

ANNUAL REPORT

ADVIK CAPITAL LIMITED

2019-20



CONTENTS

1. CORPORATE OVERVIEW

Advik Capital At A Glance

Message from Chairman

Corporate Information

2. STATUTORY REPORTS

Notice of AGM

Attendance Slip

Proxy Form

AGM Route Map

Directors Report

Corporate Governance

Annexures to Directors Report

3. FINANACIAL STATEMENTS

Standalone

-Independent Auditor's Report

-Balance Sheet

-Statement of Profit & Loss

-Cash Flow Statement

-Notes

Consolidated

-Independent Auditor's Report

-Balance Sheet

-Statement of Profit & Loss

-Cash Flow Statement

-Notes

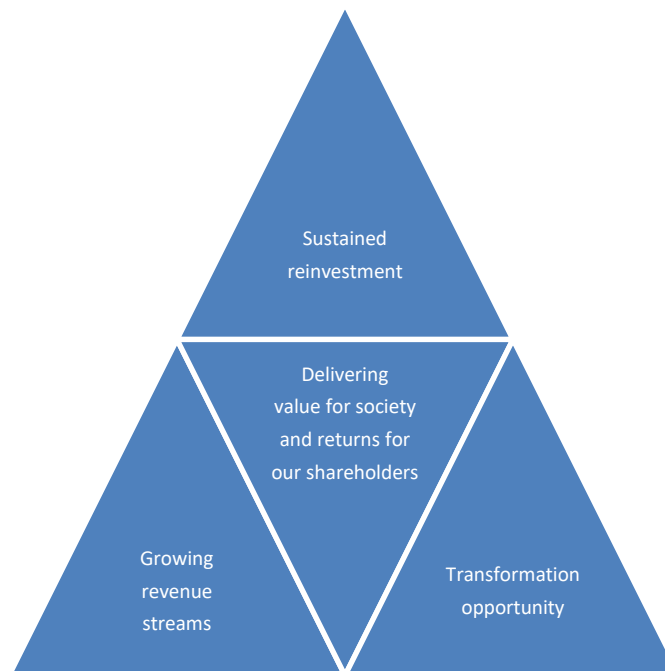
-Annexure- AOC-1

Delivering value for society and returns for our shareholders

In our eventful and exciting journey of 35 years, we have reached many milestones each milestone. we reached has been the starting point of the next phase and a new beginning.

At Advik Capital, our constant and tireless endeavor has been to reach further, aim higher and living upto our own expectations, surpassing them and setting ourselves yet higher targets and goals.

In the fast emerging and burgeoning NBFC space, growth is more or less given for all players. What differentiates long-term and sustainable growth is the quality of growth. And it is precisely this - not just growth per se, but quality growth that is what makes Advik Capital distinct and different. It is the vision and value systems of Advik Capital underlined by a deep-rooted belief of the founders in the philosophy of trusteeship along with the passion has resulted in steady growth and expansion every year.



INDUSTRY OVERVIEW



Financial capital

The financial capital to drive our business includes strong parent support and a credible reputation among investors.

Operational expertise

We design our products and services in line with our customers' changing financial aspirations. We converge the capabilities of our people and technology architecture to operate at optimal level.

People

Our people represent our strongest competitive advantage. The focus is on attracting, nurturing and inspiring teams to apply their expertise to serve our diverse clients, within the boundaries of our risk appetite and compliance requirements.

Stakeholder relationships

We foster enduring relationships with our clients, capital providers, regulators and other stakeholders to remain commercially and socially relevant. These relationships underpin our legitimacy as an organization, our reputation and the trust that stakeholders have reposed in us forming the basis on which we compete and win.

ADVIK CAPITAL AT A GLANCE

Advik Capital Limited (formerly known as Advik Industries Limited) is one of the emerging non-deposit taking non- banking finance Company (NBFC) registered with Reserve Bank of India, New Delhi, bearing Registration No. **B-14.00724**. In addition of

this, the Company is a listed entity and trading its equity shares at Bombay Stock Exchange (BSE Limited). The BSE security code of the Company is **539773**.

The Company is carrying on the Business of investing funds, assisting the financial accommodation by way of loans/advances to industrial concerns and undertaking the business of leasing and to finance lease operations of all kinds, purchasing, selling, hiring or letting on hire or all kinds of plant and machinery.

During the year, with the approval of members of the Company and Reserve Bank of India, Registrar of Companies, NCT Delhi & Haryana and BSE Limited, Company have changed its name from **“Advik Industries Limited”** to **“Advik Capital Limited”** **w.e.f. 07/07/2017**.

Mission and Strategy

Advik Capital is looking to the future with confidence, driven by a clear mission and strategy. The Company's Code of Conduct ensures that all its employees, suppliers and vendors respect human rights not only among themselves, but also within communities in which they operate. Advik Capital Limited has instituted a set of policies, codes, and guidelines to govern its employees. We are facing unusual crisis with no precedent in recent history. As a responsible company, we need to formulate strategies which mitigate the impact of COVID-19 on our stakeholders. Our aim is to make sure that our employees are safe and secure during the lockdown and after the lockdown ends. We are continuously communicating with them and engaging with them. We are working on the guidelines and protocols.

