by Board of Directors is subject to approval of 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 preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note No. 24 (iii)

Details of shareholders holding more than 5% shares in the capital

Particulars	As at 31st March 2020		As at 31st March 2019	
	No. of Shares	% Holding	No. of Shares	% Holding
IFCI Limited	7,972	79.72%	7,972	79.72%
	7,972	79.72%	7,972	79.72%



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NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 21	OTHER FINANCIAL ASSETS		
	a. Advances to MPCON FINESTAR	-	1,43,237
	b. Interest Accrued on Deposits	2,59,817	1,82,440
	c. Income Tax Refund Receivable	1,93,15,996	1,04,51,853
		1,95,75,813	1,07,77,530

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 22	CURRENT TAX ASSETS		
	a. Advance Tax	-	-
	b. Tax Deducted at Source	1,03,31,675	87,61,603
	c. MAT Credit Entitlement	-	-
	Less : Provision for Tax	11,17,425	-
		92,14,250	87,61,603

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 23	OTHERS CURRENT ASSETS		
	a. Capital Advances	-	-
	b. Advances Other than Capital Advances		
	i. Security Deposits	-	-
	ii. Advances to related parties	-	-
	iii. Other Advances		
	1. Prepaid expenses	43,557	54,260
		43,557	54,260
	c. Others		
	1. Cash Ledger Balance on GSTP	27,55,568	21,94,177
2. TDS on GST Receivable	4,87,587	3,03,654	
3. GST Cess Refundable	-	35,033	
	32,43,155	25,32,864	
	32,86,712	25,87,124	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 24	EQUITY		
	Authorized Share Capital		
	10,000 (Previous year - 10,000) Equity Shares of Rs.1000/- each	1,00,00,000	1,00,00,000
		1,00,00,000	1,00,00,000
	Issued Share Capital		
	10,000 (Previous year - 10,000) Equity Shares of Rs.1000/- each	1,00,00,000	1,00,00,000
		1,00,00,000	1,00,00,000
	Subscribed Share Capital		
	10,000 (Previous year - 10,000) Equity Shares of Rs.1000/- each	1,00,00,000	1,00,00,000
		1,00,00,000	1,00,00,000
Paid Up Share Capital			
Equity Share Capital			
10,000 (Previous year - 10,000) Equity Shares of Rs.1000/- each	1,00,00,000	1,00,00,000	
	1,00,00,000	1,00,00,000	
	TOTAL	1,00,00,000	1,00,00,000

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 25	OTHER EQUITY		
	Share application money pending allotment		
	Equity component of other Financial Instruments		
	Reserve and Surplus		
	Securities Premium Reserve		
	Capital Redemption Reserve		
	Debenture Redemption Reserve		
	Share options outstanding account		
	Retained Earnings	5,37,37,257	5,18,18,902
	General Reserve	6,00,000	6,00,000
Other Comprehensive Income	14,69,799	15,46,725	
	5,58,07,056	5,39,65,627	



MPCON LIMITED

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NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

Note No. 25 (i)

Securities Premium Reserve		[Amount in ₹]	
Particulars	As at 31st March 2020	As at 31st March 2019	
Opening Balance	-	-	
Exercise of Options - Proceeds received	-	-	
Acquisition of Subsidiary	-	-	
Right Issue	-	-	
Transaction Costs arising on shares issues, net of Tax	-	-	
Closing Balance	-	-	

Note No. 25 (ii)

Capital Redemption Reserve		[Amount in ₹]	
Particulars	As at 31st March 2020	As at 31st March 2019	
Opening Balance	-	-	
Appropriations during the year	-	-	
Closing Balance	-	-	

Note No. 25 (iii)

Debenture Redemption Reserve		[Amount in ₹]	
Particulars	As at 31st March 2020	As at 31st March 2019	
Opening Balance	-	-	
Appropriations during the year	-	-	
Closing Balance	-	-	

Note No. 25 (iv)

Share Options Outstanding Account		[Amount in ₹]	
Particulars	As at 31st March 2020	As at 31st March 2019	
Opening Balance	-	-	
Employee Stock Option Expense	-	-	
Closing Balance	-	-	

Note No. 25 (v)

Retained Earnings		[Amount in ₹]	
Particulars	As at 31st March 2020	As at 31st March 2019	
Opening Balance	5,18,18,902	6,48,89,156	
Net Profit for the period	31,23,908	(1,18,66,674)	
Dividends distributed to Equity Shareholders (Rs. 100 per Equity Share)	(10,00,000)	(10,00,000)	
Dividend Distribution Tax Paid	(2,05,553)	(2,03,580)	
Items of other comprehensive income recognised directly in retained earnings	-	-	
Remeasurements of post-employment benefit obligations, net of taxes	(76,926)	6,71,034	
Closing Balance	5,37,37,257	5,18,18,902	

Note No. 25 (vi)

General Reserve		[Amount in ₹]	
Particulars	As at 31st March 2020	As at 31st March 2019	
Opening Balance	6,00,000	6,00,000	
Addition / Reduction during the year	-	-	
Closing Balance	6,00,000	6,00,000	

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 26	LONG TERM BORROWINGS	-	-

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 27	NON CURRENT TRADE PAYABLES	-	-



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(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 28	OTHER FINANCIAL LIABILITIES		
	a. Deferred Income from Deposits	2,42,415	
		2,42,415	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 29	LONG TERM PROVISIONS		

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 30	DEFERRED TAX LIABILITIES (NET)		
	a. Deferred Tax liabilities on account of		
	i. Due to depreciation		12,347
	ii. Others	2,08,741	2,15,269
		2,08,741	2,48,116
	b. Deferred Tax Assets on account of		
i. Due to depreciation	6,472		
ii. Others	6,472		
	2,02,269	2,48,116	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 31	OTHER NON CURRENT LIABILITIES		

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 32	SHORT TERM BORROWINGS		

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 33	CURRENT TRADE PAYABLES		
	a. Micro, Small and Medium enterprises		
	b. Trade Payable	10,56,60,747	8,35,28,216
	c. Expenses Payable	47,52,592	19,18,502
	11,04,18,339	8,54,46,718	

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 34	OTHER FINANCIAL LIABILITIES		
	Security Deposits Received	24,47,925	10,00,000
		24,47,925	10,00,000

