

Annual Report
2021-22



Shreenath Mhaskoba Sakhar Karkhana Limited



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

BOARD OF DIRECTORS

Pandurang Abaji Raut	Chairman and Managing Director
Vikas Ramchandra Raskar	Executive Chairman
Babanrao Sopanrao Gaikwad	Vice Chairman
Yogesh Dattatraya Sasane	Director
Mahesh Sambhajirao Karpe	Director
Hemant Sambhajirao Karanje	Director
Anil Jaywantrao Bhujbal	Director
Anil Laxman Badhe	Director
Madhav Pandurang Raut	Director
Kisan Dinkar Shinde	Director
Hanumant Shivale	Additional Independent Director
Bhagwan Memane	Additional Independent Director
Baban Mahadeo Narke	Chief Financial Officer
Pratik Naikawadi	Company Secretary

AUDITORS

D.D.Nimbalkar & Associates
Chartered Accountants, Pune

BANKERS

Pune District Central Cooperative Bank Limited
Janaseva Sahakari Bank Limited

REGISTERED OFFICE

S. No. 12/2, 2nd Floor, Meghdoot Building, behind Bharat petrol pump, Old Lokhandi Pull Lane, Hadapsar Pune 411028

FACTORY

Shreenathnagar, Patethan, Post Rahu, Tal Daund, Dist. Pune 412207

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CIN : U15424PN1999PLC013976
Website : www.shreenathsugar.com
Email : smsklho@rediffmail.com

NOTICE

Notice is hereby given that the 23rd Annual General Meeting of the Members of Shreenath Mhaskoba Sakhar Karkhana Limited (**'the Company'**) will be held on Thursday 10th November 2022 at 11.00 A.M. at Asodit Banquets Hall, Magarpatta Road, Opp. Nexa showroom, next to seasons mall, Hadapsar, Pune, Maharashtra 411028 to transact the following businesses :

Ordinary Businesses :

Item No 1: Adoption of Audited Financial Statements:

To receive, consider and adopt the Audited Financial Statements for the year ended 31st March 2022, together with the Director's Report and the Auditor's Report thereon.

Item No 2: To consider re-appointment of Mr. Yogesh Sasane, Director (DIN 02376845), is liable to retire by rotation at this Annual General Meeting and being eligible offers himself for re-appointment:

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

"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules 2014; read with the applicable provisions of the Memorandum of Association and Articles of Association of the Company, Mr. Yogesh Sasane, Director (DIN 02376845) be and is hereby re - appointed as the Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT Mr. Pandurang Raut Chairman and Managing Director of the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary and expedient to give effect to re - appointment of Mr. Yogesh Sasane, as Director of the Company."

Item No 3: To consider re-appointment of Mr. Babanrao Gaikwad, Director (DIN: 02377753), is liable to retire by rotation at this Annual General Meeting and being eligible offers himself for re-appointment:

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

"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules 2014; read with the applicable provisions of the Memorandum of Association and Articles of Association of the Company, Mr. Babanrao Gaikwad, Director (DIN: 02377753), be and is hereby re - appointed as the Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT Mr. Pandurang Raut Chairman and Managing Director of the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary and expedient to give effect to re - appointment of Mr. Babanrao, as Director of the Company."

Item No 4: To declare a Final Dividend on Equity Shares and Preference Shares for the Financial Year ended March 31, 2022

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

“RESOLVED THAT, pursuant to the provisions of section 123 (1) of the Companies Act 2013, read with the provisions contained in the Memorandum of Association and Articles of Association of the company in view of the recommendation of the Board of Directors of the Company; the consent of the members be and is hereby accorded to declare a final dividend of INR. 15/- (Rupees Fifteen Only) per Equity Share of INR 100/- (Rupees One Hundred Only) each fully paid-up of the Company; INR. 10,000/- (Rupees Ten Thousand Only) per Preference Share of INR. 1,00,000/- (Rupees One Lakh Only) each and INR. 250/- (Rupees Two Hundred-Fifty Only) per Preference Share of INR. 5,000/- (Rupees Five Thousand Only) each for the Financial Year 2021-22, to those members of the company whose names appear in the Register of Members of the Company as on 7th November 2022.

RESOLVED FURTHER THAT, a bank account to be opened in the name and style as “Dividend Account of Shreenath Mhaskoba Sakhar Karkhana Limited For F.Y. 2021-22” in the name of the Company with Janata Sahakari Bank Limited Pune, Hadapsar Branch, and the total final dividend amount, be deposited in the said account within five days.

RESOLVED FURTHER THAT, Mr. Mr. Pandurang Raut, Chairman & Managing Director and by Mr. Vikas Raskar, Executive Chairman or Mr. Babanrao Gaikawd, Vice Chairman, anyone of the two and to act upon any instructions so given relating to the account, be and are hereby authorised to sign the dividend warrants to be issued on the said bank and the said bank be and is hereby authorised to honour the final dividend warrants signed by the said authorised signatories, as and when presented for encashment.

RESOLVED FURTHER THAT, Mr. Pandurang Raut Chairman and Managing Director of the company be and is hereby authorized to inform and forward the certified true copy of the above resolution to the Bank together with the specimen signature of the Signatory for its necessary action and it shall remain in force until the certified copy of the board resolution canceling or modifying the same is given to the said banker by any of the Directors of the Company.”

Special Businesses :

Item No 5: To consider and approve remuneration payable to M/s Harshad S. Deshpande & Associates., Cost Accountants (Registration No. 00378) as Cost Auditors of the Company for the Financial Year 2022-23.

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

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rule 2014, and Companies (Cost Records and Audit) Rules 2014, as amended from time to time, the remuneration payable to M/s Harshad S. Deshpande & Associates., Cost Accountants (Registration No. 00378) the Cost Auditors of the Company for the Financial Year 2022-23 as recommended by the Audit Committee of the Company and approved by the Board of Directors of the Company amounting to

INR 75,000/- (Rupees Seventy Five Thousand Only) plus applicable taxes and re-imburement of expenses incurred / to be incurred on actual basis, be and is hereby ratified and confirmed.

RESOLVED FURTHER THAT Mr. Pandurang Raut Chairman and Managing Director of the Company be and are hereby severally authorized to do all acts, deeds, matters and things as they may consider necessary, proper or desirable or expedient to give effect to the above resolution.”

