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CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Sanjay Gupta, Managing Director
Mrs. Bharti Gupta, Executive Director
Ms. Tamanna Gupta, Executive Director
Ms. Vrinda Ganeriwala, Independent Director
Mr. Mohammad Masheer Zia, Independent Director
Ms. Gursharan Kaur, Independent Director (Resigned on 26th July, 2021)

CHIEF FINANCIAL OFFICER

Mr. Archit Gupta

COMPANY SECRETARY AND COMPLIANCE OFFICER

Ms. Varsha Agarwal

STATUTORY AUDITOR

M/s. Sultania & Co.,
Chartered Accountants
14/3, Chattawala Gully, 1st Floor
Kolkata 700 012

SECRETARIAL AUDITOR

Ms. Nisha Nahata, Practising Company Secretary
43, Shyam Nagar Rd, Natural City, BI-D, 8A Kolkata-55
Email - nahatanisha@yahoo.com

REGISTRAR & SHARE TRANSFER AGENT

R&D Infotech Pvt. Ltd.
15C, Naresh Mitra Sarani, Gr. Floor, Kolkata 700 026
Ph- 033 2419 2641 Fax- 033 2474 1657
Email: rd.infotech@vsnl.net, rdinfotech@yahoo.com

REGISTERED OFFICE

29, Ganesh Chandra Avenue, 4th Floor
Kolkata-700013 (W.B) India
Ph 033 4001 7379
Email: support@clarityforex.com, investorgrievance@clarityforex.com
Website: www.clarityforex.com
CIN: L65999WB1993PLC058631



BANKERS

Karnataka Bank Limited
Yes Bank Limited
Kotak Mahindra Bank Limited
Axis Bank Limited
RBL Bank Limited
ICICI Bank Limited
HDFC Bank Limited

AUDIT COMMITTEE

Ms. Vrinda Ganeriwala - Chairman
Mr. Md. Masheer Zia - Member
Mr. Sanjay Gupta - Member

Nomination & Remuneration Committee

Mr. Md. Masheer Zia - Chairman
Ms. Vrinda Ganeriwala - Member
Mr. Sanjay Gupta - Member

Stakeholders Relationship Committee

Ms. Vrinda Ganeriwala - Chairman
Mr. Md. Masheer Zia - Member
Mr. Sanjay Gupta - Member



Clarity Financial Services Limited

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NOTICE

Notice is hereby given that **29th Annual General Meeting** of the Members of **M/s. Clarity Financial Services Limited** will be held at its registered office 29, Ganesh Chandra Avenue, 4th Floor, Kolkata 700 013, on Monday, 19th day of September, 2022 at 11.30 A.M. to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended 31st March, 2022, together with the Reports of Board of Directors and Auditors thereon.
2. To consider appointment of Director in place of Ms. Bharti Gupta, Executive Director (DIN: 06829341), who retires by rotation and being eligible, offers herself for re-appointment.

Place: Kolkata
Date: 12th August, 2022

**By Order of the Board of Directors
For Clarity Financial Services Limited**

**Sd/-
Varsha Agarwal
Company Secretary**

Regd. Office:

29, Ganesh Chandra Avenue, 4th Floor, Kolkata 700 013
Phone: 033 4001 7379
Email Id: support@clarityforex.com, investorgrievance@clarityforex.com
CIN: L65999WB1993PLC058631
Website: www.clarityforex.com



Clarity Financial Services Limited

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF. SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.

A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

Corporate Members are required to send to the Company, a certified copy of the Board Resolution (together with the respective specimen signatures), pursuant to Section 113 of the Companies Act, 2013 (the Act) (as amended), authorizing their representative to attend and vote at the AGM. An authorised representative of a Body Corporate Member may also appoint a Proxy under his signature in the manner provided as above.

For the convenience of members and for proper conduct of the meeting, entry to the place of meeting will be regulated by attendance slip, which is a part of the Notice. Members are requested to sign at the place provided on the attendance slip and hand it over at the entrance to the venue. Members / proxies should bring the duly filled Attendance Slip attached herewith to attend the meeting. Duplicate Attendance Slip and / or copies of the Annual Report shall not be issued/ available at the venue of the Meeting.

For easier identification Members attendance at the meeting, members are requested to bring their PAN card or Voter ID card along and the members who hold shares in dematerialized form, are requested to bring their Client ID and DP ID Nos.

2. The Register of Members and the Share Transfer Books of the Company will remain closed from **Tuesday 13th September, 2022 to Monday, 19th September, 2022** (both days inclusive), for the purpose of Annual General Meeting.
3. Members may note that the Notice of 29th AGM and Annual Report for the Financial Year 2021-22 will be available on the website of the Company at www.clarityforex.com. Notice of 29th AGM will also be available on the website of NSDL at www.evoting.nsdl.com
4. In all the cases relating to the appointment, re-appointment of Directors at the ensuing AGM, the requisite details of Directors, pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and Secretarial Standard-2 is given in the explanatory statement to the Notice.
5. **Members who have not registered their email addresses so far are requested to register their e-mail addresses for receiving all communications including Annual Report, Notices, Circulars, etc. from the Company electronically.**
6. As per SEBI directions, the securities of the listed entities can be transferred only in dematerialized form from 1st April 2019. In view of the above and to avail other benefits of dematerialization, members who are still holding shares in physical form are requested to dematerialize their shares. For guidance on how to dematerialize the shares, please visit our website at www.clarityforex.com.



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7. Members may please note that SEBI vide its Circular dated 25th January, 2022 has mandated the listed companies to issue securities in dematerialized form only, while processing various service requests viz. issue of duplicate share certificate; claim from Unclaimed Suspense Account renewal/ exchange of share certificate; endorsement; sub-division/splitting of share certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR 4, which is available on the Company's website at www.clarityforex.com. It may be noted that any service request can be processed only after the folio is KYC Compliant.
8. As per SEBI Circular dated 3rd November, 2021 read with Circular dated 14th December 2021, the Company has sent letters to all members holding shares in physical form for furnishing their PAN, KYC details and nomination etc. in prescribed forms (Form ISR1, ISR-2, ISR-3, SH-13 and SH-14). These forms are available on company's website at www.clarityforex.com. Members who have not submitted such details so far are requested to submit the same to the Registrar and Share Transfer Agent (RTA), **R & D Infotech Pvt. Ltd** Regd Offc Address: 15C Naresh Mitra Sarani, Kolkata 700 026 or email at rd.infotech@vsnl.net or rdinfo.investors@gmail.com. In the absence of KYC and other details as mentioned in above circulars, such folios shall be frozen by RTA and no service request shall be entertained w.e.f. 1st April 2023.
9. The Board has appointed **Ms. Nisha Nahata**, Practicing Company Secretary, (Membership No. 26540, Certificate of Practice No. 9624) as the Scrutinizer to scrutinize the voting process (electronically or otherwise), in a fair and transparent manner.
10. No dividend has been proposed by the Board of Directors for the year ended 31st March, 2022.
11. **Voting through electronic means:**
 - a. In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
 - b. The remote e-voting period starts on Friday, 16th September, 2022 (10.00 AM. IST) and ends on Sunday, 18th September, 2022, (5.00 PM. IST). During this period, Members of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date, i.e., Friday, 09th September, 2022, may cast their votes electronically.
 - c. The facility for voting through Poling Paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
 - d. The Members who have cast their vote by remote E-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.



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THE INSTRUCTIONS FOR MEMBERS FOR VOTING ELECTRONICALLY ARE AS UNDER: -

The remote e-voting period begins on Friday, 16th September, 2022 (10.00 AM. IST) and ends on Sunday, 18th September, 2022, (5.00 PM. IST). The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 09th September, 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 09th September, 2022.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to



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	<p>NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p> <p>4. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p style="text-align: center;">NSDL Mobile App is available on</p> <div style="display: flex; justify-content: center; align-items: center;">  App Store  Google Play </div> <div style="display: flex; justify-content: center; align-items: center; gap: 20px;">   </div>
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi/Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period</p>

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



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

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

B) Login Method for e-Voting shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password'



and the system will force you to change your password.

- b) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on **"Forgot User Details/Password?"** (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **"Physical User Reset Password?"** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period. Now you are ready for e-Voting as the Voting page opens.
3. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
4. Upon confirmation, the message "Vote cast successfully" will be displayed.
5. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
6. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.



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General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to nahatanisha@yahoo.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories/ company for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to support@clarityforex.com
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to (support@clarityforex.com If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

Place: Kolkata

Date: 12th August, 2022

For Clarity Financial Services Limited

Sd/-

Varsha Agarwal
Company Secretary



BRIEF PROFILE OF THE DIRECTORS

Pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges following information is furnished in respect of Directors proposed to be appointed / reappointed.

NAME OF DIRECTOR	MS. BHARTI GUPTA
DIN	06829341
Date of Birth	06.08.1968
Date of Appointment on the Board	26.02.2014
Qualifications	Graduate in Bachelor in Arts (H)
Brief Resume & Expertise in specific functional areas	Mrs. Gupta is a graduate in BA Hons. and look after in the fund management of the Company
Relation with other Directors or Key Managerial Personnel of the Company	Wife of Mr. Sanjay Gupta, Director of the Company.
Other Directorship in Companies	Clarion Finance & Investment Co. Pvt. Ltd.
Memberships / Chairmanships of Committees of other Boards	-
Number of Equity Shares held in the Company	2,61,180

The Board commends Item no. 2 for consideration and approval of the shareholders.