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 35	OTHER CURRENT LIABILITIES		
	a. Advances Received	1,07,15,154	56,33,913
	b. Grant as Aid received for other training	2,45,66,381	2,01,94,373
	c. Statutory Dues		
	i. Gratuity Payable		
	ii. Employee's PF Payable	1,52,201	1,77,936
	iii. Employee's PF Payable	1,52,201	1,77,936
	iv. Employees Income Tax (TDS) Payable	1,09,211	2,70,485
	v. Employees Professional Tax Payable	9,236	4,170
	vi. Goods & Service Tax Payable	2,31,270	68,335
	vii. Other TDS Payable	3,59,95,606	10,30,664
		2,75,59,992	



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(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 36	SHORT TERM PROVISIONS		
	Gratuity	92,37,611	94,18,929
	Leave Encashment	28,09,945	30,31,775
		1,20,47,576	1,24,53,704

(Amount in ₹)

Note No.	Particulars	As at 31st March 2020	As at 31st March 2019
Note No. 37	CURRENT TAX LIABILITIES		

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 38	REVENUE FROM OPERATIONS		
	a. Project Consultancy	7,54,53,099	7,34,99,640
	b. Financial Inclusion		
	c. Manpower Consultancy	39,07,27,650	30,41,41,182
	d. Entrepreneurship Development Programme	8,94,96,079	8,14,47,329
	e. Other Operating Revenue	11,63,115	8,79,907
		55,66,40,193	46,09,18,058

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 39	OTHER INCOME		
	a. Interest Income		
	c. Earned and Accrued on Deposits	1,90,034	1,07,262
		1,90,034	1,07,262
	b. Profit on Sale of Fixed Assets		73,291
c. Excess Provision written back	16,24,209		
	18,14,243	1,80,553	

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 40	COST OF MATERIAL CONSUMED		

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 41	PURCHASE OF STOCK IN TRADE		

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 42	CHANGE IN INVENTORY		

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 43	EMPLOYEE BENEFIT EXPENSES		
	a. Salaries and Wages	7,61,47,027	1,18,07,008
	b. Contribution to Provident Fund / ESIC	20,31,997	22,58,795
	c. Group Mediclaim / Insurance / Expenses	5,85,067	5,39,173
	d. Staff Welfare Expenses	8,41,938	7,59,479
	e. Gratuity	8,91,981	96,84,117
	f. Leave Encashment		74,24,351
	g. Conveyance, Telephone & Newspaper Allowances	11,15,000	14,12,465
	h. Interest & Service Cost on Defined Benefit Obligations	17,36,265	
	1,35,51,225	5,38,81,363	



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(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 44	FINANCE COST	-	-

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 45	DEPRECIATION AND AMORTIZATION		
	a. Depreciation on Tangible Assets i. Property, Plant and Equipment	4,53,317	4,55,845
		4,53,317	4,55,845

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 46	OTHER EXPENSES		
	a. Rent	12,91,136	12,50,027
	b. Repairs, Maintenance and Consumables	3,29,293	4,70,431
	c. Electricity	2,67,211	2,32,329
	d. Travelling & Conveyance	9,52,525	10,98,719
	e. Printing & Stationery	4,43,880	5,11,871
	f. Postage & Telephone	1,81,966	2,38,405
	g. Vehicle Upkeep & Running	2,04,696	2,49,516
	h. Books, Periodicals & Subscriptions	16,107	72,350
	i. Audit Fees		
	Internal Audit Fees	90,000	50,000
	Statutory Audit Fees	63,000	48,000
	Tax Audit Fees	12,000	12,000
	j. Business Development Expenses	5,77,176	4,03,765
	k. Legal & Professional Expenses	2,17,980	2,77,900
	l. Advertisement	1,14,252	73,885
	m. Bank Charges	19,140	18,575
	n. Board Meeting Expenses	84,204	1,06,308
	o. Director Sitting Fees	25,000	5,000
	p. General Expenses	1,42,903	1,20,718
q. EDP Expenses	7,09,75,578	6,04,64,363	
r. Consultancy Expenses			
i. Professional Fees	6,26,31,475	5,78,30,652	
a. Manpower Consultancy Expenses	17,77,90,207	29,38,02,650	
ii. Financial Inclusion Expenses	-	-	
s. Bad Debts written off	39,97,651	16,58,146	
	52,04,77,330	41,88,45,610	

(Amount in ₹)

Note No.	Particulars	For the Year ended 31st March 2020	For the Year ended 31st March 2019
Note No. 47	ITEMS THAT WILL NOT BE RECLASSIFIED TO PROFIT AND LOSS		
	a. Actuarial Gain / (Loss)	(1,03,954)	9,06,803
	b. Remeasurements of the defined benefit plans	(1,03,954)	9,06,803
	(Less: Tax on Above)	(27,028)	2,35,769
	(46,926)	6,71,034	



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Note No. 48 - EARNINGS PER SHARE

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Profit for the year attributable to equity shareholders (in Rs.)	30,46,982	(1,11,95,640)
Weighted Average No. of Equity Shares	10,000	10,000
Face Value per Equity Share (in Rs.)	1,000.00	1,000.00
Basic and Diluted Earning Per Share (in Rs.)	304.70	(1,119.56)

Note No. 49 - AUDITOR'S REMUNERATION

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Audit Fees	63,000	48,000
Tax Audit Fees	12,000	12,000
TOTAL	75,000	60,000

Note No. 50 - TAX EXPENSES

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Current Tax		
a. In respect of Current Year	11,17,425	-
b. In respect of Previous Years	-	-
	11,17,425	-
Deferred Tax		
a. In respect of Current Year	(45,847)	2,16,236
TOTAL	10,71,578	2,16,236

Note No. 51 - SEGMENT REPORTING

The Company operates in three reportable business segment namely 'Project Consultancy' comprising of various projects related consultancy, FEV studies, Feasibility Studies and Valuations etc. and in 'Manpower Provisioning' comprising of providing manpower both skilled, semi-skilled and unskilled to government offices and in 'EDP Training Programme' comprising of providing Entrepreneurial Trainings and Development programmes. Hence the segment wise disclosure as required by Ind AS - 108 is as under:

(Amount in ₹ in Lacs)

Particulars	Division			Consolidated Total
	Project Consultancy	Manpower Provisioning	EDP Training Programme	
SEGMENT REVENUE				
Sales	754.53	3,907.28	894.96	5,556.77
Other Income	4.05	20.93	4.79	29.77
Total Revenue	758.58	3,928.21	899.75	5,586.54
SEGMENT EXPENSES				
Operating Expenses	626.31	3,777.90	709.76	5,113.97
Depreciation Allocated	0.62	3.19	0.72	4.53
Operating Profit	131.65	147.12	189.27	468.04
Non-Operating Expenses	114.90	128.33	165.20	408.43
Unallocated Costs	-	-	-	18.42
Profit Before Tax	16.75	18.79	24.07	41.19
OTHER INFORMATION				
Segmental Assets	304.72	1,599.95	362.42	2,267.09
Segmental Liabilities	304.72	1,599.95	362.42	2,267.09