Item No 6: To consider and confirm the Appointment of Mr. Bhagwan Memane (DIN: 07653366) as a Director (Independent Director) of the Company.

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

“**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 (the Act) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) to the extent of their applicability, Mr. Bhagwan Memane (DIN: 07653366) was appointed as an Additional Director in the capacity of an Independent Director of the Company by the Board of Directors of the company w.e.f. April 14, 2022, who holds office as such up to the date of ensuing Annual General Meeting and has submitted a declaration that he meets the criteria for independence as provided under Section 149(6) of the Act and is eligible for appointment, and in respect of whom the Company has received a notice in writing in terms of Section 160(1) of the Companies Act 2013, proposing his candidature for the office of Directorship of the company; , be and is hereby, appointed as a Non-Executive Independent Director of the Company not liable to retire by rotation, to hold office for a period of five years with effect from April 14, 2022 till April 13, 2027.”

“**RESOLVED FURTHER THAT** Mr. Pandurang Raut Chairman and Managing Director of the company be and are hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

Item No 7: To consider and confirm the Appointment of Mr. Hanumant Shivale (DIN: 07653356) as a Director (Independent Director) of the Company.

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

“**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 (the Act) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) to the extent of their applicability, Mr. Hanumant Shivale (DIN: 07653356) was appointed as an Additional Director in the capacity of an Independent Director of the Company by the Board of Directors of the company w.e.f. April 14, 2022, who holds office as such up to the date of ensuing Annual General Meeting and has submitted a declaration that he meets the criteria for independence as provided under Section 149(6) of the Act and is eligible for appointment, and in respect of whom the Company has received a notice in writing in terms of Section 160(1) of the Companies Act 2013, , proposing his candidature for the office of Directorship of the company be and is hereby, appointed as a Non-Executive Independent Director of the Company not

liable to retire by rotation, to hold office for a period of five years with effect from April 14, 2022 till April 13, 2027.”

“RESOLVED FURTHER THAT Mr. Pandurang Raut Chairman and Managing Director of the Company be and are hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

**By Order of the Board of Directors
Shreenath Mhaskoba Sakhar Karkhana Limited**

**Place: Pune
Date: 14/10/2022**

**Sd/-
Pratik Naikawadi
Company Secretary**

Notes :

1. A member entitled to attend and vote at the annual general meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The proxies to be effective should be lodged with the Company at least 48 hours before the commencement of the meeting. Members who are attending the meeting through video conference shall not be allowed to appoint proxies.
2. An explanatory statement pursuant to section 102 of the Companies Act, 2013 in respect of the above resolutions is enclosed and forms a part of the notice
3. In compliance with the provisions of Section 108 of the Act, the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means either by (a) remote e-voting (by using the electronic voting system provided by CDSL or (b) Ballot at the AGM venue or e-voting system on the date of the AGM. Resolution(s) passed by members through e-voting is/are deemed to have been passed as if they have been passed at the AGM
4. The facility for voting through ballot process shall be made available at the AGM and the members attending the AGM who have not cast their vote through remote e-voting shall be able to exercise their rights at the AGM.
5. A member who has cast his vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to vote again and his vote, if any, cast at the AGM shall be treated as invalid.
6. The Shareholders/Proxies are requested to produce at the Registration Counter(s) the attendance slip sent along with this Report, duly completed and signed, for admission to the meeting hall.

DISPATCH OF ANNUAL REPORT THROUGH ELECTRONIC MODE:

7. In compliance with the MCA Circulars and in accordance with Section 108 of the Companies Act, 2013 service of documents on members by a company is allowed through electronic mode. Accordingly, as a part of Green Initiative, soft copy of the Annual Report 2021-22 is being sent to all the members whose email address(es) are registered with the Company. Members may note that the Notice and Annual Report 2021-22 will also be available on the Company's website www.shreenathsugar.com.
8. Attendance Slip and Proxy Form are annexed hereto

THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:

- (i) The voting period begins on Monday 7th November 2022 at 9.00 a.m. and ends on Wednesday 9th November 2022 at 5 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Voting rights of a member (in case of electronic shareholding) shall be in proportion to his share in the paid-up equity share capital of the Company as on the cut-off date, i.e. 1st November 2022.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

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 e-Voting for **Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

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

<p>with NSDL Depository</p>	<p>Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</p>	<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. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</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

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

Login type	Helpdesk details
<p>Individual Shareholders holding securities in Demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33</p>

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
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Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

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

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

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

- (i) After entering these details appropriately, click on “SUBMIT” tab.
- (ii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that

Notes :

1. A member entitled to attend and vote at the annual general meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The proxies to be effective should be lodged with the Company at least 48 hours before the commencement of the meeting. Members who are attending the meeting through video conference shall not be allowed to appoint proxies.
2. An explanatory statement pursuant to section 102 of the Companies Act, 2013 in respect of the above resolutions is enclosed and forms a part of the notice
3. In compliance with the provisions of Section 108 of the Act, the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means either by (a) remote e-voting (by using the electronic voting system provided by CDSL or (b) Ballot at the AGM venue or e-voting system on the date of the AGM. Resolution(s) passed by members through e-voting is/are deemed to have been passed as if they have been passed at the AGM
4. The facility for voting through e voting / ballot process shall be made available at the AGM and the members attending the AGM who have not cast their vote through remote e-voting shall be able to exercise their rights at the AGM.
5. A member who has cast his vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to vote again and his vote, if any, cast at the AGM shall be treated as invalid.
6. The Shareholders/Proxies are requested to produce at the Registration Counter(s) the attendance slip sent along with this Report, duly completed and signed, for admission to the meeting hall.

DISPATCH OF ANNUAL REPORT THROUGH ELECTRONIC MODE:

7. In compliance with the MCA Circulars and in accordance with Section 108 of the Companies Act, 2013 service of documents on members by a company is allowed through electronic mode. Accordingly, as a part of Green Initiative, soft copy of the Annual Report 2021-22 is being sent to all the members whose email address(es) are registered with the Company. Members may note that the Notice and Annual Report 2021-22 will also be available on the Company's website www.shreenathsugar.com.
8. Attendance Slip and Proxy Form are annexed hereto

THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:

- (i) The voting period begins on Monday 7th November 2022 at 9.00 a.m. and ends on Wednesday 9th November 2022 at 5 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Voting rights of a member (in case of electronic shareholding) shall be in proportion to his share in the paid-up equity share capital of the Company as on the cut-off date, i.e. 1st November 2022.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.