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DIRECTORS REPORT

Dear Members,

Your Directors are pleased to present the **29th Annual Report** on the business and operation of the Company together with Audited Statement of Accounts for the year ending **31st March, 2022**.

1. FINANCIAL HIGHLIGHTS

(Amount in ₹ hundreds)

Particulars	FY 2021-22	FY 2020-21
Total Revenue	1,03,57,850	35,17,647
Profit / (Loss) before taxation	15,032	2,157
Less: Current Tax	3,448	1,370
Less: Deferred Tax	(-230)	(-250)
Less: Tax adjustments relating to earlier years	-	-
Profit / (Loss) after taxation	11,814	1,037
Balance brought forward from previous year	3,16,371	3,15,377

2. OVERVIEW OF COMPANY PERFORMANCE

Clarity Financial Services Limited is a Reserve Bank of India (RBI) licensed, Full-Fledged Money Changer (FFMC) Company. Clarity Financial Services Limited shares are listed in Calcutta Stock Exchange Limited. Our Company provides Forex Prepaid Cards and Currency Exchange services to corporate travellers, leisure travellers and individuals.

During the year the Company earned a gross sales of ₹ 1,03,57,85,000 for the year ended 31st March, 2022 as against ₹ 35,17,64,700 for the year ended 31st March 2021 and profit after tax was ₹ 11,81,400 for the year ended 31st March, 2022 as against profit of ₹ 1,03,700 for the year ended 31st March, 2021.

The business environment continued to face uncertainties, even though the vaccination rollout was rapid and global. Restrictions on the freedom of movement caused by the COVID-19 outbreak bore down heavily on the travel industry. Compared to FY 2020-2021, the global tourist business performed significantly better in FY 2021-2022. With resumption of International flights in a full-fledged manner from March 2022, the outlook of Business travel and Leisure travel has turned positive. We look forward to a positive year ahead.

3. SHARE CAPITAL

During the year under review, the paid up Equity Share Capital of the company stood at ₹ 3,10,01,000/- consisting of 31,00,100 equity shares of ₹ 10 each. The Company has not issued shares with differential voting rights nor has granted any stock options or sweat equity shares.



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4. **DIVIDEND**

Your Directors do not recommend any dividend for the financial year 2021-22 under review, and has decided to retain the surplus with the Company for furthering the growth of the Company.

5. **TRANSFER TO RESERVE**

The Company has not transferred any fund to reserves during the financial year 2021-22.

6. **MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY.**

There have been no material changes and/or commitments affecting the financial position of the Company which has occurred between the end of the financial year of the Company to which the financial relate.

7. **CHANGE IN NATURE OF BUSINESS**

There has been no change in the nature of business of the company. Your Company continues to be one of the leading Full Fledged Money Changer Company.

8. **SUBSIDIARY COMPANIES**

The Company does not have any subsidiary, hence the compliance of provisions of section 129(3) of the Companies Act, 2013 are not applicable.

9. **TRANSFER OF UNPAID AND UNCLAIMED AMOUNT TO INVESTOR EDUCATION AND PROTECTION FUND**

Since there was no unpaid/unclaimed Dividend declared and paid in previous year, the provisions of Section 125 of the Companies Act, 2013 is not applicable to the Company.

10. **DEPOSIT**

During the financial year under review, the company did not accept any deposit covered under Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits] Rules, 2014.

11. **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The Management's Discussion and Analysis forms part of this annual report and is annexed to this Report.

12. **CORPORATE GOVERNANCE**

The Compliance with the corporate governance provisions as specified in Regulations 17 to 27 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015 is not applicable to the Company.

13. **STATUTORY AUDITORS**

Pursuant to provisions of Section 139 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the Company had appointed M/s. Sajjan Sultania, Partner in M/s. Sultania & Co. (FRN: 327263E), Chartered Accountants, Kolkata as the Statutory Auditors of the Company for a period of 5 years commencing from the conclusion of 27th Annual General Meeting till the



conclusion of 32nd Annual General Meeting. The Report given by M/s Sultania & Co. (FRN: 327263E), Chartered Accountants on the financial statement of the Company for the year 2021-22 is part of the Annual Report.

The Auditors' Report does not contain any qualification, reservation or adverse remark. During the year under review, the Auditors had not reported any matter under Section 143 (12) of the Companies Act, 2013.

14. **INTERNAL AUDITORS**

The Company has appointed M/s. S.R. Agarwal & Co. (FRN: 327658E) Chartered Accountant, as Internal Auditor of the Company for the Financial Year 2021-22 in accordance with Section 138 of the Act, read with the Companies (Accounts) Rules, 2014.

15. **SECRETARIAL AUDITORS**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company had appointed Ms. Nisha Nahata, Company Secretary in whole-time practice to undertake the Secretarial Audit of the Company for the financial year 2021-22. The Secretarial Audit Report forms part of this Report as **Annexure A**. The Secretarial Audit Report does not contain any qualification, reservation and adverse remark.

Further, pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Annual Secretarial Compliance Report of the Company for the financial year 2021-22 form part of this Report as **Annexure B**.

16. **CORPORATE SOCIAL RESPONSIBILITY**

The Provisions of Section 135 of the Companies Act, 2013 regarding Corporate Social Responsibility are not applicable to the company.

17. **VIGIL MECHANISM / WHISTLE BLOWER POLICY**

The Company has established a mechanism for Director's and employee's to report their concerns relating to fraud, malpractice or any other activity or event which is against the interest of the Company. The same is available on our website www.clarityforex.com.

18. **RISK MANAGEMENT**

The Company has in place a mechanism to identify assess monitor and mitigate various risks to key business objectives. Major risks identified by the functions are systematically addressed through mitigating actions on a continuous basis. These are discussed at the meetings of the Audit Committee and the Board of Directors of the Company.



Clarity Financial Services Limited

19. DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 read with the Articles of Association of the company, Ms. Bharti Gupta (DIN 06829341) Director of the Company, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers herself for reappointment. The Board recommends his re-appointment for the consideration of the Members at the ensuing Annual General Meeting of the Company.

During the year under review, Ms. Gursharan Kaur Batra (DIN 08469857) has been resigned as Non-Executive Independent Director of the Company w.e.f 26th day of July, 2021

A Certificate of Non-Disqualification of Directors, pursuant to Regulation 34(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 obtained from Ms., Nisha Nahata, Practicing Company Secretary has been annexed as Annexure C of this report.

Composition of the Board of Directors as on the date of 12th August, 2022 is mentioned below

Name of the Director	Designation	Category
Sanjay Gupta	Managing Director	Executive
Bharti Gupta	Director	Executive
Tamanna Gupta	Director	Executive
Vrinda Ganeriwala	Independent Director	Non-Executive
Mohammad Masheer Zia	Independent Director	Non-Executive

20. DECLARATION GIVEN BY INDEPENDENT DIRECTORS

All the independent directors have given the necessary declaration under Section 149(6) of the Companies Act, 2013. These declarations have been placed before the Board and were duly taken on record.

21. FAMILIARIZATION POLICY

Pursuant to Regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the board has framed a policy to familiarize the Independent Directors about the Company. The policy is available on the website of the company www.clarityforex.com

22. RBI GUIDELINES

The Company has complied with and continues to comply with all the applicable regulations and directions of the RBI.

23. EXTRACT OF ANNUAL RETURN

An extract of Annual Return in Form MGT - 9 in compliance with Section 92 of the Companies Act, 2013 read with applicable Rules made thereunder is annexed herewith as Annexed herewith as **Annexure - D**.



Clarity Financial Services Limited

24. CODE OF CONDUCT

The Company's code of conduct is based on principle that business should be conducted in a professional manner with honesty and integrity and thereby enhancing the reputation of the Company. The Code ensures lawful and ethical conduct in all affairs and dealings of the Company.

25. ANNUAL EVALUATION OF BOARD PERFORMANCE AND PERFORMANCE OF ITS COMMITTEES AND OF INDIVIDUAL DIRECTORS

As per the provisions of the Companies Act, 2013 and Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, the Board has carried out the formal evaluation of performance of Director, KMP and Senior Management Personnel as well as the evaluation of the working of its Audit, Stakeholders Relation, Appointment & Remuneration Committees yearly or at such intervals as may be considered necessary.

26. COMPANY'S POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION

The Board of Directors in consonance with the recommendation of Nomination and Remuneration Committee (NRC) has adopted a terms of reference which, inter alia, deals with the manner of selection of Director and Key Managerial Personnel of the Company. The NRC recommends appointment of Director, Chief Executive Officer and Manager based on their qualifications, expertise, positive attributes and independence in accordance with prescribed provisions of the Companies Act, 2013 and rules framed there under. The NRC is responsible for identifying and recommending persons who are qualified to become directors or part of senior management of the Company. Remuneration Policy for the members of the Board and Executive Management has been framed, the said policies earmark the principles of remuneration and ensure a well-balanced and performance related compensation package taking into account shareholders interest, industry practices and relevant corporate regulations in India.

27. MEETINGS

During the year 5 (Five) Board Meetings, 4 (Four) Audit Committee Meetings, 2 (Two) Nomination & Remuneration Committee Meetings and 2 (Two) Stakeholders' Relationship Committee Meetings were convened and held.