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**NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020****Note No. 52 - RELATED PARTY DISCLOSURES****I. Name of the related parties and description of relationship -****A. Enterprises having significant influence over the company**

IFCI Limited - Holding Company
 MPCON FINESTAR - Registered Society funded by MPCON Limited

B. Key Managerial Personnel (Directors during the FY 2019-20)

Mr. Prasoan-Chairman
 Mr. Debashish Gupta-Managing Director (Appointment w.e.f.01.04.2020)
 Mr. Bibhuti Bhusan Sahu-Managing Director (Retired w.e.f. 31.03.2020)
 Mr. Rajkumar Sharma (Retired w.e.f.20.09.2019)
 Mr. Ashwini Kumar Shukla (Retired w.e.f.15.05.2019)
 Mr. Srinivasa Sarma Guntoni (Retired w.e.f.15.07.2019)
 Mr. Shanti Swaroop Rattan (Retired w.e.f.20.9.2019)
 Mr. Rajeev Uberoi (Appointment w.e.f.26.10.2018)
 Mr. Rajendra Gargava (Appointment w.e.f.26.10.2018)
 Mr. Vinayak Vasantrao Tembhumne (Retired w.e.f.20.9.2019)
 Mr. Rajiv Kumar Saxena (Appointment w.e.f.15.07.2019)
 Mr. Praveen Kumar Jain (Appointment w.e.f.23.10.2019)
 Mr. Shriram Dattatray Mahurkar (Appointment w.e.f.23.10.2019)

C. Key Managerial Personnel (Directors during the FY 2018-19)

Mr. Prasoan-Chairman
 Mr. Bibhuti Bhusan Sahu-Managing Director
 Mr. Ashwini Kumar Shukla
 Mr. Yogendra Singh (Retired w.e.f.26.10.2018)
 Mr. MSRK Murthy (Retired w.e.f.27.4.2018)
 Mr. Rajkumar Sharma
 Mr. Sanjeev Kumar (Retired w.e.f.27.07.2018)
 Mr. Piyush Mathur (Retired w.e.f.26.10.2018)
 Mr. Sachikant Mishra (Retired w.e.f.27.04.2018)
 Mr. G S Sarma (Appointed w.e.f.26.07.2018)
 Mr. S S Ratan (Appointed w.e.f.26.10.2018)
 Mr. Rajendra Gargava (Appointed w.e.f.26.10.2018)
 Mr. Rajeev Uberoi (Appointed w.e.f.26.10.2018)
 Mr. Vinayak V Tembhumne (Appointed w.e.f.01.02.2019)



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ii. Details of transactions with enterprises having significant influence over the company (FY 2019 - 20)

(Amount in ₹)

Nature of Transaction	Holding Company (IFCI Limited)	MPCON FINESTAR	Total
FINANCE			
Dividend Paid to Equity Shareholders	7,97,200	-	7,97,200
INCOME			
Consultancy Invoices Received	2,83,200	47,025	3,30,225
EXPENSES			
Remuneration (including benefits) for staff on deputation	64,78,440	-	64,78,440
Rent of Premises (exclusive of GST)	2,82,496	-	2,82,496
Stamps Purchased	-	600	600
LIABILITIES			
ASSETS			
OTHER TRANSACTIONS			
Advances Received	-	6,50,000	6,50,000

ii. Details of transactions with enterprises having significant influence over the company (FY 2018 - 19)

(Amount in ₹)

Nature of Transaction	Holding Company (IFCI Limited)	MPCON FINESTAR	Total
FINANCE			
Dividend Paid to Equity Shareholders	7,97,200	-	7,97,200
INCOMES			
Consultancy Invoices	1,18,000	4,53,936	5,71,936
Renewal of Domain & Webhosting Charges	-	6,700	6,700
Retainership Fees	-	60,000	60,000
EXPENSES			
Remuneration (including benefits) for staff on deputation	46,61,832	-	46,61,832
Rent of Premises (exclusive of GST)	46,304	-	46,304
LIABILITIES			
ASSETS			
OTHER TRANSACTIONS			

iii. Details of transactions with KMPs during the year

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
i. Managing Director		
a. Short term employee benefits	66,53,440	45,61,832
b. Other long term employee benefits	-	-
c. Post employment benefits	-	-
d. Others (specify)	66,53,440	45,61,832



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Note No. 53 - FINANCIAL INSTRUMENTS

i. Interest Rate Risk Management

Interest rate used to determine fair value of Financial Instruments is 3 Years average MCLR of State Bank of India as at 10.03.2020. The same is subject to review at every financial year close. The company has no borrowings, hence incremental borrowing rate is not available.

ii. Break up of Financial Instruments carried at fair value through Profit and Loss

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
FINANCIAL ASSETS		
Trade Receivables	16,17,76,070	11,06,10,327
Other Financial Assets	1,95,75,813	1,07,77,530
FINANCIAL LIABILITIES		
Other Financial Liabilities	26,89,840	10,00,000
	18,40,41,723	12,83,93,857

iii. Break up of Financial Instruments carried at amortised costs

(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
FINANCIAL ASSETS		
Cash and Cash Equivalents	48,47,111	2,02,89,347
Bank Balances other than Cash and Cash Equivalents	10,00,000	10,00,000
Loans	2,46,33,949	2,74,17,584
FINANCIAL LIABILITIES		
Trade Payables	11,04,38,339	8,54,46,718
TOTAL	14,08,99,399	13,41,73,649

Note No. 54 - CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

Note No. 54 (i) - CONTINGENT LIABILITIES

(Amount in ₹)

Particulars	As at 31st March 2020	As at 31st March 2019
(A) Claims against Company not acknowledged as Debts	-	-
(B) Bank Guarantees provided	-	-
(C) Estimated amount of contracts remaining to be executed	-	-
(i) On Capital	-	-
(ii) On Revenue	-	-
Account (net of advances) and not provided for	-	-
(D) Export obligations under Licenses	-	-
(E) The Company has Contingent Liability towards Income Tax is as under -	-	-

Note No. 54 (ii) - CONTINGENT LIABILITIES TOWARDS INCOME TAX

Assessment Year	Amount (in Rs.)
2013 - 14	16,70,690.00



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Note No. 54 (iii) - CONTINGENT LIABILITIES - FOR LEGAL CASES