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

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

The Scrutinizer shall, after the conclusion of voting at the AGM, count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting / evoting at AGM / ballot papers and make, not later than 48 hours from conclusion of the meeting, a consolidated Scrutinizer's report of the total votes cast in favour and against the resolution(s), invalid votes, if any, and whether the resolution(s) has/have been carried or not, to the Chairman

The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.shreenathsugar.com.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013

Item no 5

The Board, on recommendation of the Audit Committee, approved the appointment of M/s Harshad S. Deshpande & Associates., Cost Accountants (Registration No. 00378) as the Cost Auditors of the Company, to conduct the audit of the cost records of the Company relating to Sugar (including Industrial Alcohol) and Electricity for the financial year ending 31st March, 2023 at a remuneration of Rs. 75,000 plus taxes, as applicable and reimbursement of out of pocket expenses. In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014 (as amended), the remuneration payable to the Cost Auditors has to be ratified by the Shareholders of the Company. Accordingly, the Board of Directors of the Company recommends the resolution for ratification of the remuneration payable to the Cost Auditors for the financial year ending on 31st March, 2023 for approval of the members of the Company. In this regard, consent of the Members is sought for passing the said resolution as approved by the Board of Directors and as set out in Item no. 5 of the accompanying Notice.

None of the Directors, Key Managerial Personnel of the Company and their relatives are in any way, concerned or interested, financially or otherwise, in the proposed resolution. The Board accordingly recommends the Special Resolution as set out in Item No. 5 for approval by the Shareholders.

Item no 6

The Board of Directors of the Company at its meeting held on April 14, 2022, appointed Mr. Bhagwan Memane (DIN: 07653366) as an Additional Director of the Company in the capacity of Independent Director for a term of 5 years with effect from April 14, 2022, subject to the approval of the Members of the Company. The Company has also received a notice in writing from a member proposing the candidature of appointed Mr. Bhagwan Memane to be appointed as Director of the Company. The Company has received a declaration from appointed Mr. Bhagwan Memane confirming that he meets the criteria of independence under the Companies Act, 2013. In the opinion of the Board, appointed Mr. Bhagwan Memane fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and he is independent of the management. Considering appointed Mr. Bhagwan Memane knowledge and experience in field of agriculture, the Board of Directors is of the opinion that it would be in the interest of the Company to appoint him as an Independent Director for a period of five years with effect from April 14, 2022.

Except Mr. Bhagwan Memane, being the appointee, none of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution set out at Item No. 6.

Item no 7

The Board of Directors of the Company at its meeting held on April 14, 2022, appointed Mr. Hanumant Shivale (DIN: 07653356) as an Additional Director of the Company in the capacity of Independent Director for a term of 5 years with effect from April 14, 2022, subject to the approval of the Members of the Company. The Company has also received a notice in writing from a member proposing the candidature of appointed Mr. Hanumant Shivale to be appointed as Director of the Company. The Company has received a declaration from appointed Mr. Hanumant Shivale confirming that he meets the criteria of independence under the Companies Act, 2013. In the opinion of the Board, appointed Mr. Hanumant Shivale fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and he is independent of

the management. Considering appointed Mr. Hanumant Shivale knowledge and experience in the field of agriculture, the Board of Directors is of the opinion that it would be in the interest of the Company to appoint him as an Independent Director for a period of five years with effect from April 14, 2022.

Except Mr. Hanumant Shivale, being the appointee, none of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution set out at Item No. 6.

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

Registered Office: S. No. 12/2, 2nd Floor, Meghdoot Building, behind Bharat petrol pump, Old Lokhandi Pull Lane ,Hadapsar Pune - 411028
Email: smsklho@rediffmail.com Ph.no.:8551868899
CIN: U15424PN1999PLC013976

ATTENDANCE SLIP

I hereby record my presence at the 23rd General Meeting of the Company being held on Thursday 10th November, 2022 at 11.00 A.M. at Asodit Banquets Hall, Magarpatta Road, Opp. Nexa showroom, next to seasons mall, Hadapsar, Pune, Maharashtra 411028.

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

Full name of the shareholder _____ Signature _____

Folio No. _____

Full name of the Proxy _____ Signature _____

NOTE: Shareholder/Proxyholder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

Registered Office: S. No. 12/2, 2nd Floor, Meghdoot Building, behind Bharat petrol pump, Old Lokhandi Pull Lane ,Hadapsar Pune - 411028
Email: smsklho@rediffmail.com Ph.no.:8551868899
CIN: U15424PN1999PLC013976

PROXY FORM

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

Name of the Member(s): Registered Address & E-mail Id: Folio No.:

I/We being the member(s) of _____ Shares of the above named Company hereby appoint:

(1)Name: _____
Address & E-mail Id _____ or failing him;

(2)Name: _____
Address & E-mail Id _____ or failing him

(3)Name: _____
Address & E-mail Id _____

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd General Meeting of the Company to be held Thursday 10th November, 2022 at 11.00 A.M. at _____ or any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No	Resolutions	Voting	
		For	Against
1	To receive, consider and adopt the Financial Statements of the Company for the year ended 31 st March, 2022		
2	Re- Appointment of Mr. Yogesh Sasane, as the Director of the Company who liable to retire by rotation		
3	Re- Appointment of Mr. Babanrao Gaikwad, as the Director of the Company who is liable to retire by rotation.		
4	To declare a final dividend on equity shares and preference shares for the financial year ended 31 st March, 2022		
5	To consider and approve remuneration payable to M/s Harshad S. Deshpande & Associates., Cost Accountants (Registration No. 00378) as Cost Auditors of the Company for the Financial Year 2022-23.		
6	To consider and confirm the Appointment of Mr. Bhagwan Memane (DIN: 07653366) as a Director (Independent Director) of the Company.		
7	To consider and confirm the Appointment of Mr. Hanumant Shivale (DIN: 07653356) as a Director (Independent Director) of the Company.		