28. COMMITTEES OF BOARD

Pursuant to various requirements under the Act and the Listing Regulations, the Board of Directors has constituted various committees such as Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee. The details of all the above committees along with composition, terms of reference, attendance at meetings and meetings held during the year, are as follows:

29. AUDIT COMMITTEE

The Composition procedure, role / function of the Audit Committee complied with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee met four times 26.07.2021, 18.08.2021, 12.11.2021 and 08.02.2022 during the financial year ended 31.03.2022.



Clarity Financial Services Limited

Composition of Audit Committee:

Name of Directors	Designation
Vrinda Ganeriwala	Chairman
Mohammad Masheer Zia	Member
Sanjay Gupta	Member

30. STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Shareholders/Investors Grievance Committee is to look into the specific Complaints received from the Shareholders of the Company. Investor grievances are resolved by the Committee who operates subject to the overall supervision of the Board. The Committee meets on the requirement basis during the financial year to monitor and review the matters relating to investor grievances. The Company had not received any complaints from its investors during the financial year 2021-22. At present there are no complaints pending to be resolved before SEBI SCORES. The Stakeholders Relationship Committee met on 18.08.2021 and 12.11.2021 during the financial year ended 31.03.2022.

Composition of Stakeholders Relationship Committee:

Name of Directors	Designation
Vrinda Ganeriwala	Chairman
Sanjay Gupta	Member
Mohammad Masheer Zia	Member

31. NOMINATION AND REMUNERATION COMMITTEE :

The Particulars of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 and Schedule V of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 are given in the notes to the Financial Statements provided in this Annual Report.

Composition of Nomination and Remuneration Committee:

Name of Directors	Designation
Mohammad Masheer Zia	Chairman
Vrinda Ganeriwala	Member
Sanjay Gupta	Member

32. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY

The Particulars of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 and Schedule V of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 are given in the notes to the Financial Statements provided in this Annual Report.



Clarity Financial Services Limited

33. **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

The Company has not entered into any contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013, during the financial year under review.

34. **RELATED PARTY TRANSACTIONS**

All transactions entered into with Related Parties for the year under review were on arm's length basis and in the ordinary course of business and the provision of Section 188 of the Companies Act, 2013 and the Rules made thereunder are not attracted. Thus, disclosure in form AOC-2 in terms of Section 131 of the Companies Act, 2013 is not required. Further, there are no material related party transactions during the year under review with the Promoters, Directors or Key Managerial Personnel.

The Company has formulated a policy on dealing with Related Party transaction. The Policy is disclosed on its website www.clarityforex.com.

The details of related party disclosure under the relevant accounting standard form part of the notes to the financial statement provided in the annual report.

35. **PARTICULARS OF EMPLOYEES**

The Company have no employee drawing a remuneration beyond the limit in terms of the provisions of Section 197(12) of the Act read with Rules 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

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

The Company's policy on prevention of sexual harassment of women provides for the protection of women employees at the workplace and for prevention and redressal of complaints. There were no complaints received during the financial year.

37. **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has an adequate Internal Control System, commensurate with the size, scale and complexity of its operations. The critical audit observations are shared with the audit committee on a quarterly basis for an effective monitoring of controls and implementation of recommendations. The Audit Committee regularly reviews the audit findings as well as the adequacy and effectiveness of the internal control measures. Further, the Company has adequate Internal Financial Controls system in place. During the year under review, no material or serious observation has been observed for inefficiency or inadequacy of such controls.



Clarity Financial Services Limited

38. **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- a) In the preparation of the annual accounts for the year ended March 31st, 2022 the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reason able and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for the year;
- c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) They have prepared the annual accounts on a going concern basis;
- e) They have laid down internal financial controls to be followed by the company that are adequate and were operating effectively.
- f) They have devised proper systems to ensure compliance with the provisions of the applicable laws and these are adequate and are operating effectively.

39. **CONSERVATION OF ENERGY, TECHNOLOGY ASORPTION AND FOREIGN EXCHANGE**

The provisions of Section 134(3)(m) of the Companies Act, 2013, regarding conservation of energy and technology absorption, are not applicable. Further there were no foreign exchange inflow or outgo during the period under review.

40. **ENVIRONMENT AND SAFETY**

The Company is conscious of the importance of environmentally clean & safe environment. Since your company is a Full-fledged Money Changer Company so the question of environment pollution does not arise. However, the company ensures safety of all concerned, compliances environmental regulations and prevention of natural resources.

41. **SIGNIFICANT AND MATERIAL ORDER PASSED BY THE REGULATION**

There were no significant and material order passed by the Regulators or Courts or Tribunal during the year impacting the going concern status and the operations of the Company in future.

42. **LISTING WITH STOCK EXCHANGE**

The Company confirms that it has not defaulted in paying the Annual Listing Fees for the financial year 2021-22 to The Calcutta Stock Exchange Ltd. (CSE).

43. **SECRETARIAL STANDARDS OF ICSI**

The Company is in compliance with the relevant provisions of Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India and approved by the Central Government.



Clarity Financial Services Limited

44. **ACKNOWLEDGEMENT**

Your Directors wishes to place on record their sincere appreciation to employee at all level for their hard work, dedication and commitment towards Company's operations and performance. Your Directors also wish to place on record their gratitude for the valuable assistance and cooperation extended to the Company by the Central Government, State Governments, banks, institutions, investors and customers.

Date: 12th August, 2022
Place: Kolkata

For and on behalf of the Board

Sd/-
Sanjay Gupta
Managing Director
DIN: 01383122

Sd/-
Tamanna Gupta
Director
DIN: 07842312



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

THE DOMESTIC & GLOBAL ECONOMY - IMPACT OF COVID 19 PANDEMIC

Financial Year 2022 continued to be a year where the world economies continuously faced the fall out of multiple waves of the Pandemic. While global vaccination drives in countries helped in containing the impact, multiple waves of the pandemic ensured localised lockdowns & international travel restrictions. Full-fledged International flights to and from India started operating from last week of March only. With travel restrictions and limited international flight operations, leisure and business travel remained impacted.

OPPORTUNITIES AND THREATS

The Retail Forex industry is related directly to international travel, which has been substantially impacted due to the multiple waves of COVID during FY 2022. With full-fledged international flight operations resumption from last week of march, there is expectation of significant growth in International leisure and business travel and demand for Foreign currencies and Prepaid Forex Cards.

RISKS AND CONCERNS

Risk assessment and management are critical to ensure long term sustainability of the business. Our Company has in place a risk management framework with regular reviews by the senior management. Our business is closely associated with the macro environment that impacts the consumers' behaviour and spending power. The Covid-19 pandemic has not only led to global health and safety concerns but has also thrown many economies into slowdown. Being exposed to a significant number of geographies, our Company deals in several currencies and runs the risk of unfavourable movement in any currency leading to financial losses. As our Company deals with a wide range of corporates and channel partners, it is exposed to credit risk. Any default or delay in payments may adversely affect our Company's financials.

During the year, we undertook initiatives to combat the temporary effects of the pandemic on our businesses. To mitigate health and safety concerns of our consumers and our staff, there has been minimal physical interaction. Additionally, we are focusing on continuously updating technology to create an efficient organization, which would help to mitigate the risk to some extent.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company's thrust has always been to be fully compliant in all its business dealings and there have been continuous efforts to improve internal systems and procedures as per the guidelines set by Reserve Bank of India (RBI). The Company is setting the required culture of being compliance-oriented with respect to its internal control systems.



Clarity Financial Services Limited

The Company's financial, operational, legal and accounting control systems are being upgraded as an ongoing process as per requirements to meet quality standards. Each of these departments function independently with proper coordination, where needed. Reviews are conducted periodically by the management and improvements are worked upon wherever considered necessary. The Company has instituted adequate internal control systems commensurate with the nature of its business and the size of its operations. Internal audit is carried out by an internal team to evaluate the adequacy of all internal controls and processes.

HUMAN RESOURCES

The Company always considers its human resources as a valuable asset and is committed towards their development for continuous growth. Focus on training to enhance the skill-sets of employees in line with the business and market requirements continued throughout the year and it confers rewards and recognition based on merit. The employee relations have continued to be harmonious throughout the year.

CAUTIONARY STATEMENT

Some of the statements forming part of the Management Discussion and Analysis covered in this report may be forward looking. However, actual results may differ materially from those expressed in such statements due to various factors including changes in government regulations, exchange rates, tax laws, economic political developments and pandemic situation etc.

Date: 12th August, 2022

Place: Kolkata

For Clarity Financial Services Ltd.

Sd/-

Sanjay Gupta

Managing Director

DIN: 01383122

DECLARATION ON COMPLIANCE OF COMPANY'S CODE OF CONDUCT UNDER REGULATION 26(3) OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

I, Sanjay Kumar Gupta (DIN: 01383122), Managing Director of the Company declare that the all Board members and Senior Management personnel have affirmed compliance with the Code of Conduct for the financial year ended 31st March, 2022.

Date: 12th August, 2022

Place: Kolkata

For Clarity Financial Services Ltd.