Particulars	Nature of dues	Litigation Pending Before	Expected financial Implication
Shri Prahalad Kumar Kanojiya,	Salary	High Court Jabalpur	Rs.25000/-
R.K.Swarankar	Salary,Leave Encashment & gratuity	High Court Jabalpur	Not Estimated
U S Tiwari, D P Sharma and G P Ahirwar	Salary	M.P. Industrial Dispute Tribunal , Indore	Rs.740000/-
Employees Provident Fund Orgn. Bhopal	Provident Fund	High Court Jabalpur	Rs.1478984
Vimansh Development Solutions (VDS)	Contractual Dues	High Court Jabalpur	Rs.72596330/-
Ritu Narsala	Reinstatement of Job	High Court Jabalpur	Not Estimated

Note No. 55 - EMPLOYEE BENEFIT PLANS

Note No. 55 (i) - Defined benefit plans

Brief Description: A general description of the type of Employee Benefits Plans is as follows:

1. Earned Leave (EL) Benefit

Salary - Last drawn qualifying salary

Accrual - 33 days per year

Maximum Accumulation - 33 days

Encashment while in service - 100% of earned leave balance, subject to maximum 33 days per year

Encashment on retirement - Maximum upto 33 days or actual accumulation, whichever is less

2. Gratuity

Salary - Last drawn qualifying salary

Accrual - 15 days salary for each completed year of service

Vesting Period - 5 years of service

Limit - Maximum of INR 20,00,000

Note No. 55 (ii) - The principal assumptions used for the purposes of the actuarial valuations were as follows - Assumptions as at March 31, 2020

S. No.	Particulars	(Amount in ₹)	
		March 31, 2020	March 31, 2019
	Gratuity		
1.	Discount rate	6.60%	7.49%
2.	Expected return on plan assets	10,70,023	NA
3.	Annual increase in costs	NA	NA
4.	Annual increase in salary	8.00%	8.00%
	Leave Encashment		
5.	Discount rate	6.60%	7.49%
6.	Expected return on plan assets	4,78,459	NA
7.	Annual increase in costs	NA	NA
8.	Annual increase in salary	8.00%	8.00%

Note No. 55 (iii) - The discount rate is based upon the market yield available on Government bonds at the Accounting date with a term that matches. The salary growth takes account inflation, seniority, promotion and other relevant factor on long term basis. Expected rate of return on plan assets is based on market expectation, at the beginning of the year, for return over the entire life of the related obligation.

Note No. 56 - Disclosure u/s 22 of MSMED Act, 2006

i. The company has requested information from all its vendors regarding their status of registration in accordance with the Micro, Small and Medium Enterprises Development Act, 2006 ("The Act"). Out of the same, vendors who did not send any confirmation have been taken to be non MSME vendors. Further, probability of vendors being under the MSME Category is negligible as mostly debtors are government departments / entities. Disclosure required under Section 22 of the MSMED Act, 2006 is as under -



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(Amount in ₹)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Principal amount due to suppliers registered under the Act and remaining unpaid as at year end		
Interest due to suppliers registered under the Act and remaining unpaid as at year end		
Principal amounts paid to suppliers registered under the Act, beyond the appointed day during the year		
Interest paid other than under Section 16 of the Act to suppliers registered under the Act, beyond the appointed day during the year		
Interest paid under Section 16 of the Act to suppliers registered under the Act, beyond the appointed day during the year		
Interest due and payable towards suppliers registered under the MSMED Act, 2006 for payments already made		
Further interest remaining due and payable for earlier years		

Note No. 57 - IMPAIRMENT LOSSES

As certified by the management of the company, non financial assets of the company have not been impaired during the year and there is no indication of a potential impairment loss, therefore the need to make an estimation of recoverable amount does not arise.

Note No. 58

The Company has continued to act as a Nodal Agency for the implementation of Various Government Programmes. Some of the major amounts sanctioned during the Financial Year 2019 - 20 are as follows -

(Amount in ₹)

SN	Name of Sponsor Agency	Sanction
1	M.P. State Open School, Bhopal	4,55,77,725
2	Entrepreneurship Development Institute of India	56,59,000
3	National Handicapped Finance & Development Corporation	2,16,99,000
4	National Backward Class Finance & Development Corporation	1,93,60,874
5	IFCI Social Foundation	8,92,990
6	MP Council of Employment & Trainings (MPCET)	1,42,57,894
	TOTAL	10,74,47,483

Note No. 59 - IMPLICATION OF TRANSITION FROM IND AS 17 to Ind AS 116 - LEASES

i. On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the Statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The standard permits two possible methods of transition:

- Full retrospective – Retrospectively to each prior period presented applying Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors.
- Modified retrospective – Retrospectively, with the cumulative effect of initially applying the Standard recognized at the date of initial application.

Under modified retrospective approach, the lessee records the lease liability as the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset either as:

- Its carrying amount as if the standard had been applied since the commencement date, but discounted at lessee's incremental borrowing rate at the date of initial application or
- An amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS 17 immediately before the date of initial application.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company has evaluated such transition changes in its ten years standalone financial statements and as a result decided to claim exemption of recognition as per Para 5(b) of Ind AS 116, for the underlying asset i.e. Land is of low value i.e. INR 19,754.



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NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

Note No. 60 - AMENDMENT TO IND AS 12 - INCOME TAXES

1. On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition –

- Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and;
- Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The effective date for adoption of Ind AS 12 Appendix C is annual periods beginning on or after April 1, 2019. The Company has adopted the standard under full retrospective approach and has decided to adjust the cumulative effect in equity on April 1, 2018. There is no change due to such amendment.

2. On March 30, 2019, Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes. The amendment clarifies that an entity shall recognize the income tax consequences of dividends in profit and loss, other comprehensive income or equity according to where the entity originally recognized those past transactions or events.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The financial statements presented are in confirmation to such amendment.

Note No. 61 - AMENDMENT TO IND AS 19 - PLAN AMENDMENT, CURTAILMENT OR SETTLEMENT

On March 30, 2019, Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements.

The amendments require an entity:

- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognized because of the impact of the asset ceiling.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. There is no plan amendment, curtailment or settlement during the reported period.

Note No. 62 - DUES TO SMALL SCALE INDUSTRIAL UNDERTAKINGS

There are no dues payable to Small Scale Industrial Undertakings as defined under Industries (Development & Regulation) Act, 1951 as at the period end.