Signed this _____ day of _____ 2022

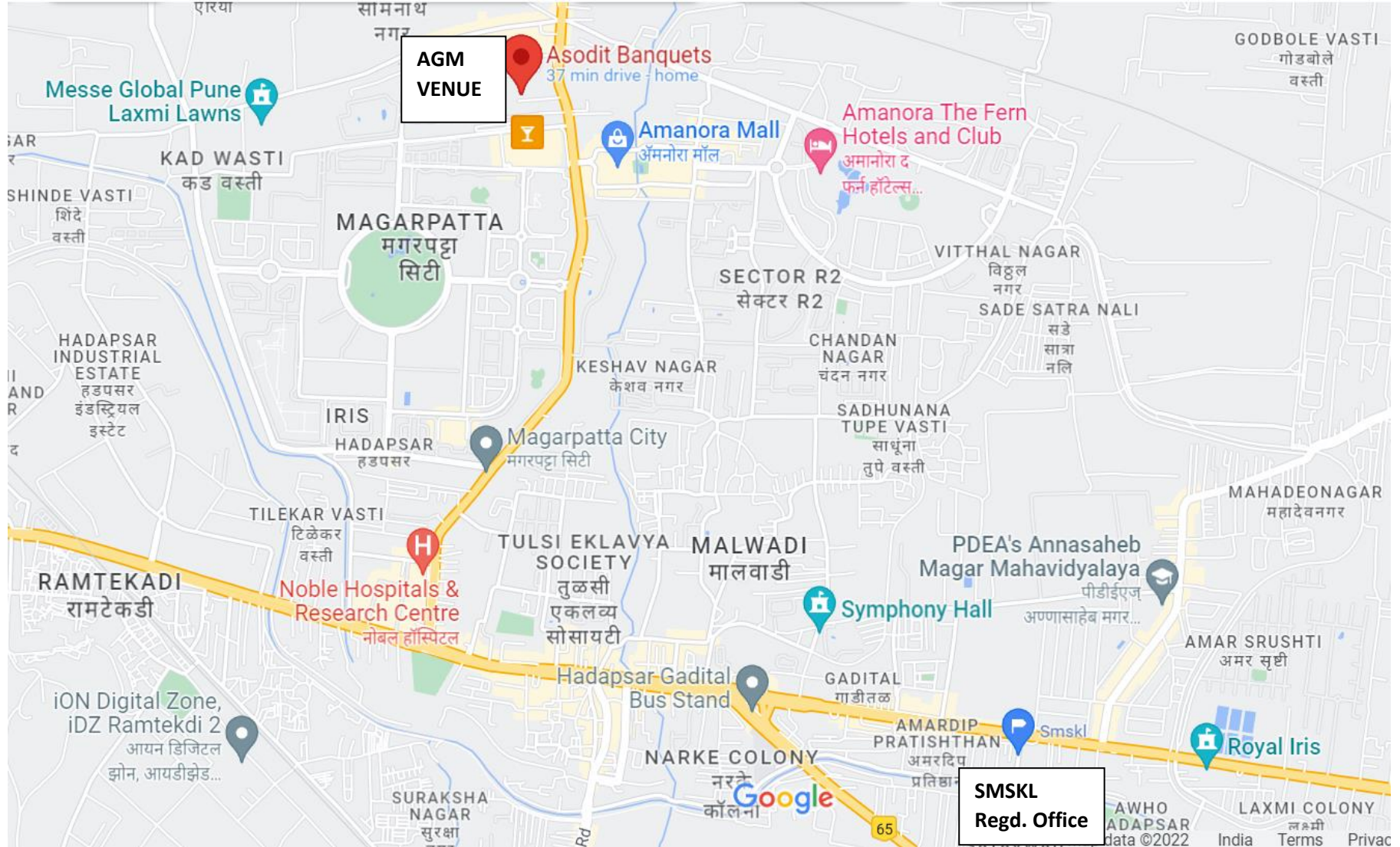
Affix Revenue Stamp

Signature of the Shareholder _____

Signature of first /Proxy Holder Signature of Second /Proxy Holder Signature of Third/ Proxy Holder

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Route Map of AGM Venue



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED**DIRECTORS REPORT**

To,
The Members,

The Directors have pleasure in presenting the 23rd Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2022.

1. FINANCIAL RESULTS

The financial results for the year ended 31st March, 2022 are briefly given below:-

		<i>Rs. In Lacs</i>	
Particulars		2021-22	2020-21
	Sales & Other Income	36,964.96	20,471.74
	Profit before Depreciation, Interest & Tax	5897.91	3163.65
Less :	Interest and Financial Charges	1473.62	1397.79
	Depreciation	971.36	936.16
	Profit before Extraordinary items	1568.77	829.69
	Extraordinary items	1884.15	-
	Profit before Tax	3452.92	829.69
Less :	Provision for Income Tax	685.30	-
	Provision for Deferred Tax	-57.94	0.284
	Mat credit carried forward	-	-
	Profit after Tax	2825.67	829.41
Less :	Appropriation:		
	Proposed Dividend on Preference Shares	54.42	54.42
	Proposed Dividend on Equity Shares	226.92	151.28
	CSR	21.15	49.42
	Corporate Dividend Tax		
	Capital Redemption		
	Income tax paid/MAT excess provided		29.85
	Transfer to General Reserve	78.43	41.48
	Surplus Carried to Balance Sheet	2444.62	502.92

2. COMPANY'S AFFAIRS PERFORMANCE**Sugar Division**

The company has crushed 7.18 Lac MT of cane as against 7.27 Lac MT for the previous year.

The production of sugar for the corresponding period was 6.75 Lac Qtl. as against 6.91 Lac Qtl. for the previous year.

The average selling rate of sugar for current year was Rs. 3169 /- per quintal as against Rs.2945/- per quintal during the previous period. During the period under the review the company sold 7.41 lac qtl. of sugar as against 4.82 lac qtl. of sugar during previous year.

Distillery Division

The distillery unit produced 318.13 Lac Litres of ethanol, rectified spirit, impure spirit, fusion oil and sanitizer. The company sold 182.94 Lac Litres of ethanol, rectified spirit, impure spirit, fusion oil and sanitizer and achieved a turnover of Rs. 2099.93 lacs.