Sd/-

Sanjay Gupta

Managing Director

DIN: 01383122



Clarity Financial Services Limited

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PS NISHA NAHATA

PRACTISING COMPANY SECRETARY

43, SHYAM NAGAR RD, NATURAL CITY, BL-D, 8A KOLKATA-55

Email - nahatanisha@yahoo.com

Annexure - A

**Form No. MR-3
Secretarial Audit Report**

For the financial year ended 31st March, 2022

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

To,
The Members
Clarity Financial Services Limited
29 Ganesh Chandra Avenue, 4th Floor
Kolkata 700 013

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **CLARITY FINANCIAL SERVICES LIMITED ("the Company")**. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31.03.2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on 31.03.2022 according to the provisions of:

- (i) The Companies Act, 2013 (**The Act**) and the Rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('**SEBI Act**'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;



Clarity Financial Services Limited

- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not applicable during the review period**
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **Not applicable during the review period**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not applicable during the review period**
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993; regarding the Companies Act and dealing with client
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not applicable during the review period** and
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; Not applicable during the review period; **Not applicable during the review period.**

vi) Employees' Provident Fund Act & Miscellaneous Provisions Act, 1952.

vii) Professional Tax Act, 1979.

I also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Listing Agreements entered into by the Company with the Stock Exchange(s).

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members, views were captured and recorded as part of the minutes.

We further report that as represented by the Company and relied upon by us there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.



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Clarity Financial Services Limited

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

Place: Kolkata

Date: 12th August, 2022

NISHA NAHATA

Practicing Company Secretaries

Sd/-

M No.: 26540

C.P. No.: 9624

UDIN NO- A026540D000907563

This report is to be read with our letter of even date which is annexed as **Annexure A.1** and forms an integral part of this report.



Clarity Financial Services Limited

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'Annexure A.1'

(To the Secretarial Audit report of M/s. Clarity Financial Services Limited
For the financial year ended 31st March, 2022

To,
The Members
Clarity Financial Services Limited
29 Ganesh Chandra Avenue, 4th Floor
Kolkata - 700 013

My report of even date is to be read along with this letter.

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

Place: Kolkata
Date: 12th August, 2022

NISHA NAHATA
Practicing Company Secretaries
Sd/-
M No.: 26540
C.P. No.: 9624



Clarity Financial Services Limited

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PS NISHA NAHATA

PRACTISING COMPANY SECRETARY

43, SHYAM NAGAR RD, NATURAL CITY, BL-D, 8A KOLKATA-55

Email - nahatanisha@yahoo.com

Annexure - B

SECRETARIAL COMPLIANCE REPORT FOR THE YEAR ENDED 31ST MARCH, 2022

[Pursuant to requirements of Regulation 24A of the Listing Regulation]

To,
The Members
Clarity Financial Services Limited
29 Ganesh Chandra Avenue, 4th Floor
Kolkata 700 013

I, Nisha Nahata, Practicing Company Secretary have examined:

- a) all the documents and records made available to me and explanation provided by Clarity Financial Services Limited ("the listed entity")
- b) the filings / submission made by the listed entity to the stock exchanges,
- c) website of the listed entity,
- d) any other document / filing, as may be relevant, which has been relied upon to make this certification, for the year ended 31st March, 2022 ("Review Period") in respect of compliance with the provisions of :
 - a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
 - b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI")

The specific Regulations, whose provisions and the circulars / guidelines issued thereunder, have been examined, include :-

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not applicable during the review period**
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; Not applicable during the review period
- (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; Not applicable during the review period



Clarity Financial Services Limited

- (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; Not applicable during the review period
- (g) Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013; Not applicable during the review period
- (h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (i) The Securities and Exchange Board of India (Depository and Participants) Regulations, 2018

and based on the above examination, I hereby report that, during the Review Period:

- a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below: -

Sr.No	Compliance Requirement (Regulations/circulars /guidelines including specific clause)	Deviations	Observations/ Remarks of the Practicing Company Secretary
None			

- b) Clarity Financial Services Limited, the entity do have paid up capital less than Rs. 10 crore and net worth less than Rs. 25 Crore and hence the compliance with corporate governance provisions as specified in SEBI (LODR) Regulations, 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27, and clauses (b) to (i) of sub regulation (2) of Regulation 46 and para C, D and E of Schedule V is not applicable to the Company.
- c) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my examination of those records.
- d) The following are the details of actions taken against the listed entity / its promoters/ directors / material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:

Sr. No.	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations/ remarks of the Practicing Company Secretary, if any.
None				

The listed entity has taken the following actions to comply with the observations made in previous reports:



Clarity Financial Services Limited

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Sr. No.	Observations of the Practicing Company Secretary In the previous Reports	Observations made in the secretarial compliance report for the year ended 31.03.2022	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
Not Applicable				

Place: Kolkata

Date: 12th August, 2022

NISHA NAHATA

Practicing Company Secretaries

Sd/-

M No.: 26540

C.P. No.: 9624

UDIN NO-A026540D000907563



Clarity Financial Services Limited

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PS NISHA NAHATA

PRACTISING COMPANY SECRETARY

43, SHYAM NAGAR RD, NATURAL CITY, BL-D, 8A KOLKATA-55

Email - nahatanisha@yahoo.com

Annexure C

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Member
Clarity Financial Services Limited
29, Ganesh Chandra Avenue, 4th Floor
Kolkata - 700 013

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **M/s. Clarity Financial Services Limited** having CIN L65999WB1993PLC058631 having registered office at 29, Ganesh Chandra Office, 4th Floor, Kolkata- 700 013 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority for the Financial Year ending on 31st March, 2022.

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

Place: Kolkata
Date: 12th August, 2022

NISHA NAHATA
Practicing Company Secretaries
Sd/-
M No.: 26540
C.P. No.: 9624
UDIN NO-A026540D000907563



Clarity Financial Services Limited

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Annexure - D

FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March 2022

[Pursuant to Section 92(3) of the Companies Act, 2013 and
Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN:	L65999WB1993PLC058631
ii.	Registration Date	22/04/1993
iii.	Name of the Company	CLARITY FINANCIAL SERVICES LIMITED
iv.	Category / Sub-Category of the Company	Public Company/Limited By Shares
v.	Address of the Registered office and contact details	29, Ganesh Chandra Avenue, 4 th Floor Kolkata – 700 013 (T): 033 – 4001 7379 (E): support@clarityforex.com Website: www.clarityforex.com
vi.	Whether listed company	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s. R & D Infotech Private Limited 15C Naresh Mitra Sarani, Kolkata – 700 026 (T): 033 – 2419 2641 (F): 033 – 2474 1657 (E): rd.infotech@vsnl.net, rdinfotech@yahoo.com

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: -

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Foreign Exchange Services	9971592	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sl. No.	Name & Address of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
NA					



Clarity Financial Services Limited

IV. SHARE HOLDING 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 (01.04.2021)				No. of Shares held at the end of the year (31.03.2022)				Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters*					II				
(1) Indian									
a) Individual/HUF	8,35,790	0	8,35,790	26.96	8,35,790	0	8,35,790	26.96	0
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt (s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	99,000	0	99,000	3.19	99,000	0	99,000	3.19	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	9,34,790	0	9,34,790	30.15	9,34,790	0	9,34,790	30.15	0
(2) Foreign									
a) NRIs – Individuals	0	0	0	0	0	0	0	0	0
b) Other – Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks /FI	0	0	0	0	0	0	0	0	0
e) Any other	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A)(1) +(A)(2)	9,34,790	0	9,34,790	30.15	9,34,790	0	9,34,790	30.15	0
B. Public Shareholding									
(1) Institutions									
a) Mutual Funds	0	2,00,000	2,00,000	6.45	0	2,00,000	2,00,000	6.45	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt.	0	0	0	0	0	0	0	0	0
d) State Govt(S)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others	0	0	0	0	0	0	0	0	0
Sub-Total (B)(1)	0	2,00,000	2,00,000	6.45	0	2,00,000	2,00,000	6.45	0
(2) Non-Institutions									
a) Bodies Corp.									
i. Indian	5,000	1,97,400	2,02,400	6.53	5,000	1,97,400	2,02,400	6.53	0
ii. Overseas	0	0	0	0	0	0	0	0	0



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b) Individuals									
i. Individual shareholders holding nominal share capital up to Rs. 1 lakh	70,398	12,31,812	13,02,210	42.01	24,198	12,77,012	13,01,210	41.97	(0.03)
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	2,27,300	2,27,300	7.33	46,200	1,82,100	2,28,300	7.36	0.03
c) Others									
NRI's	0	1,33,900	1,33,900	4.32	0	1,33,900	1,33,900	4.32	0
Foreign Company	0	99,500	99,500	3.21	0	99,500	99,500	3.21	0
Sub-Total (B)(2)	75,398	18,89,912	19,65,310	63.40	75,398	18,89,912	19,65,310	63.40	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	75,398	20,89,912	21,65,310	69.85	75,398	20,89,912	21,65,310	69.85	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	10,10,188	20,89,912	31,00,100	100.00	10,10,188	20,89,912	31,00,100	100	0

ii. Shareholding of Promoters:

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year, 01.04.2021			Shareholding at the end of the year, 31.03.2022			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Sanjay Gupta	2,59,610	8.37	-	2,59,610	8.37	-	0.00
2	Bharti Gupta	2,61,180	8.42	-	2,61,180	8.42	-	0.00
3	Tamanna Gupta	3,15,000	10.16	-	3,15,000	10.16	-	0.00
4	Clarion Finance & Investment Co. Pvt. Ltd.	99,000	3.19	-	99,000	3.19	-	0.00

iii. Change in Promoters' Shareholding (Please Specify, If there is No Change)