Note No. 63 - DEFERRED TAX ASSETS / (LIABILITIES)

Particulars	(Amount in ₹)	
	Amount	
Deferred Tax Assets / (Liabilities)		
Opening Balance	2,48,116	
Net Additions	(45,847)	
Net Deferred Tax Assets / (Liabilities)	2,02,269	

Note No. 64 - CONFIRMATIONS

Balances of Trade Receivables and Trade Payables are confirmed by majority of parties.



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NOTES FORMING PART OF BALANCE SHEET
as at 31st March 2020

Note No. 65 - IMPACT OF COVID - 19

In the opinion of the management, the current circumstances arising out of COVID-19 are not expected to have any material financial impact on the entity and that no material uncertainties related to going concern exist for the entity.

Note No. 66

Previous period figures have been regrouped / rearranged / reclassified, wherever necessary, to make them comparable to the current year's presentation.

Note No. 67

The notes referred to above form an integral part of the Financial Statement.

Note No. 68 - APPROVAL OF FINANCIAL STATEMENTS

The financial statements of the company for the year ended March 31, 2020 were approved for issue by the Board of Directors on 16th April 2020.

As per our report of even
date attached
For GDK & ASSOCIATES

CHARTERED ACCOUNTANTS
FRN 002159C


CA SEEMA MANGAL
PARTNER

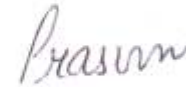
M. No. 074730
UDIN : 20074730AAAAAW6148
Date : 16.06.2020
Place : Bhopal



FOR AND ON BEHALF OF THE BOARD


(DEBASHISH GUPTA)
DIN : 08741938

MANAGING DIRECTOR



(PRASOON)
DIN : 03599426
CHAIRMAN



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NOTES TO STANDALONE FINANCIAL STATEMENTS**CORPORATE AND GENERAL INFORMATION**

MPCON Limited ("the Company"), is a professionally managed Technical Consultancy Organization Promoted by Apex Financial Institutions, PSU Banks and various State Govt. Corporations. Established in 1979, it is the premier consulting organization in Central India, and has consistently endeavoured to provide quality consulting services and created a niche market for itself. The key element of MPCON's progress has been to constantly diversify its portfolio and add new services with the requisite competence.

The core expertise of the company lies in executing project consultancy assignments and training & capacity building in the field of livelihoods promotion. MPCON promotes entrepreneurship in the state of M.P. & Chhattisgarh and provides need based consultancy services including Consultancy on IT, Environment & Energy Projects, Rehabilitation Studies for Sick Units, Consultancy on Agro-based & Food processing industries.

1. SIGNIFICANT ACCOUNTING POLICIES**1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements for the year ended March 31, 2020 have been prepared by the Company in accordance with Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 and as notified by the Ministry of Corporate Affairs, Government of India under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016, as amended from time to time, in this regard.

Further, the financial statements comply in all material aspects with the Indian Accounting Standards (IndAS) including the rules notified under the relevant provisions of the Companies Act, 2013 (the Act).

The accounting policies set out below have been applied consistently to the periods presented in these financial statements.

1.2 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Indian Rupees (INR), which is the Company's functional and presentation currency. All amounts have been denominated in INR and rounded off to the nearest two decimals, except where otherwise indicated.

1.3 BASIS OF MEASUREMENT

The financial statements have been prepared on accrual basis and under the historical cost convention, except for the following material items:

- Financial assets at FVTOCI that is measured at fair value
- Financial instruments at FVTPL that is measured at fair value
- Net defined benefit (asset) / liability - fair value of plan assets less present value of defined benefit obligation



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1.4 USE OF JUDGEMENTS AND ESTIMATES

The preparation of financial statements requires estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses during the reporting period. Although, such estimates and assumptions are made on a reasonable and prudent basis taking into account all available information, actual results could differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period or in the period of the revision and future periods if the revision affects both current and future years.

1.5 PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS AND INVESTMENT PROPERTY**1.5.1 Recognition and measurement**

Property, Plant and Equipment is initially measured at cost of acquisition/construction including any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Property, plant and equipment held for use or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. The cost includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

Property, Plant and Equipment acquired as replacement of the existing assets are capitalized and its corresponding replaced assets removed/ retired from active use are derecognized.

If the cost of the replaced part or earlier inspection is not available, the estimated cost of similar new parts/inspection is used as an indication of what the cost of the existing part/ inspection component was when the item was acquired or inspection was carried out.

After initial recognition, Property, Plant and Equipment is carried at cost less accumulated depreciation / amortisation and accumulated impairment losses, if any.

In the case of commissioned assets, deposit works/cost – plus contracts where final settlement of bills with contractors is yet to be affected, capitalization is done on provisional basis subject to necessary adjustments in the year of final settlement.

Spares parts, standby equipment and servicing equipment which meets the recognition criteria of Property, Plant and Equipment are capitalized.



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Investment properties include those portions of land and buildings that are held for long-term rental yields and/or for capital appreciation or for a currently indeterminate use. Investment properties include properties that are being constructed or developed for future use as investment properties (if any).

Investment properties are stated at cost of acquisition / construction less accumulated depreciation. On disposal of an investment property, the difference between the disposal proceeds and the carrying amount is recognised in profit or loss.

Method of Depreciation used is Straight Line Method and the useful life of the asset taken is 60 years.

On the date of transition to IndAS, the Company has considered the carrying value of Investment Properties(if any) as per previous GAAP to be the deemed cost as per Ind AS 101.

Intangible assets are measured on initial recognition at cost. After initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

Government licenses essential for the company's operations and having a validity of over one year are initially recognised at cost and carried at cost less accumulated amortisation calculated on the basis of remaining validity period.

An item of Intangible asset is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

1.5.2 Depreciation / Amortization

Depreciation is provided using the Straight Line Method over their estimated useful life as prescribed under Schedule II to the Companies Act, 2013 or based on Management assessment of useful life, if lower than what is prescribed under the schedule. Depreciation is calculated on pro – rata basis, including the month of addition and excluding the month of sale/disposal. Leasehold improvements are amortised over the underlying lease term on a straight line basis. Residual value in respect of items of Property, Plant & Equipment and Investment Property are considered as 5% of the cost. Property, Plant and Equipment costing less than Rs. 5000/- individually are charged to the statement of Profit & Loss Account in the year of their purchase itself.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.