Cogeneration Division

The company has exported 206.65 lacs kwh units of electricity in the financial year 2021-22 and achieved a turnover of Rs.1399.41 lacs.

3. TRANSFER TO RESERVES

During the reporting period under review, the Company has transferred Rs. 78.44 las to General Reserve.

4. DIVIDEND

The Board of Directors has recommended a dividend of Rs 15/- per equity share of Rs 100/- each fully paid-up of the Company and Rs. 10,000 per preference Share of Rs. 1,00,000 each and Rs. 250 per preference share of Rs. 5,000 each. Dividend is subject to approval of members at the ensuing Annual General Meeting and shall be subject to deduction of income tax at source

5. SHARES:

- **BUY BACK OF SECURITIES:**

The Company has not bought back any of its securities during the year under review.

- **SWEAT EQUITY:**

The Company has not issued any Sweat Equity Shares during the year under review.

- **BONUS SHARES:**

No Bonus Shares were issued during the year under review.

- **EMPLOYEES STOCK OPTION PLAN:**

The Company has not provided any Stock Option Scheme to the employees.

6. DIRECTORS

Pursuant to the provisions of Section 152 of the Act, Mr. Babanrao Gaikwad and Mr. Yogesh Sasane, Directors of the Company, retires by rotation at the ensuing AGM and being eligible, offers themselves for re-appointment.

Mr. Hanumant Shivale, Independent Director and Mr. Bhagwan Memane, Independent Director of the company were appointed for 5 years upto 06/12/2021. Consequently, the Board of Directors at its meeting held on 14th April, 2022 re-appointed Mr. Hanumant Shivale and Mr. Bhagwan Memane for a second term of 5 years commencing from 14th April, 2022, not liable to retire by rotation. The appointment of Mr. Hanumant Shivale and Mr. Bhagwan Memane is subject to the approval of Members of the Company at the 23rd Annual General Meeting.

7. PUBLIC DEPOSITS

During the financial year 2021-2022, your Company has not accepted any deposit within the meaning of Sections 73 and 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014.

8. INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY

The company has appointed M/s. VG Naikawadi & Co, Chartered Accountants, as an internal auditor of the company. The Company has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, 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.

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies of the Company. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. The adequacy of internal financial controls with reference to the Financial Statements is satisfactory.

9. HOLDING COMPANIES, SUBSIDIARY COMPANIES AND ASSOCIATE COMPANIES

Company does not have any Holding Company, Subsidiary Company and Associate Company.

10. EXTRACT OF ANNUAL RETURN

Pursuant to the provisions of Section 134(3)(a) and Section 92 of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, Annual Return of the Company as at 31st March, 2022 is uploaded on the website of the Company <http://www.shreenathsugar.com/>

11. NUMBER OF MEETINGS OF THE BOARD

Board Meeting

During the year fourteen (14) Board Meetings were convened and held, including one separate Meeting of Independent Directors. The intervening gap between the Meetings was within the period prescribed under Companies Act, 2013

SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

Sr. No	DATE	BOARD STRENGTH	NO. OF DIRECTORS PRESENT
1	03-04-2021	12	8
2	22-05-2021	12	9
3	19-06-2021	12	8
4	17-07-2021	12	12
5	31-08-2021	12	7
6	04-09-2021	12	8
7	19-09-2021	12	7
8	02-10-2021	12	6
9	13-10-2021	12	8
10	18-10-2021	12	7
11	17-11-2021	12	11
12	11-12-2021	12	6
13	11-01-2022	12	8
14	08-03-2022	12	9

12. COMMITTEES OF DIRECTORS:

Subject to the provisions of section 177 & 178 of the Companies Act, 2013 read with the relevant rules made there under and with a view to have a more focused attention on various facts of business and for better accountability, the Board has constituted various committees a mentioned below. Each of these Committees has been mandated to operate within a given framework.

(A) Audit Committee:

The Audit Committee consists of the following members

Sr. No.	Name of the Director	Designation in the Committee
1.	Mr. Mahesh Karpe	Chairperson
2.	Mr. Bhagwan Memane	Independent Director
3.	Mr. Hanumant Shivale	Independent Director

The Board has been reviewing the working of the Committee from time to time to bring about greater effectiveness in order to comply with the various requirements under the Companies Act, 2013.

The company has accepted all the recommendations as made by the audit committee during the financial year under review.

Meeting Details

Twelve meetings of the Committee were held during the year. The meetings were held on April 1, 2021; May 1, 2021; June 1, 2021; July 1, 2021; August 1, 2021; September 1 2021, October 4, 2021; November 1, 2021; December 1, 2021; January 1, 2022; February 1, 2022; March 1, 2022.

(B) Nomination & Remuneration Committee:

The Nomination & Remuneration Committee consists of the following members:

Sr. No.	Name of the Director	Designation in the Committee
1	Mr. Anil Bhujbal	Chairperson
2	Mr. Bhagwan Memane	Independent Director
3	Mr. Hanumant Shivale	Independent Director

The Company has accepted all the recommendation of the Nomination & Remuneration Committee as and when made to the Board of Directors by the Committee.

The Committee while giving approval to remuneration ensured that:

- ✓ the level and composition of remuneration is reasonable and sufficient to motivate directors to run the company successfully;
- ✓ relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- ✓ remuneration to directors, key managerial personnel and senior management reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

Meeting Details

One meeting was held on December 6, 2021.

(C) Stakeholders Relationship Committee:

The Stakeholders Relationship Committee consists of the following members

Sr. No.	Name of the Director	Designation in the Committee
1	Mr. Bhagwan Memane	Chairperson and Independent Director
2	Mr. Madhav Raut	Member
3	Mr. Hanumant Shivale	Independent Director

The company has accepted all the recommendations as made by the Stakeholders Relationship Committee during the financial year under review.

Meeting Details

One meeting was held on September 30, 2021.

13. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and

other related matters as provided under Section 178(3) of the Companies Act, 2013 is furnished in **Annexure I** and is attached to this report.

14. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Your Company is committed to Corporate Social Responsibility (CSR) by catering to the needs of the weaker sections of the society. Pursuant to the provisions of the Section 135 of the Companies Act, 2013, your Company has constituted a CSR Committee of the Board of Directors to monitor the CSR activities of the Company.