Sr. No.	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
	There is no change in promoters holding during the year				



Clarity Financial Services Limited

iv. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	Top Ten Shareholders	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.	CRB Trustee Ltd. A/C. CRB Mutual Fund				
	At the beginning of the year	200000	6.45	200000	6.45
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	200000	6.45	200000	6.45
2.	Pradeep R Lodha				
	At the beginning of the year	133900	4.32	133900	4.32
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	133900	4.32	133900	4.32
3.	Shree Securities Ltd				
	At the beginning of the year	99600	3.21	99600	3.21
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	99600	3.21	99600	3.21
4	Surewin Ltd				
	At the beginning of the year	99500	3.21	99500	3.21
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	99500	3.21	99500	3.21
5	Arpita Dutta				
	At the beginning of the year	46200	1.49	46200	1.49
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	46200	1.49	46200	1.49
6	Daiwa Securities Ltd				
	At the beginning of the year	45000	1.45	45000	1.45
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	45000	1.45	45000	1.45
7	Daiwa Global Finance Limited				
	At the beginning of the year	35000	1.13	35000	1.13



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	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	35000	1.13	35000	1.13
8	Debabrata Bose				
	At the beginning of the year	25000	0.81	25000	0.81
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	25000	0.81	25000	0.81
9	Santosh Kumar Jain				
	At the beginning of the year	22900	0.74	22900	0.74
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	22900	0.74	22900	0.74
10	Sheokumar Agarwal				
	At the beginning of the year	22900	0.74	22900	0.74
	Bought during the year	0	0	0	0
	Sold during the year	0	0	0	0
	At the end of the year	22900	0.74	22900	0.74

v. Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1.	Sanjay Gupta	2,59,610	8.37	2,59,610	8.37
2.	Bharti Gupta	2,61,180	8.42	2,61,180	8.42
3.	Tamanna Gupta	3,15,000	10.16	3,15,000	10.16

V. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured loan 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				



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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 Amount in Rs.

Sr. No.	Particulars of Remuneration	Sanjay Gupta Managing Director	Bharti Gupta Director	Tamanna Gupta Director	Total Amount
1.					
a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	8,64,000	8,64,000	3,30,800	20,58,800
b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2.	Stock Options	0	0	0	0
3.	Sweat Equity	0	0	0	0
4.	Commission	0	0	0	0
	- As % of Profit	0	0	0	0
	- Others, specify	0	0	0	0
5.	Others, please specify	0	0	0	0
	Total (A)	8,64,000	8,64,000	3,30,800	20,58,800

B. REMUNERATION TO OTHER DIRECTORS:

Sr. No.	Particulars of Remuneration	Name of Directors	Total Amount
1.	Independent Directors		
	• Fee for attending board / committee meetings		-
	• Commission		
	• Others, please specify		
	Total (1)		
2.	Other Non-Executive Directors		
	• Fee for attending board / committee meetings		
	• Commission		
	• Others, please specify		
	Total (2)		
	Total (B)= (1+2)		
	Total Managerial Remuneration		
	Overall Ceiling as per the Act		



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C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD:

Amount in Rs.

Sr. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1.	Gross Salary				
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	3,03,792	1,00,000	4,03,792
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2.	Stock Options	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission	-	-	-	-
	- As % of Profit	-	-	-	-
	- Others, specify	-	-	-	-
5.	Others, please specify	-	-	-	-
	Total	-	3,03,792	1,00,000	4,03,792

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/CO URT]	Appeal made, if any give details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

Date: 12th August, 2022

Place: Kolkata

For and on behalf of the Board

Sd/-

Sanjay Gupta
Managing Director
DIN: 01383122

Sd/-

Tamanna Gupta
Director
DIN: 07842312



Clarity Financial Services Limited

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SULTANIA & CO.

CHARTERED ACCOUNTANTS,

14/3, Chattawala Gully, 1st Floor, Kolkata 700 012

Ph: 033-4004 8434, E-mail: sultania.incometax@gmail.com

INDEPENDENT AUDITOR'S REPORT

To The Members of CLARITY FINANCIAL SERVICES LIMITED

Report on the Financial Statements:

Opinion:

We have audited the accompanying financial statements of CLARITY FINANCIAL SERVICES LIMITED. ("the Company") which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, the Statements of Cash Flows For the year ended on that date 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 financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and profit/loss and cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.



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

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

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

Management's responsibility for the Financial Statements:

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

In preparing the 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 Responsibility for the Audit of the Financial Statements:

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

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

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



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fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtaining 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 the 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 ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company 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 financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditors' 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, 2020 ("the Order") issued by the Central Government of India issued in terms of sub-section (11) of section 143 of the Companies 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:



Clarity Financial Services Limited

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow dealt with by this Report are in agreement with the books of accounts and returns.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2022 from being appointed as a Director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditors Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



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(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

For, **SULTANIA & CO.**
Chartered Accountants
Firm Regn. No.: 327263E

Sd/-
(CA S.K. Sultania)
(Partner)
Membership Number: 016802
UDIN: 22016802AKMWYZ2547

Place: Kolkata
Dated: 6th June, 2022



Clarity Financial Services Limited

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SULTANIA & CO.

CHARTERED ACCOUNTANTS,

14/3, Chattawala Gully, 1st Floor, Kolkata 700 012

Ph: 033-4004 8434, E-mail: sultania.incometax@gmail.com

ANNEXURE "A" TO THE INDEPENDENT AUDITORS'S REPORT

(Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the members of M/S CLARITY FINANCIAL SERVICES LIMITED on the accounts of the company for the year ended 31st March, 2022)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that: -

- i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

B. The company is not having any intangible asset. Therefore, the provisions of Clause (i) (a) (B) of paragraph 3 of the order are not applicable to the company.
 - (b) The Company has a program of physical verification of Property, Plant and Equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Based on our examination of the municipal tax receipts, registered sale deed / transfer deed / conveyance deed provided to us, we report that, title deeds of immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
 - (d) The Company has not revalued any of its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.



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- ii) a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification by the management is appropriate. No material discrepancies were noticed on such verification.
b) During any point of time of the year, the company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause(ii)(b) of paragraph 3 of the order are not applicable to the company.
- iii) During the year, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of clause 3(iii) of the said Order are not applicable to the Company.
- iv) The Company has not made any loans, investments, guarantees and security on which provisions of Sections 185 and 186 of the Companies Act, 2013 are applicable. Therefore, the provisions of clause 3(iv) of the said Order are not applicable to the Company.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any depositor amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii) (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, Sales Tax, Wealth tax, Service tax, Duty of Customs, duty of Excise, Value Added Tax, GST, Cess and other statutory dues with the appropriate authorities to the extent applicable to it. There are no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, value added tax, duty of customs, duty of excise or cess which have remained outstanding as at March 31, 2022 for a period of more than 6 months from the date they became payable.
(b) According to the information and explanations given to us, there are not any statutory dues referred in sub clause (a) which have not been deposited on account of any dispute. Therefore, the provisions of Clause (vii)(b) of paragraph 3 of the order are not applicable to the Company.
- viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
(b) The company has not been declared willful defaulter by any bank or financial institution or government or any government authority.



Clarity Financial Services Limited

- (c) The company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) In our opinion and according to the information and explanations given to us, there are no funds raised on short term basis which have been utilised for long term purposes.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) the company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) As auditor, we did not receive any whistle-blower complaint during the year.
- xii) The Company is not a Nidhi Company and hence reporting under clause 4 (xii) of the Order is not applicable.
- xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appoint any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are not applicable to the Company.
- xv) The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of paragraph 3 of the order are not applicable to the Company.
- xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.



Clarity Financial Services Limited

- (b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
- (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) As per the information and explanations received, the group does not have any CIC as part of the group.
- xvii) The company has not incurred cash loss in current financial year as well in immediately preceding financial year.
- xviii) There has been no resignation of the previous statutory auditors during the year.
- xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx) There is no liability on the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.
- xxi) The company has not made investments in subsidiary company. Therefore, the company does not require to prepare consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

For, SULTANIA & CO.
Chartered Accountants
Firm Regn. No.: 327263E

Sd/-
(CA S.K. Sultania)
(Partner)
Membership Number: 016802
UDIN: 22016802AKMWY2547

Place: Kolkata
Dated: 6th June, 2022



Clarity Financial Services Limited

ANNEXURE “B” TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE

Report on the Internal Financial control under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

(Referred to in paragraph 2 (f) under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date)

To the members of Clarity Financial Services Limited,

We have audited the Internal financial controls over financial reporting of **Clarity Financial Services Limited** (“the Company”) as of **March 31, 2022** 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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.

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that 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 risk of material misstatement of the financial statements, whether due to fraud and error.



Clarity Financial Services Limited

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

Meaning of Internal Financial Controls Over Financial Reporting

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

(1) pertain to the maintenance of records that, in reasonable details, accurately and fairly reflect the transactions and dispositions of the assets of the Company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and the receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI).

For, SULTANIA & CO.