This mechanism includes directors, senior executives, officers, employees (whether permanent, fixed-term or temporary), and third parties including suppliers and business partners associated with Advik Capital. The well-defined policy lists tenets on ethical business conduct, definitions and the framework for reporting concerns. Offering all worldwide the best of our product in terms of quality, efficacy and safety to satisfy all their financial needs and desires, in their infinite diversity. Trust is our cherished intangible that creates tangible outcomes. We have helped a large number of first-time borrowers, with no or limited credit history, but a strong commitment to realize their dreams. Our customers have reposed their faith in the ability of Advik Capital to help elevate their quality of life.



CHAIRMAN AND MANAGING DIRECTOR'S STATEMENT

I am writing to you amidst uncertain times with the spread of global pandemic arising due to global spread of COVID-19. I sincerely hope that you, your families and loved ones are safe and healthy and taking due care. The COVID-19 Pandemic and Lockdown We are amidst unprecedented times. The COVID-19 pandemic has spread across the world.

In India too, which implemented a lockdown since 25 March 2020, the pandemic has created shocks ripping through society and the world of business. The picture of millions of unemployed daily wage workers and their families trying to trudge back to their villages hundreds of kilometres away; shut factories and stores; empty construction sites; and a nation being deprived of its natural economic vigour are vignettes of this scourge. After a nationwide lockdown involving 1.35 billion people over a long continuous period, the economy is gradually opening without seriously risking a major spike in infections. After initial lockdown, the government has done the unlocking in a phased manner and things are gradually coming back to normal.

Despite all these challenges, I am pleased to share that in the previous year we delivered a strong performance in terms of sales, clocking a robust. Advik Capital Limited is a truly great company that produces outstanding results year after year and provides the kind of value that shareholders dream of. Over the years, thanks to superb Management, top class employee commitment and outstanding leadership of its management team, your Company has come to be known as one of the growing diversified non-banking financial companies of India.

Any company is as good as its human resource and it is no different at Advik Capital. The Company has been served by one of the most dedicated and competent core team, along with a strong resource, personnel responsible to propel the Company towards its mission and vision each day. Learning and unlearning on a daily basis remains the main plank of the human resource development.

This enthusiasm to take every challenge as an opportunity has played a vital role in laying the foundation of this Company.

I would like to thank and congratulate all my colleagues and Board of Directors for their dedication, innovation and hard work. By creating new benchmarks in the businesses we operate in, our team is delivering on our mission to generate sustainable value for our stakeholders and India. These efforts also help us to deliver inclusive growth and make life better for everyone.

I would like to place on record my sincere appreciation to the Board of Directors for their guidance. I would like to express my gratitude to all our stakeholders for their continuing faith in Advik Capital Limited.

Yours Truly

Virender Kumar Agarwal
Chairman/Managing Director

CORPORATE INFORMATION

Board of Directors

Executive Chairman/Managing Director

Mr. Virender Kumar Agarwal

Executive Director

Mr. Shakul Kumar Agarwal - **Whole-time Director**

Directors (Non-Executive)

Mr. Hemant Agarwal - **Independent**

Mrs. Latika Bansal - **Independent**

Mr. Vineet Gupta - **Independent**

Mrs. Manju Agarwal - **Promoter**

Other KMPs

Rishab Kumar Agarwal - **CFO**

Poonam Mehta Kalra - **Company Secretary & Compliance Officer**

Auditors

Statutory Auditors

M/s Garg Anil & Co.

Chartered Accountants

New Delhi

Secretarial Auditors

M/s A.K. Verma & Co.

Company Secretaries

New Delhi

Bankers

Kotak Mahindra Bank

Registrar and Share Transfer Agents

Skyline Financial Services Private Limited

D-153A, 1st Floor, Okhla Industrial Area, Phase- I, New Delhi- 110 020

Tel: 011- 011-40450193-94-95-96-97

Email: info@skylinerta.com

Registered Office

**Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla
Delhi- 110081**

Corporate Identification Number

(CIN) L65100DL1985PLC022505

Website: www.advikgroup.com/ail

Phone No: 011-25952595

E-mail: Info@advikgroup.com

Help-Line: 91-9136311500

NOTICE

NOTICE is hereby given that the **35th** Annual General Meeting of the members of **ADVIK CAPITAL LIMITED (FORMERLY KNOWN AS ADVIK INDUSTRIES LIMITED)** will be held on Wednesday the 23rd day of December, 2020 at Registered office of the Company at Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi-110081 at 12:30 PM by Video Conferencing to consider and transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt (a) the Audited (Standalone) Financial Statements of the Company for the Financial Year ended March 31, 2020 and the reports of the Board of Directors and Auditors thereupon; and (b) the Audited (Consolidated) Financial Statements of the Company for the Financial Year ended March 31, 2020 and the report of Auditors thereon and in this regard, pass the following resolutions as **Ordinary Resolutions:**

(a) **“RESOLVED THAT** the Audited (Standalone) Financial Statements of the Company for the Financial Year ended March 31, 2020 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby received, considered and adopted.”

(b) **“RESOLVED THAT** the Audited (Consolidated) Financial Statements of the Company for the Financial Year ended March 31, 2020 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby received, considered and adopted.”

2. To appoint **Mrs. Manju Agarwal**, who is longest serving member of the Board and who is liable to retire by rotation and being eligible, offers himself for re-appointment as a Director and in this regard, pass the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, **Mrs. Manju Agarwal (DIN: 00531344)**, who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

SPECIAL BUSINESS:

3. To appoint Ms. Chetna as Independent Director of the company

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