In accordance with its CSR philosophy and the specified activities under the Act, the CSR activities of the Company has thrust areas including eradicating extreme hunger and poverty; promotion of education; promoting gender equality and empowering women; reducing child mortality and improving maternal health; combating human immunodeficiency virus, acquired immune deficiency syndrome, malaria and other diseases; ensuring environmental sustainability; employment enhancing vocational skills; social business projects.

Over the past years, the Company has focused on several corporate social responsibility programs. The CSR policy, formulated by the Corporate Social Responsibility ("CSR") Committee and approved by the Board, continues unchanged.

A detailed Annual Report on CSR Activities undertaken by the Company during the year as prescribed under the Companies (Corporate Social Responsibility) Amendment Rules, 2021 is annexed herewith as **Annexure II**

Meeting Details

Two meetings of the Committee were held during the year. The meeting was held on October 21, 2021 and March 31, 2022.

15. BOARDS FUNCTIONING:

Company's Board of Directors play a primary role in ensuring good governance and functioning of the Company. All statutory and other significant and material information is placed before the Board to enable it to discharge its responsibility of strategic supervision of the Company as trustees of the shareholders. The Company has a procedure to inform the Board members about risk assessment and minimization procedure. The procedure is reviewed by the Board to ensure that the Company manages risks through the means of a properly defined framework. The Board also reviews on regular basis conformity to all the applicable laws by the Company. The Members of the Board have complete freedom to express their opinion, and decisions are taken after detailed discussion.

16. DIRECTOR'S RESPONSIBILITY STATEMENT

Directors' Responsibility Statement prepared pursuant to the provisions of Section 134(5) of the Companies Act, 2013, is furnished below as required under Section 134(3)(c).

Directors state that:-

- a) In the preparation of the Annual Accounts for the year ended 31st March, 2022 the applicable Accounting Standards have been followed along with the proper explanation relating to material departures;

SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Annual Accounts have been prepared on a going concern basis;
- e) Proper internal financial controls were in place and that the financial controls were adequate and were operating effectively; and
- f) Proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

17. DECLARATION BY INDEPENDENT DIRECTOR

All Independent Directors have given declarations under Section 149(7) of the Companies Act, 2013, that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

18. AUDITORS AND AUDITORS' REPORT

a) Internal Auditor

The Internal Auditor, V.G. Naikawadi & Co, Chartered Accountants, Pune have conducted internal audits periodically and submitted their reports to the Audit Committee. Their Reports have been reviewed by the Statutory Auditors and the Audit Committee.

b) Statutory Auditor:

D.D.Nimbalkar & Associates, Chartered Accountant (M.No. 112050), were appointed as Auditor of the Company for a term of 5 (five) consecutive years at the annual general meeting held on 29th September 2018.

D.D.Nimbalkar & Associates, Chartered Accountants, have confirmed their eligibility and qualification required under the Act

The Auditors Report to the Shareholders for the year under review contain the following qualification as under :-

1. Accounting standard 15 "Employee Benefits"-The Company has provided for gratuity liability on actual basis by way of debiting it to Profit & Loss a/c in the books of accounts. However, the provision is not based on actuarial valuation done by a qualified actuary. Similarly the Company has not invested separately the amount of gratuity payable. Also no provision has been made during the year for Leave Encashment.

SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

Management's reply :

The company has done actuarial valuation in house, the management has proposed to get the actuarial valuation from approved institution in the ensuing Financial year. The benefit of leave encashment is not carried forward as per the rules framed by the management. All employees therefore has to mandatorily avail the leave encashment.

2) Company has not fully complied provisions of Companies (Prospectus and Allotment of Securities) Rules, 2014]: Dematerialization of securities. At present dematerialisation of shares held by the Directors are dematerialised.

Management's reply :

The company is in process of dematerialization of shares.

3) Company has not provided interest on MSME suppliers outstanding.

Management's reply :

The company will provide interest on MSME suppliers outstanding, as and when if required.

4) The Board of Directors of the Company is duly constituted with proper balance of Executive & Non-Executive Directors except there was intermittent vacancy of Independent Directors of Company which was not filed up by the Company within the limit specified under the Rule 4 of the Companies (Appointment & Qualification of Directors) Rules.

Management's reply :

The company has appointed independent directors on 14th April 2022.

No frauds have been reported by the Auditors under Section 143(12) of the Companies Act, 2013 requiring disclosure in Board's Report.

c) **Cost Audit:**

In terms of the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules 2014, and based on the recommendation of the Audit Committee, the Board of Directors has appointed Harshad S. Deshpande & Associates, Cost Accountants, as the Cost Auditors for the financial year 2022-23 to conduct the audit of the Company in place existing Cost Auditor A J Paranjape & Co.

d) **Secretarial Auditor :**

The Board had appointed S. Chetan & Co., Practising Company Secretary, to conduct Secretarial Audit. The Secretarial Audit Report for the financial year ended March 31, 2022 is annexed herewith and marked as Annexure III to this Report.

The Secretarial Audit Report for the year under review contain the following qualification as under :-

The Board of Directors of the Company is duly constituted with proper balance of Executive & Non-Executive Directors except there was intermittent vacancy of Independent Directors

SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

of Company which was not filed up by the Company within the limit specified under the Rule 4 of the Companies (Appointment & Qualification of Directors) Rules.

Management's reply :

The company has appointed independent director on 14th April 2022.

19. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Particulars of loans given, investments made and guarantees given along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in the financial statement (Please refer to Notes to the financial statement).

20. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED IN SUB SECTION (1) OF SECTION 188 OF THE COMPANIES ACT, 2013

All the transactions carried out with related parties for the year under review were on arm's length basis, which were duly approved by the Audit Committee and are in compliance with the applicable provisions of the Companies Act, 2013. There are no material significant related party transactions made by the Company with Promoters, Directors or Key Managerial Personnel etc. which may have potential conflict with the interest of the Company at large.

All transactions entered with Related Parties for the year under review were on arm's length basis and in the ordinary course of business and the provisions of Section 188 of the Companies Act, 2013 and Rules made there under are not attracted. Thus disclosure in Form AOC-2 in terms of Section 134 of Companies Act, 2013 is not required. The Companies policy on Related Party Transactions is attached as "Annexure - IV".

Your Directors draw attention of the members to Notes to the financial statement which set out related party disclosures.