Chartered Accountants

Firm Regn. No.: 327263E

Sd/-

(CA S.K. Sultania)

(Partner)

Membership Number: 016802

UDIN: 22016802AKMWYZ2547

Place: Kolkata

Dated: 6th June, 2022



Annual Report 2021-22

Clarity Financial Services Limited

CLARITY FINANCIAL SERVICES LIMITED

CIN: L65999WB1993PLC058631

Balance Sheet as at 31st March, 2022

(Rs.in hundreds)

Particulars		Note No.	As at 31st March, 2022	As at 31st March, 2021
			₹	₹
A	EQUITY AND LIABILITIES			
	Shareholders' funds			
	Share capital	2	3,10,010	3,10,010
	Reserves and surplus	3	3,28,184	3,16,371
			6,38,194	6,26,381
	Non-current liabilities			
	Deferred tax liabilities (net)		6,353	6,583
			6,353	6,583
	Current liabilities			
	Trade Payables	4	33,048	41,186
	Other Current Liabilities	5	10,015	8,370
	Short-Term Provisions	6	12,355	10,276
			55,417	59,832
	TOTAL		6,99,964	6,92,796
B	ASSETS			
	Non-current assets			
	Property, Plant and equipment & Intangible Assets			
	- Tangible assets	7	5,397	9,057
	- Other Intangible assets		-	-
	Long Term Loans & Advances		-	-
	Non Current Investment	8	2,08,433	2,06,386
	Other Non Current Assets	9	3,671	3,671
			2,17,501	2,19,114
	Current assets			
	Inventories	10	2,06,426	1,73,363
	Trade receivables	11	11,053	20,965
	Cash and cash equivalents	12	2,46,378	2,64,280
	Short-term loans and advances	13	18,606	15,074
			4,82,463	4,73,683
	TOTAL		6,99,964	6,92,796
	Significant Accounting Policies & Notes on financial statements	1-29		

In terms of our report attached.

For and on behalf of the Board

For Sultania & Co.
Chartered Accountants

Sd /-
S K SULTANIA
Partner
M No.- 16802
Firm Registration No. 327263E
UDIN : 22016802AKMWYZ2547

Sd /-
(Sanjay Gupta)
Director
DIN:01383122

Sd /-
(Tamanna Gupta)
Director
DIN:07842312

Sd /-
(Archit Gupta)
Chief Financial Officer

Sd /-
(Varsha Agarwal)
Company Secretary

Place : Kolkata
Date : 06-06-2022



Clarity Financial Services Limited

CLARITY FINANCIAL SERVICES LIMITED			
Statement Of Profit & Loss Account For The Year Ended 31st March, 2022			
(Rs.in hundreds)			
Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
		₹	₹
I. Revenue from Operations	14	1,03,57,850	35,17,647
II. Other Income	15	60,881	70,058
III. Total Income (I+II)		1,04,18,731	35,87,705
IV. EXPENSES			
Purchases of Stock in Trade	16	1,03,41,208	33,85,482
Changes in Inventories of Finished Goods-			
- Stock in Trade	17	-33,063	1,04,138
Employee Benefit Expenses	18	59,115	68,012
Finance Cost	19	-	8
Depreciation and Amortisation Expenses	7	2,715	3,582
Other Expenses	20	33,724	24,326
Total Expenses		1,04,03,699	35,85,548
V. Profit/(Loss) Before Tax (III-IV)		15,032	2,157
VI. Tax Expense			
- Current Tax		3,448	1,370
- Deferred Tax		-230	-250
- Tax Adjustment Relating to Earlier Years		-	-
		3,218	1,120
VII. Profit/(Loss) After Tax (V-VI)		11,814	1,037
VIII. Earnings Per Share - Nominal Value of Share ₹ 10/- each fully paid-up			
Basic (₹)		0.38	0.03
Diluted (₹)		0.38	0.03
Significant Accounting Policies and Notes on Financial Statement	1-29		
Notes referred to above form an integral part of financial Statements.			
As per our Report of even date attached.			
For and on behalf of the Board			
For Sultania & Co.	Sd/-	Sd/-	
Chartered Accountants	(Sanjay Gupta)	(Tamanna Gupta)	
S.K SULTANIA	Director	Director	
Partner	DIN:01383122	DIN:07842312	
M No.- 16802	Sd/-	Sd/-	
Firm Registration No. 327263E	(Mr. Archit Gupta)	(Varsha Agarwal)	
UDIN: 22016802AKMWYZ2547	Chief Financial Officer	Company Secretary	
Place : Kolkata			
Date : 06th June, 2022			



Clarity Financial Services Limited

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CLARITY FINANCIAL SERVICES LIMITED					
CASH FLOW STATEMENT					
(Rs.in hundreds)					
For the year ended 31st March 2022					
	2021-22		2020-21		
	Amount ₹	Amount ₹	Amount ₹	Amount ₹	
A. CASH FLOW FROM OPERATING ACTIVITIES					
Net Profit/(Loss) before Tax	15,032		2,157		
Adjustment for :-					
Depreciation	2,715		3,582		
Profit on Future Trading	(11,408)		(10,862)		
Profit On Sales of Investment	(3,584)		-		
Loss on Sale of F/A	751				
Interest Received	(10,901)		(13,129)		
Dividend Received	(2,374)		(2,622)		
Cash from operation before working capital changes	(9,769)		(20,874)		
Adjustment for :-					
(Increase) / Decrease in Inventories	(33,063)		1,04,138		
(Increase) / Decrease Trade Receivable	9,912		9,961		
(Increase) / Decrease in Long Term Loans & Advances	-		250		
(Increase) / Decrease in Other Non Current Assets	-		-		
(Increase) / Decrease in Short Term Loans & Advances	(3,532)		(4,026)		
(Increase) / Decrease in Other Current Assets	-		-		
Increase / (Decrease) Other Current Liabilities	1,645		(6,505)		
Increase / (Decrease) in Trade Payables	(8,138)		(38,578)		
Cash Utilised in Operating Activities	(42,945)		44,366		
(-) Taxes Paid	1,370		-		
Net Cash Flow from Operating Activities		(44,315)		44,366	
B. CASH FLOW FROM INVESTING ACTIVITIES					
Interest Received	10,901		13,129		
Dividend Received	2,374		2,622		
Decrease/(Increase) in Investment	12,945		10,390		
Sale of Fixed Assets	2,250				
Purchase of Fixed Assets	(2,058)		(1,552)		
Net Cash Flow from Investing Activities		26,412		24,589	
C. CASH FLOW FROM FINANCING ACTIVITIES					
Increase / (Decrease) in Long Term Borrowings	-		-		
Increase / (Decrease) in short Term Borrowings	-		-		
Proceeds from issued of Share Capital	-		-		
Net Cash Flow from Financing Activities		-		-	
Net Cash & Cash Equivalent generated during year		(17,903)		68,955	
(A+B+C)					
Opening Cash and Cash Equivalents		2,64,280		1,95,326	
Closing Cash & Cash Equivalents		2,46,378		2,64,280	

The accompanying notes including other explanatory information form an integral part of the financial statements.

For Sultania & Co.
Chartered Accountants

S.K SULTANIA
Partner
M No.- 16802
Firm Registration No. 327263E
UDIN: 22016802AKMWY22547

Place : Kolkata
Date : 06th June, 2022

For and on behalf of the Board

Sd/-
(Sanjay Gupta)
Director
DIN:01383122

Sd/-
(Mr. Archit Gupta)
Chief Financial Officer

Sd/-
(Tamanna Gupta)
Director
DIN:07842312

Sd/-
(Varsha Agarwal)
Company Secretary



Clarity Financial Services Limited

CLARITY FINANCIAL SERVICES LIMITED
Notes on Financial Statements for the year ended 31st March 2022

Note No 1

Particulars	
Overview	
a) ACCOUNTING CONCEPTS	
<p>The Financial statements are prepared on the accrual basis of accounting and under the historical cost convention in accordance with the generally accepted accounting policies in India and the provisions of the Companies Act, 2013 and comply in material aspects with Accounting Standards notified by the Central Govt. under section 133 of the Companies Act, 2013 read with the Companies (Accounting Standards) Rules, 2006 as applicable to a Small and Medium Size Company (SMC).</p> <p>Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.</p> <p>As the year-end figures are taken from the source and rounded to the nearest digits, the figures reported for the previous years might not always add up to the year-end figures reported in this statement.</p>	
b) USES OF ESTIMATES	
<p>The preparation of financial statements requires management to make judgements, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgements based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.</p>	
c) PROPERTY, PLANT & EQUIPMENT	
<p>Property, plant and equipment represent a significant proportion of the asset base of the Group. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the Management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.</p> <p>Accounting Policy</p> <p>Property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by the Management.</p>	
d) IMPAIRMENT OF ASSETS	
<p>No provision need to be made as the estimated realizable value of all assets will be more than the value stated in the Balance Sheet.</p>	
e) INVENTORIES	
<p>Stock of Foreign Currencies is stated lower of cost or Market Price.</p>	
f) INVESTMENTS	
<p>Investment have been stated at cost.</p>	
g) PROVISIONS AND CONTINGENCIES	
<p>A provision is recognised when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources in respect of which a reliable estimate can be made. Contingent liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.</p>	
h) REVENUE RECOGNITION	
<p>Revenue from Sales of goods is recognised upon passage of title to the customers. Interest and other income are recognised on accrual basis.</p>	
i) INCOME TAXES	
<p>Provision for Taxation (current taxation) has been made as per Income Tax Act 1961.</p> <p>In accordance with the requirements under the accounting standard 22 (AS 22) relating to deferred tax, the deferred tax liability at the year end works out to be in the region of Rs. 6453/- (as on 31/03/2021 Rs. 6,58,31/-) (fig in hundreds). As a measure of prudence and as recommended by AS 22, the same has been recognised in the accounts.</p>	
Composition of deferred tax liability (net)	(Rs.in hundreds)
Deferred Tax Liability as on 31.03.2021.	6,583
Less: Deferred Tax Assets for the year	(230)
Deferred Tax Liability as on 31.03.2022	<u>6,353</u>