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Intangible Assets consisting of Computer software with indefinite period utility / user rights and having a useful life lasting with that of the equipment have been capitalized with the cost of computer. Software carrying an identifiable utility of at least five years is amortized on a straight line basis over a period of five years from the date put into use. Software with limited edition / period utility i.e. requiring annual revision is charged to Statement of Profit and Loss Account in the year of purchase. Government licenses (if any) are amortized on a straight line basis over a period of their validity.

1.5.3 De – Recognition

An item of property, plant and equipment, investment property and intangible assets is de-recognized 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 property, plant and equipment or investment property is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in profit or loss.

1.5.4 Transition to Ind AS

The Company has elected to continue with the carrying value of all of its Property, Plant and Equipment, Investment Property and Intangible Assets recognised as of the transition date measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date as per IndAS 101.

1.6 BORROWING COSTS

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

All other borrowing costs are recognised in the statement of profit or loss in the period in which they are incurred.

1.7 IMPAIRMENT OF NON – FINANCIAL ASSETS

At each reporting date, the Company reviews the carrying amount of its non – financial assets (other than assets held for sale and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that is largely independent of the cash inflows of other assets or CGUs. The 'recoverable amount' of an asset or CGU is the greater of its value in use and its fair value less costs to sell. 'Value in use' is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.



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Impairment losses are recognised in profit and loss. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

1.8 ASSETS HELD FOR SALE

Assets are classified as held for sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use.

Such assets measured at the lower of their carrying amount and fair value less cost to sell with gains and losses on re-measurement recognised in profit or loss. Once classified as held for sale, assets are no longer amortised, depreciated or impaired.

1.9 INVESTMENT IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Investments in Subsidiaries, Associates and Joint Ventures are carried at cost. The cost comprises price paid to acquire investment and directly attributable cost. On each reporting date, consequent upon existence of any external or internal indication to impairment, the impairment loss shall be recognised as difference between the carrying amount and recoverable amount.

1.10 INVENTORIES

Inventories are valued at cost or net realizable value, whichever is lower. The quantity and valuation of inventories at the yearend (if any) is taken as physically verified value and certified by the management.

1.11 CASH AND CASH EQUIVALENTS

Cash and Cash Equivalents comprise Cash in hand, Balances in Bank Account, Remittance in Transit, Cheques in hand and Demand Deposits, together with other short-term, highly liquid investments (original maturity less than 3 months) that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

1.12 LEASES (IN ACCORDANCE WITH IND AS 116)

The company identifies lease as a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration. The company checks for conditions needed to be fulfilled if the contract is to be classified as lease as under:

- i. Identified asset.
- ii. Lessee obtains substantially all of the economic benefits
- iii. Lessee directs the use



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1.12.1 The Company as a Lessee

- i. The company recognizes assets and liabilities for all leases for a term of more than 12 months, unless the underlying asset is of low value.
- ii. It then recognises a right of use asset representing its right to use the underlying leased asset and a lease liability representing its obligations to make lease payments.
- iii. The company measures right-of-use assets similarly to other non-financial assets (such as property, plant and equipment) and lease liabilities similarly to other financial liabilities.
- iv. The company recognizes depreciation of the right-of-use asset and interest on the lease liability.
- v. Lease liability = Present value of lease rentals + present value of expected payments at the end of lease. The lease liability will be mortised using the effective interest rate method.
- vi. Lease term = non-cancellable period + renewable period if lessee reasonably certain to exercise.
- vii. Right to use asset = Lease liability + lease payments (advance)-lease incentives to be received if any initial + initial direct costs + cost of dismantling / restoring etc. The asset will be depreciated as per Ind AS 16 Property Plant and equipment.

1.12.2 The Company as a Lessor

- i. The company classifies each of its leases as either an operating lease or a finance lease.
- ii. A lease is classified as a finance lease if it transfers substantially all the risks and rewards, incidental to ownership of an underlying asset. For finance leases, the company derecognizes the underlying asset and recognizes a net investment in the lease.
- iii. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset. For operating leases, the company continues to recognize the underlying asset.
- iv. Any selling profit or loss is recognized at lease commencement.

1.13 PROVISIONS AND CONTINGENCIES RELATED TO CLAIMS, LITIGATION etc.**1.13.1 Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined based on management estimates required to settle the obligation at the Balance Sheet date. If the effect of the time value of money is material, provisions are discounted. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.



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1.13.2 Contingencies

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

1.13.3 Arbitration Awards

Arbitration / Court's awards along with related interest receivable/payable are, to the extent not taken into accounts at the time of initiation, are recognized after it becomes decree. Permanent Machinery of Arbitration, Government of India, is accounted for on finalization of award by the appellate authority. Interests to/from in these cases are accounted when the payment is probable which the point is when matter is considered settled by management.

1.13.4 Liquidated Damages

Liquidated Damages / Compensation for delay in respect of clients/ contractors, if any, are accounted for when payment is probable which is the point when matter is considered settled by management.

1.14 CONTINGENT LIABILITIES AND CONTINGENT ASSETS**1.14.1 Contingent Liabilities**

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote.

1.14.2 Contingent Assets

Contingent assets are disclosed in the financial statements where an inflow of economic benefits is probable.

1.15 SHARE CAPITAL AND OTHER EQUITY

Share capital represents the nominal value of shares that have been issued. Any transaction costs associated with the issuing of shares are deducted from retained earnings, net of any related income tax benefits.

Other component of equity includes Other Comprehensive Income (OCI) arising from actuarial gain or loss one-measurement of defined benefit liability and return on plan assets.



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Retained earnings include all current and prior period retained profits. All transactions with owners of the parent are recorded separately within equity. Annual dividend distribution to shareholders is recognised as a liability in the period in which the dividend is approved by the shareholders. Any interim dividend paid is recognised on approval by Board of Directors. Dividend payable and corresponding tax on dividend distribution is recognised directly in equity.

1.16 FINANCIAL INSTRUMENTS**1.16.1 Initial Recognition and Measurement**

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

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

1.16.2 Classifications and Subsequent Measurement**(i) Financial Assets**

On initial recognition, a financial asset is classified as subsequently measured at either amortised cost or fair value through other comprehensive income ('FVTOCI') or FVTPL, depending on the contractual cash flow characteristics of the financial assets and the Company's business model for managing the financial assets.

(ii) Business Model Assessment

The Company makes an objective assessment of the business model in which an asset is held at a portfolio level, because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- The stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;
- The frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Company's stated objective for managing the financial assets is achieved and how cash flows are realized;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed.

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



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1.16.3 Assessment whether contractual cash flows are solely payments of principal and interest

For the purpose of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company applies judgement and considers all the contractual terms of the instrument. This includes assessing whether the financial asset contains any contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the said assessment, the Company considers prepayment and extension terms, features that modify consideration of the time value of money (e.g. periodical reset of the interest rates).