21. MATERIAL CHANGES AND COMMITMENTS BETWEEN THE DATE OF THE BALANCE SHEET AND THE DATE OF REPORT

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the Financial Year of the Company to which the Financial Statements relate and the date of this report.

22. SIGNIFICANT/MATERIAL ORDERS PASSED BY THE REGULATORS

During the year there are no significant/ material orders passed by the Regulators or courts or Tribunals impacting the going concern status of your Company and its operations in future.

23. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

A. Conservation of Energy and Technology Absorption:

- a) Wherever possible energy conservation measures have been implemented and there are no further areas where energy conservation measures can be taken. However, efforts to conserve

SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

and optimize the use of Energy through improved Operational methods and other means will continue.

A.	Power & Fuel Consumption	F.Y.2021-22	F.Y. 2020-21
	ELECTRICITY		
	a) Purchased from MSEDCL (units in Kwh)	13,95,931	12,75,578
	b) Own Generation		
	i) Through Diesel Generation Sets (units in Kwh)	44,571	30,200
	Units Per liter of Diesel		
	ii) Through Steam Turbine Generation (units in Kwh)	4,49,18,047	4,28,68,157
	Cane Crushed (M.T.)	7,18,004	7,27,805
	Units per Ton of Cane	62.56	58.90
	iii) Total Units Generated (units in Kwh)	4,63,58,549	4,41,73,935

B.	Consumption of Unit	F.Y.2021-22	F.Y. 2020-21
	Total Generation of Electricity (units in Kwh)	4,63,58,549	4,41,73,935
	Less: Consumption for Sugar Plant (units)	1,71,75,105	1,68,84,568
	Less: Consumption for Distillery Plant (units in KwH)	42,05,502	32,04,901
	Less: Export to grid (units in KwH)	2,06,65,426	1,99,92,187
	Less: Consumption for Others (units in KwH)	1,02,067	40,92,279

- b) The Company has no collaborations and is engaged in the manufacture of the products by its own developed methods/operations. The Company has setup a Research and Development Center whose emphasis is on product development, product quality, Cost reduction, energy conservation and improvement in process productivity. The Company has also setup Laboratory and Quality Control Department to ensure the quality of different products manufactured.

B. Foreign Exchange Earnings and Outgo:

Sr. No.	Particulars	Amount in Rs.
i	Foreign Exchange earned in terms of actual inflows during the year	Nil
ii	Foreign Exchange outgo during the year in terms of actual outflows	Nil

24. RISK MANAGEMENT POLICY

The Company has formulated Policy for Risk Management. The same is attached as **Annexure V**

25. VIGIL MECHANISM / WHISTLE BLOWER POLICY:

The Company has a vigil mechanism policy to deal with instance of fraud and mismanagement, if any. The vigil mechanism policy is herewith attached as "**Annexure- VI**". The Company has

established a vigil mechanism and oversees through the committee, the genuine concerns expressed by the employees and other Directors. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The Company has also provided direct access to the chairman of the Audit Committee on reporting issues concerning the interests of employees and the Company.

26. BOARD EVALUATION

The Board of Directors has carried out an annual performance evaluation of its committees and individual directors pursuant to the provisions of the Companies Act, 2013.

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

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

The Board and the Nomination and Remuneration Committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

In a separate meeting of Independent Directors, performance of Non-Independent Directors and performance of the board as a whole was evaluated, taking into account the views of all directors. The same was discussed in the board meeting that followed the meeting of the independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

27. CHANGE IN THE NATURE OF BUSINESS, IF ANY

There has been no change in the nature of business during the Financial Year under review

28. PARTICULARS OF EMPLOYEES

No employee of the Company was in receipt of remuneration which attracts the disclosure Rule 5(2) of Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

29. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

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

SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

No of complaints received: NIL
No of complaints disposed off: NIL

30. APPRECIATION

Your Directors wish to place on record their sincere appreciation of the continued support from the Company's Bankers, its valued Customers, Distributors, Suppliers, etc.

The Directors are also thankful to the officials of the Government of India, State Governments, Local Authorities for their continued help and timely assistance extended to the Company.

By Order of the Board of Directors
For Shreenath Mhaskoba Sakhar Karkhana Limited

Place: Pune
Date: 30/09/2022

Pandurang A. Raut
Chairman & Managing Director
[DIN 00786746]

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

NOMINATION AND REMUNERATION POLICY

1. OBJECTIVE:

The Nomination and Remuneration Committee and this Policy is in compliance with Section 178 of the Companies Act, 2013 .

The Key Objectives of the Committee would be:

- a) to guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- b) to evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- c) to recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.

2. DEFINITIONS:

a) Key Managerial Personnel: Key Managerial Personnel means—

1. Chief Executive Officer or the managing director or the manager;
2. company secretary,
3. whole-time director;
4. Chief Financial Officer; and
5. such other officer as may be prescribed.

b) Senior Management: Senior Management means personnel of the company who are members of its core management team excluding the Board of Directors. This would also include all members of management one level below the executive directors including all functional heads.

3. ROLE OF COMMITTEE:

The role of the Committee inter alia will be the following:

- a) To formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- b) To recommend to the Board the appointment and removal of Senior Management
- c) To carry out evaluation of Director's performance and recommend to the Board appointment / removal based on his / her performance.
- d) To recommend to the Board on (i) policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management and (ii) Executive Directors remuneration

and incentive.