Clarity Financial Services Limited

j)	<p><u>Contingent Liability</u> Contingent liabilities not provided in respect of:- (i) No such Bank Guarantee given to American Express Bank Ltd. Travel related services for stocking Amex Travellers cheque. (P.Y. Rs. 49,99,625/-)</p>
k)	<p>The Company is holding full fledged money changer license form RBI and regular regarding in adhering to the prescribed compliance of KYC/AML/CFT guidelines issued by Reserve Bank of India.</p>
l)	<p>The management has certified that the company has not received any intimation from its vendors regarding their status under the Micro, small and Medium enterprises Development Act, 2006 and hence disclosures, if any, relating to total outstanding dues to Micro, Small and Medium Enterprises and the principal amount of interest due thereon remaining unpaid and the amount of interest paid/payable, as required under amended schedule VI of the Companies Act, 1956 could not be complied and disclosed.</p>
	<p>The Company with the passage of sufficient time has written back the liability with the unpaid creditors worth Rs. 29,10,000/-. These unpaid creditors is added to the Other Income during the year as Liabilities written back. One cheque issued amounting to Rs. 351419/- is still not presented to bank for payment to Party, but party is no more so added back to income as liabilities written back).</p>
m)	<p><u>Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19):</u> The Company has considered the possible effects that may result from COVID-19 in the preparation of these financial statements, including the recoverability of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of these assets will be recovered.</p>



Clarity Financial Services Limited

CLARITY FINANCIAL SERVICES LIMITED					
Notes on Financial Statements for the year ended 31st March 2022					
(Rs.in hundreds)					
Note No.	Particulars	FY 2021-22		FY 2020-21	
		Number of shares	Amount ₹	Number of shares	Amount ₹
2	SHARE CAPITAL				
A.	Authorised				
	Equity shares of ₹ 10 each.	50,00,000	5,00,000.00	50,00,000	5,00,000.00
B.	Issued, Subscribed and Paid-up				
	Equity shares of ₹ 10 each.	31,00,100	3,10,010	31,00,100	3,10,010
C.	Reconciliation of number of shares outstanding				
	Equity Shares at the beginning of the year	31,00,100	3,10,010	31,00,100	3,10,010
	Add: Shares issued during the year	-	-	-	-
	Equity Shares at the End of the year	31,00,100	3,10,010	31,00,100	3,10,010
D.	The Company has only one class of equity share and each such equity share has the right for one vote and is entitled to dividends, if declared by the Company.				
E.	The details of Shareholders holding more than 5% Equity Shares	No of Equity Shares held	%age	No of Equity Shares held	% age
	CRB Trustee Ltd. A/C Crb Mutual Fund	2,00,000	6.45	2,00,000	6.45
	Sanjay Gupta	2,59,610	8.37	2,59,610	8.37
	Bharti Gupta	2,61,180	8.42	2,61,180	8.42
	Tamanna Gupta	3,15,000	10.16	3,15,000	10.16
F.	Shareholding of promoters				
	The details of the shares held by promoters as at March 31, 2022 are as follows :				
	Promoters Name	No of Equity Shares held	% of Total Shares	% Change during the Year	
1	Sanjay Gupta	2,59,610	8.37	-	
2	Bharti Gupta	2,61,180	8.42	-	
3	Tamanna Gupta	3,15,000	10.16	-	
4	Clarion Finance & Investment Co Pvt Ltd	99,000	3.19	-	
3	RESERVE AND SURPLUS				
		FY 2021-22		FY 2020-21	
a.	Securities Premium Reserve	Amount ₹	Amount ₹	Amount ₹	Amount ₹
	As per Last Balance Sheet				
	Add: During the year	-	-		-
b.	Surplus				
	As per Last Financial Statement	3,16,371		3,15,377	
	Less: Adjusted during the year	-		43	
	Add: During the year	11,814	3,28,184	1,037	3,16,371
			3,28,184		3,16,371
Note No.	Particulars		FY 2021-22	FY 2020-21	
			Amount ₹	Amount ₹	
4	TRADE PAYABLES				
a.	Due to Micro, Small and Medium Enterprises		-	-	
b.	Sundry Creditors for Goods		33,048	41,186	
			33,048	41,186	
	The trade payables ageing schedule for the years ended as on March 31, 2022 and March 31, 2021 is as follows				
	Particulars	Outstanding For following periods from due date of payment			
		Less than 1 Year	1-2 Year	2-3 Year	More than 3 Years
	Trade Payables - Others	20,962	-	19	12,067
					33,048
5	OTHER CURRENT LIABILITIES				
	Sundry Creditors for Expenses			7,757	7,152
	Statutory Liabilities For Taxes & Others			2,257	1,217
				10,015	8,370
6	SHORT TERM PROVISION				
a.	Provision for Income Tax			12,355	10,276
				12,355	10,276



Clarity Financial Services Limited

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CLARITY FINANCIAL SERVICES LIMITED

NOTE NO: 7

Property Plant & Equipment

(Rs. in hundreds) for the year ended 31.03.2022											
Particulars	Buildings	Car	Furniture & Fixture	Office Equipment	Camera	Note Counting Machine	Computer	Mobile	Air Conditioner	Generator	Total
Gross carrying value as at April 1, 2021	5,110	8,496	10,365	2,067	413	361	5,392	1,433	3,671	369	37,677
Additions			37	140			300	1,581			2,057
Deletions		8,496									8,497
Gross carrying value as at March 31, 2022	5,110	0	10,402	2,207	413	361	5,692	3,014	3,671	369	31,238
Accumulated depreciation as at April 1, 2021	3,416	5,002	9,716	1,525	392	315	4,470	603	2,826	356	28,622
Depreciation	292	493	55	244	-	14	534	866	216	-	2,715
Accumulated depreciation on deletions		5,495									5,495
Accumulated depreciation as at March 31, 2022	3,708	-	9,771	1,769	392	329	5,004	1,469	3,043	356	25,841
Carrying value as at April 1, 2021	1694	3495	649	542	21	46	922	830	844	13	9,056
Carrying value as at March 31, 2022	1,402	0	631	438	21	32	687	1,545	628	13	5,397
(Rs. in hundreds) for the year ended 31.03.2021											
Property Plant & Equipment	Buildings	Car	Furniture & Fixture	Office Equipment	Camera	Note Counting Machine	Computer	Mobile	Air Conditioner	Generator	Total
Gross carrying value as at April 1, 2020	5,110	8,496	10,365	1,880	413	361	4,680	780	3,671	369	36,125
Additions				187			712	653			1,552
Deletions											
Gross carrying value as at March 31, 2021	5,110	8,496	10,365	2,067	413	361	5,392	1,433	3,671	369	37,677
Accumulated depreciation as at April 1, 2020	3,062	3,414	9,654	1,159	332	286	4,046	160	2,527	356	24,996
Depreciation	353	1,587	63	326	60	26	424	443	299		3,582
Accumulated depreciation on deletions				40		4					44
Accumulated depreciation as at March 31, 2021	3,416	5,002	9,716	1,525	392	315	4,470	603	2,826	356	28,622
Carrying value as at April 1, 2020	2048	5082	712	721	81	75	634	620	1143	13	11,129
Carrying value as at March 31, 2021	1,694	3,495	649	542	21	45	922	830	844	13	9,055