1.16.4 Financial Assets at Amortised Cost

A Financial Asset is measured at amortised cost only if both of the following conditions are met:

- It is held within a business model whose objective is to hold assets in order to collect contractual cash flows.
- The contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Subsequently, these are measured at amortised cost using the effective interest rate (EIR) method less any impairment losses.

1.16.5 Financial Assets at Fair Value through Other Comprehensive Income ('FVTOCI')

A Financial Asset is measured at FVTOCI only if both of the following conditions are met:

- It is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.
- The contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Subsequently, these are measured at fair value and changes therein, are recognised in other comprehensive income. Impairment losses on said financial assets are recognised in other comprehensive income and do not reduce the carrying amount of the financial asset in the balance sheet.

1.16.6 Financial assets at Fair Value through Profit and Loss (FVTPL)

Any financial instrument, which does not meet the criteria for categorisation as at amortised cost or as FVOCI, is classified as at FVTPL.

Subsequently, these are measured at fair value and changes therein, are recognised in profit and loss account.



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1.16.7 Investment in equity instruments

All equity investments in scope of IndAS 109 (i.e. other than equity investments in subsidiaries / associates / joint ventures) are measured at FVTPL.

Subsequently, these are measured at fair value and changes therein, are recognised in profit and loss account. However, on initial recognition of an equity instrument that is not held for trading, the Company may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment by investment basis.

1.16.8 Financial liabilities and equity instruments

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or amortised cost, as appropriate and is accordingly accounted for.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company is recognised at the proceeds received, net of directly attributable transaction costs."

1.16.9 Measurement Basis**(i) Amortised cost**

Amortised cost is the amount at which the financial asset or financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the EIR method of discount or premium on acquisition and fees or costs that are an integral part of the EIR and, for financial assets, adjusted for any loss allowance.

(ii) Fair Valuation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

When one is available, the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. If there is no quoted price in an active market, then the Company uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction."



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1.16.10 De-recognition/Modification of Financial Assets and Financial Liabilities**(A) De-recognition of Financial Assets and Financial Liabilities****(i) Financial assets**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily de-recognised (i.e. removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. The Company also recognise a liability for the consideration received attributable to the Company's continuing involvement on the asset transferred. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

On de-recognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset de-recognised) and the sum of (i) the consideration received (including any new asset obtained less any new liability assumed) and (ii) any cumulative gain or loss that had been recognised in OCI is recognised in profit or loss.

(ii) Financial liabilities

The Company de-recognises a financial liability when its contractual obligations are discharged or cancelled, or expired.

(B) Modifications of financial assets and financial liabilities**(i) Financial assets**

If the terms of a financial asset are modified, the Company evaluates whether the cash flows of the modified asset are substantially different. If the cash flows are substantially different, then the modification results in de-recognition of the original financial asset and new financial asset is recognised at fair value.

If the cash flows of the modified asset are not substantially different, then the modification does not result in de-recognition of the financial asset. In this case, the Company recalculates the gross carrying amount of the financial asset and recognises the amount arising from adjusting the gross carrying amount as a modification gain or loss in profit or loss. Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortised over the remaining term of the modified financial asset by recomputing the EIR rate on the instrument.



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If such a modification is carried out because of financial difficulties of the borrower, then the gain or loss is presented together with impairment losses. In other cases, it is presented as interest income.

(ii) Financial liabilities

The Company de-recognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss.

If the modification is not accounted as derecognition, then the amortised cost of the liability is recalculated by discounting the modified cash flows at the original EIR and the resulting gain or loss is recognised in profit or loss. Any costs or fees incurred adjust the carrying amount of the modified financial liability and are amortised over the remaining term of the modified financial liability by recomputing the EIR rate on the instrument."

1.16.11 Offsetting of Financial Instruments

Financial Assets and Financial Liabilities are offset and the net amount is reported in the balance sheet when the Company has a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

1.16.12 Impairment of Financial Assets

The Company recognises impairment allowances for ECL on all the financial assets that are not measured at FVTPL. No impairment loss is recognised on equity investments.

ECL are probability weighted estimate of credit losses. They are measured as follows:

- Financial Assets that are not credit impaired – as the present value of all cash shortfalls that are possible within 12 months after the reporting date.
- Financial Assets with significant increase in credit risk but not credit impaired – as the present value of all cash shortfalls that result from all possible default events over the expected life of the financial asset.
- Financial Assets that are credit impaired – as the difference between the gross carrying amount and the present value of estimated cash flows
- Undrawn Loan Commitments – as the present value of the difference between the contractual cash flows that are due to the Company if the commitment is drawn down and the cash flows that the Company expects to receive with respect to trade receivables and other financial assets, the Company measures the loss allowance at an amount equal to lifetime expected credit losses.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. For financial assets at FVTOCI, the loss allowance is recognised in OCI.

1.16.13 Write-off of Financial Assets

Financial assets are written off (either partially or in full) when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof. This is generally the case when the company determines that the borrower does not have assets or sources of income that could



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generate sufficient cash flows to repay the amounts subject to the write – off. This assessment is carried out at the individual asset level.

However, financial assets that are written off could still be subject to enforcement activities under the group's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in profit or loss.

1.17 TRADE RECEIVABLES

As a practical expedient the Company has adopted 'simplified approach' using the provision matrix method for recognition of expected loss on trade receivables. The provision matrix is based on three years rolling average default rates observed over the expected life of the trade receivables and is adjusted for forward-looking estimates. These average default rates are applied on total credit risk exposure on trade receivables and outstanding for more than one year at the reporting date to determine lifetime Expected Credit Losses.

1.18 FOREIGN CURRENCY TRANSACTIONS

The expenses and income in foreign exchange transactions are accounted for at the rates prevailing on the date of transactions / at the forward rate, if booked, for such transaction. Assets and liabilities held in foreign currencies and accrued income and expenditure in foreign currencies are translated into Indian Rupees at the rates advised by Foreign Exchange Dealers Association of India (FEDAI) prevailing towards the close of the accounting period. Gains / losses, if any, on valuation of various assets and liabilities are taken to Statement of Profit & Loss.

1.19 REVENUE RECOGNITION

- i. Interest Income from Bank Deposits is recognized on accrual basis on a time proportion basis.
- ii. Income by way of Fees for Project Consultancy Services is recorded on accrual basis as per services rendered pursuant to the specific service agreements and in accordance with IndAS 115 – "Revenue from Contracts with Customers".
- iii. Income by way of Fees for Manpower Provisioning is recorded on accrual basis as per manpower provided pursuant to the specific agreements and in accordance with IndAS 115 – "Revenue from Contracts with Customers".
- iv. Income by way of Fees for EDP Training Program is recorded on accrual basis as per number of students to whom training has been provided pursuant to the specific agreements and in accordance with IndAS 115 – "Revenue from Contracts with Customers".
- v. Recovery from bad debts written off is recognised as income on the basis of actual realisation from customers.

1.20 DIVIDENDS

Dividends and Dividend Distribution Tax thereon are recognised if and only when the same are approved by the shareholders in the general meeting and consequently paid to the shareholders.



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1.21 EMPLOYEE BENEFITS

Employee benefits are all forms of consideration given by the company in exchange for service rendered by employees. Employee benefits include: short – term employee benefits, post – employment benefits and other long – term employee benefits.

1.21.1 Short Term Employee Benefits

When an employee has rendered service to the company during an accounting period, the company recognises the undiscounted amount of short-term employee benefits expected to be paid in exchange for that service as a liability (accrued expense), after deducting any amount already paid and as an expense. Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

1.21.2 Defined Benefit Plans**i. Gratuity**

The Company has a defined benefit employee scheme in the form of Gratuity. The trustees of the scheme have entrusted the administration of the related fund to Life Insurance Corporation of India. Expense for the year is determined on the basis of actuarial valuation of the Company's year – end obligation in this regard and the value of year end assets of the scheme. Contribution is deposited with LIC based on intimation received by the Company.

ii. Provident Fund

The Company pays fixed contribution to Provident Fund. The contributions to the fund for the year are recognized as expense and are charged to the profit or loss. The obligation of the company is to make such fixed contributions and to ensure a minimum rate of return to the members as specified by the Government of India (GoI) from time to time.

iii. Medical Facilities and Mediclaim

The Company has a post-retirement medical benefit scheme for employees and their dependants subject to certain limits for hospitalization and normal medical treatment.

iv. Children Education Allowance

The Company also pays Children Education Allowance to employees for a maximum of two (2) children till the time they are dependent.

Defined benefit plans are those plans that provide guaranteed benefits to certain categories of employees, either by way of contractual obligations or through a collective agreement. The company operates unfunded defined benefit plan. The cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each fiscal year end. The obligation recognized in the consolidated statements of financial position represents the present value of the defined benefit obligation.



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The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current costs and the fair value of any plan assets, if any is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Accrued Benefit Method (same as Projected Unit Credit Method), which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contribution to the plan.

The change in defined benefit plan liability is split into changes arising out of service, interest cost and re-measurements and the change in defined benefit plan asset is split between interest income and re-measurements. Changes due to service cost (which is the increase of the present value of the defined benefit obligation resulting from the employee service in the current period) and net interest cost / income (which is the change during the period in the defined benefit liability that arises from the passage of time) is recognized in the statement of profit and loss. Re-measurements of net defined benefit liability / (asset) which comprise of the below are recognized in other comprehensive income:

- Actuarial gains and losses;
- The return on plan assets, excluding amounts included in net interest on the net defined benefit liability (asset)

1.21.3 Other Long Term Employee Benefits

Benefits under the Company's Leave Encashment and Leave Fare Concession constitute other long term employee benefits. The Company's net obligation in respect of leave encashment is the amount of future benefit that employees have present value, and the fair value of any related assets is deducted. The calculation is performed using the projected unit credit method. Any actuarial gains or losses are recognized in profit or loss in the period in which they arise. Provision for Leave Encashment is being made on actuarial valuation basis.

1.22 INCOME TAX EXPENSE

Income Tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of temporary differences between tax base and book base). It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in OCI.



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1.22.1 Current Tax

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Minimum Alternative Tax ('MAT') under the provisions of the Income Tax Act, 1961 is recognised as current tax in the statement of profit and loss. Current tax assets and liabilities are offset only if, the company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

1.22.2 Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax assets are reviewed at each reporting date and based on management's judgement, are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. Deferred tax assets and liabilities are offset only if the Company:

- a) has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

1.22.3 Current and Deferred Tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

1.22.4 Minimum Alternate Tax (MAT)

The credit available under the Act in respect of MAT paid is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.



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1.23 PRIOR PERIOD ITEMS

Material prior period errors are corrected retrospectively by restating the comparative amounts for prior period presented in which the error occurred or if the error occurred before the earliest period presented, by restating the opening statement of financial position.

1.24 EARNINGS PER SHARE

Basic earnings per share is computed using the net profit for the year attributable to the shareholders and weighted average number of shares outstanding during the year.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholders and weighted average number of equity and potential equity shares outstanding during the year, except where the result would be anti-dilutive.

1.25 SEGMENT REPORTING

The Company operates in three reportable business segment namely 'Project Consultancy' comprising of various projects related consultancy, TEV studies, Feasibility Studies and Valuations etc. and in 'Manpower Provisioning' comprising of providing manpower both skilled, semi-skilled and unskilled to government offices and in 'EDP Training Programme' comprising of providing Entrepreneurial Trainings and Development programmes.

ALLOCATION OF COMMON COSTS

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

1.26 CASH FLOW STATEMENT

Cash flow statement is prepared as per indirect method prescribed in the IndAS 7 – "Statement of Cash Flows".

FOR GDK & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 002159C

Seema

CA SEEMA MANGAL
PARTNER
M. No. 074730

UDIN: 20074730AAAAAW6148

DATE: 16.6.2020

PLACE: BHOPAL



FOR AND ON BEHALF OF THE BOARD

Debashish Gupta

(DEBASHISH GUPTA
DIN:08741938
MANAGING DIRECTOR

Prasoon

(PRASOON)
DIN:03599426
CHAIRMAN



Glimpses of Activities undertaken by MPCON



A view of Physical Inspection of “ Six Laning of Gorhar to Khairatunda Section of NH-2” for LIE Report by experts including MPCON's official.



Industrial visit by participants of an Entrepreneurship awareness camp organised at Rainandgaon under sponsorship of NSTEDB, DST New Delhi



Kiosk Operated by MPCON for Madhyanchal Gramin Bank under financial inclusion services



A view of Awareness Programme on Cyber Laws & Cyber Security organised for the Banks

Promoters of MPCON



Madhya Pradesh
Laghu Udyog Nigam



Madhya Pradesh
Industrial Development
Corporation



Madhya Pradesh
Financial Corporation



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