Clarity Financial Services Limited

CLARITY FINANCIAL SERVICES LIMITED					
Notes on Financial Statements for the year ended 31st March 2022					
Note No.	PARTICULARS	Note No.	FY 2021-22 Amount ₹	FY 2020-21 Amount ₹	
	LONG TERM LOANS & ADVANCES				
	No such Loans or Advances are made to Directors/KMP/ Related Parties so no disclosure made.				
8	NON CURRENT INVESTMENT				
	Investment in Equity Instrument(at cost)				
	Quoted		2,08,433	2,06,386	
	Unquoted		-	-	
			2,08,433	2,06,386	
	Aggregate amount of quoted Investments		2,08,433	2,06,386	
	Aggregate market value of quoted investments		2,74,538	1,87,279	
	Aggregate amount of unquoted investments		-	-	
	Aggregate provision for diminution in value of investments		-	-	
9	OTHER NON CURRENT ASSETS				
	Security Deposit		6	6	
	Security Deposit (Siliguri Office)		825	825	
	Security Deposit for Office Rent - Karl Marx Sarani		2,840	2,840	
			3,671	3,671	
	INVENTORIES				
10	Trading Goods		2,06,426	1,73,363	
			2,06,426	1,73,363	
	(FLM - 8 Filed with RBI , reconciles with the Books of Accounts)				
11	TRADE RECEIVABLES				
	Outstanding for a period exceeding six months from the date they are due for payment		11,053	20,965	
	Others		-	-	
	(Unsecured, considered Good)		11,053	20,965	
	The trade receivables ageing schedule for the years ended as on March 31, 2022 and March 31, 2021 is as follows				
	Particulars	Outstanding For following periods from due date of payment			
		Less than 1 Year	1-2 Year	2-3 Year	More than 3 Years
	(i) Undisputed Trade receivables - Considered Good	11,053	-	-	-
	(ii) Undisputed Trade receivables - Considered doubtful	-	-	-	-
	(iii) Disputed Trade receivables - Considered Good	-	-	-	-
	(iv) Disputed Trade receivables - Considered doubtful	-	-	-	-
					11,053
12	CASH AND CASH EQUIVALENTS				
	Cash in hand		9,611	28,750	
	Balances with Scheduled Bank				
	in Current Account		79,227	29,166	
	In Fixed Deposits with Bank		1,57,539	2,06,364	
			2,46,378	2,64,280	
13	SHORT TERM LOANS AND ADVANCES				
	Advances Recoverable in Cash or kind		18,606	15,074	
			18,606	15,074	
14	REVENUE FROM OPERATIONS				
	Sales of Products				
	Trading Goods				
	- Foreign Currencies Money Changing Sales		84,82,132	30,73,303	
	- Sales Vtm A/C		15,34,008	3,18,794	
	- Surrender Tc A/C		-	2,918	
	- Surrender Vtm A/C		3,31,553	1,18,888	
	- Service Charges		1,167	400	
	- Commission Received (W.U.)		0	37	
	- Commission from Money Gram		23	39	
	- Other Commission		0	10	
	- Thomas Card Incentive Received		5,963	1,190	
	- Axis Bank Tcdc Incentives		-	823	
	- Electrum Incentive Received		673	248	
	- Service Charge Received on INR Card		726	268	
	- World One Forex Commission Received		1,605	218	
	- Multimoney Incentive		-	512	
			1,03,57,850	35,17,647	



Clarity Financial Services Limited

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CLARITY FINANCIAL SERVICES LIMITED		(Rs. in hundreds)	
Note No	PARTICULARS	FY 2021-22 ₹	FY 2020-21 ₹
15	<u>OTHER INCOME</u>		
	- Dividend Received	2,374	2,622
	- Profit On Sale Of Future Trading	11,408	10,862
	- Profit on Sale of Investmet (Long Term)	3,584	-
	- Liabilities written back	32,614	41,750
	- Misc. Other Income	-	1,695
	- Interest On Fixed Deposit	10,901	13,129
		60,881	70,058
16	<u>PURCHASE OF STOCK IN TRADE</u>		
	<u>Purchases</u>		
	- Encashment Cn A/C	84,70,958	29,45,463
	- Encashment Tc A/C	-	2,904
	- Purchase Vtm A/C	3,30,133	1,17,821
	- Settlement VTM A/c	15,19,169	3,16,122
	- Unsettled Vtm A/C	20,948	3,172
		1,03,41,208	33,85,482
	(FLM - 8 Filed with RBI , reconciles with the Books of Accounts)		
17	<u>CHANGE IN INVENTORY</u>		
	<u>Closing Stock</u>		
	Trading Goods	2,06,426	1,73,363
	Sub Total	2,06,426	1,73,363
	<u>Opening Stock</u>		
	Trading Goods	1,73,363	2,77,501
	Sub Total	1,73,363	2,77,501
	Net (Increase)/Decrease in Inventory	-33,063	1,04,138
18	<u>EMPLOYEE BENEFIT EXPENSES</u>		
	Salaries, Bonus & Wages	54,236	62,489
	Contribution to Employees Fund	4,879	5,523
		59,115	68,012
19	<u>FINANCE COST</u>		
	Interest Expenses	-	8
		-	8
20	<u>OTHER EXPENSES</u>		
	Rent	4,990	6,600
	Payment to Auditors	1,135	930
	Bank Charges	54	359
	Brokerage	4,340	3,321
	Business Promotion Expenses	647	490
	Telephone \ Mobile Expenses	1,233	957
	Conveyance	4,619	1,376
	Insurance Charges	321	470
	Miscellaneous Expenses	16,384	9,824
		33,724	24,326
21	<u>Payment to Auditors</u>		
	- Audit Fees	550	400
	- Tax Audit Fees	250	250
	- Certification and Other Fees	335	280
		1,135	930



Clarity Financial Services Limited

22 RATIOS

The ratios for the years ended March 31, 2022 and March 31, 2021 are as follows :

	Particulars	Numerator	Denominator	As at March, 2022	As at March, 2021	Variance in (%)
(a)	Current Ratio =	Current Assets	Current Liabilities	871%	792%	79% (Co. is growing into its capacity)
(b)	Debt- Equity Ratio	Total Liabilities	Shareholder's Equity	10%	11%	-1%
(c)	Debt- Service Coverage Ratio	EBITDA	Interest + Principal	N.A	N.A	N.A
(d)	Return on Equity Ratio	Net Income after Taxes	Shareholder's Equity	2%	0%	2%
(e)	Inventory Turnover Ratio	COGS	Average Inventory Value	5428%	1548%	3880% (Due to Covid-19 impact on Sales)
(f)	Trade Receivables Turnover Ratio	Credit Sales (Total Sale - Cash Sales)	Average Receivables	64018%	13421%	50597% (Due to Covid-19 impact on Sales)
(g)	Trade Payables Turnover Ratio	Credit Purchases	Average Payables	27457%	5363%	22093% (Due to Covid-19 payables were large in earlier years)
(h)	Net Capital Turnover Ratio	Revenue	Working Capital	2425%	850%	1575% (Co. is growing into its capacity)
(i)	Net Profit Ratio	Net Profit (After Tax)	Net Sales	0.1%	0.0%	0%
(j)	Return on Capital Employed	EBIT	Total Assets - Total current Liabilities	2.3%	0.3%	2%
(k)	Return on Investment	Income Received + Ending Investment Value	Beginning Investment Value - 1	102.7%	100.2%	2%

23 Relationship with struck off companies

Name of struck off company	Nature of transactions	Transactions during the year ended March 31, 2022	Balance outstanding as at	Relationship with the struck off companies
NIL	NIL	NIL		NIL



Clarity Financial Services Limited

CLARITY FINANCIAL SERVICES LIMITED				
24	Related Party Disclosure			
a)	Related Party and transactions with them as specified in the Accounting Standard 18 on " Related Parties disclosures" issued by ICAI has been identified and given below on the basis of information available with the company and the same has been relied upon by the auditors.			
b)	Key Management Personnel and individuals owning directly or indirectly, an interest in the voting power that give them control or significant influence over the company and the relatives of such individuals.			
	Key Management Personnel	Relative of Key Management Personnel		
i)	Sanjay Gupta	No transactions with Relatives		
ii)	Bharti Gupta			
iii)	Tamanna Gupta			
c)	Enterprises over which Key Management Personnel are able to exercise significant influence:			
i)	Clarion Finance & Investment Co. Pvt. Ltd.	F.Yr 21-22 Amount in ₹	F.Yr 20-21 Amount in ₹	
1)	Commission Paid	1,488	1,300	
2)	Rent Paid	1,400	2,280	
Details of Transactions with above related parties.				
	Name of the Party	Nature of Transaction	F.Yr 21-22 Amount in ₹	F.Yr 20-21 Amount in ₹
	Sanjay Gupta	Director Remuneration	8,640	8,640
	Tamanna Gupta	Director Remuneration	3,308	7,686
	Bharti Gupta	Director Remuneration	8,640	8,640
25	Earning Per Share			
	The earning per share has been specified in Accounting Standard 20 on " Earning per share" issued by ICAI, the related disclosures are as follows:-			
	Profit / (Loss) for the year (after taxation)	Amount in ₹ 11,814	Amount in ₹ 1,037	
	Number of Equity Shares of ` 10/- each fully paid up	31,00,100	31,00,100	
	Earning Per Share(Basic/Diluted)	0.38	0.03	
26	CIF Value of Imports	Nil		Nil
27	In the opinion of the management, the value in realization of current assets, loans & advances in the ordinary course of business would not be less than the amount at which they are stated in the balance sheet and provision for all known liabilities have been made.			
28	Balance of Debtors, Creditors and advances are subject to confirmation and/or reconciliation.			
29	Previous year figures regrouped and rearranged wherever found necessary to make those comparable the same with current year.			
	At the year-end figures are taken from the source and rounded to the nearest digits. The figures reported for the previous years might not always add up to the year-end figures reported in this statement.			
As per our Report of even date attached.				
For Sultania & Co.				
Chartered Accountants				
For and on behalf of the Board				
Sd/-	Sd/-	Sd/-		
S.K SULTANIA	(Sanjay Gupta)	(Tamanna Gupta)		
Partner	Director	Director		
M No.- 16802	DIN:01383122	DIN:07842312		
Firm Registration No. 327263E	Sd/-	Sd/-		
UDIN: 22016802AKMWYZ2547	(Archit Gupta)	(Varsha Agarwal)		
	Chief Financial Officer	Company Secretary		
Place : Kolkata				
Date : 06th June, 2022				