- e) To make recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract;
- f) To ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks,
- g) To devise a policy on Board diversity;
- h) To develop a succession plan for the Board and to regularly review the plan;

4. COMMITTEE MEMBERS' INTERESTS:

- a) A member of the Committee is not entitled to be present when his or her own remuneration is discussed at a meeting or when his or her performance is being evaluated.
- b) The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

8. NOMINATION DUTIES:

The duties of the Committee in relation to nomination matters include:

- a) Ensuring that there is an appropriate induction & training programme in place for new Directors and members of Senior Management and reviewing its effectiveness;
- b) Ensuring that on appointment to the Board, Non-Executive Directors receive a formal letter of appointment in accordance with the Guidelines provided under the Companies Act, 2013;
- c) Identifying and recommending Directors who are to be put forward for retirement by rotation.
- d) Determining the appropriate size, diversity and composition of the Board; Setting a formal and transparent procedure for selecting new Directors for appointment to the Board;
- e) Developing a succession plan for the Board and Senior Management and regularly reviewing the plan;
- f) Evaluating the performance of the Board members and Senior Management in the context of the Company's performance from business and compliance perspective;
- g) Making recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract.
- h) Delegating any of its powers to one or more of its members or the Secretary of the Committee;
- i) Recommend any necessary changes to the Board.
- j) Considering any other matters as may be requested by the Board; and

9. REMUNERATION DUTIES:

The duties of the Committee in relation to remuneration matters include:

- a) To consider and determine the Remuneration Policy, based on the performance and also bearing in mind that the remuneration is reasonable and sufficient to attract retain and motivate members of the Board and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board.
- b) To approve the remuneration of the Senior Management including key managerial personnel of the Company maintaining a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company.
- c) To delegate any of its powers to one or more of its members or the Secretary of the Committee.
- d) To consider any other matters as may be requested by the Board;

By Order of the Board of Directors
For Shreenath Mhaskoba Sakhar Karkhana Limited

Anil Bhujbal
Chairman of the Committee

CORPORATE SOCIAL RESPONSIBILITY POLICY

1. OBJECTIVE:

This Policy has been formulated in compliance with Section 135 of the Companies Act, 2013 read along with the applicable rules thereto.

2. CSR VISION:

Company's vision is to be a responsible industry leader and demonstrate environmental, transparent and ethical behavioral practices which will contribute to the economic and sustainable development within the company, industry, and improvement in quality of life of society at large. The Company's CSR activities build an important bridge between business operations and social commitment evolving into an integral part of business functions, goals and strategy.

3. SCOPE:

This Policy shall apply to all CSR projects/programmers/activities undertaken by the Company in India as per Schedule VII of the Act.

4. DEFINATIONS:

1) Corporate Social Responsibility (CSR) means and includes but is not limited to:

Projects or programs relating to activities specified in Schedule VII to the Companies Act, 2013 ('Act').

2) CSR Committee means the Corporate Social Responsibility Committee of the Board referred to in Section 135 of the Act.

3) CSR Policy relates to the activities to be undertaken by the Company as specified in Schedule VII to the Act and the expenditure thereon.

4) Net Profit means the net profit of the Company as per its financial statement prepared in accordance with applicable provisions of the Act (Section 198), but shall not include the following viz;

(i) Any profit arising from any overseas branch or branches of the Company, whether operated as a separate company or otherwise and

(ii) Any dividend received from other companies in India, which are covered under and complying with the provisions of Section 135 of the Act

Provided that net profit in respect of a financial year for which the relevant financial statements were prepared in accordance with the provisions of the Companies Act, 1956 shall not be required

to be re-calculated in accordance with the provisions of the Act.

5. ROLE OF THE CSR COMMITTEE:

Formulate and recommend to the Board, a Corporate Social Responsibility Policy in compliance with Section 135 of the Companies Act, 2013.

- a) Identify the activities to be undertaken as per Schedule VII of the Companies Act, 2013.
- b) Institute a transparent monitoring mechanism for implementation of the CSR projects or programs or activities undertaken by the Company.
- c) Recommend the amount of CSR expenditure to be incurred on the earmarked CSR activities.
- d) Monitor the implementation of the CSR Policy from time to time.
- e) Such other functions as the Board may deem fit.

6. ROLE OF THE BOARD:

After taking into account the recommendations made by the CSR Committee, approve the CSR Policy for the Company.

Ensure that the CSR activities included in this Corporate Social Responsibility Policy are undertaken by the Company.

The Board of the Company may decide to undertake its CSR activities approved by the CSR Committee, through a registered trust or a registered society or a Company established under section 8 of the Act by the company, either singly or along with its holding or subsidiary or associate company, or along with any other company or holding or subsidiary or associate company of such other company, or otherwise provided that – If such trust, society or company is not established by the company, either singly or along with its holding or subsidiary or associate company, or along with any other company or holding or subsidiary or associate company of such other company, it shall have an established track record of three years in undertaking similar programs or projects/activities;

Ensure that in each financial year the Company spends at least 2% of the average net profits of the company made during the three immediate preceding financial years, calculated in accordance with Section 198 of the Act, in pursuance of its CSR policy. Further, while spending the amount earmarked for CSR activities, preference should be given to local areas and areas around the Company where it operates,

As per Section 135 of the Act, specify the reasons for under spending the CSR amount in the Board's Report.

7. CSR MONITORING AND REPORTING FRAMEWORK:

In compliance with the Act and to ensure funds spent on CSR Activities are creating the desired impact on the ground a comprehensive Monitoring and Reporting framework has been put in place.

The CSR Committee shall monitor the implementation of the CSR Policy through periodic reviews of the CSR activities.

The respective CSR personnel will present their annual budgets along with the list of approved CSR activities conducted by the Company to the CSR Committee together with the progress made from time to time as a part of the evaluation process under the monitoring mechanism.

8. CSR EXPENDITURE:

The CSR activities undertaken in India only shall amount to CSR Expenditure.

CSR Expenditure shall include all expenditure including contribution to corpus for CSR activities approved by the Board on the recommendation of the CSR Committee but does not include any expenditure on an item not in conformity or not in line with activities which fall within the purview of Schedule VII of the Act.

9. DISCLOSURE OF THE POLICY:

The CSR policy recommended by the CSR Committee and approved by the Board shall be displayed on the Company's website and shall be disclosed in the Board's report as well.

10. CSR REPORTING:

The Board Report of a Company shall include details on CSR containing particulars specified in Annexure to the CSR Rules as per the prescribed format.

11. MISCELLEANOUS:

This policy shall be updated from time to time, by the Company in accordance with the amendments, if any, to the Companies Act, 2013, rules made there under or any other applicable enactment for the time being in force.

12. CORPORATE SOCIAL RESPONSIBILITY PROGRAMS AND PROJECTS

The projects undertaken by the company shall be other than that, that are required in ordinary course of the company. Company broadly proposes to undertake in following projects:

- a) The Company will carry on its CSR activities in areas or subjects as prescribed under the Schedule VII of the Act, as amended from time to time. An illustrative list of such areas or subjects is outlined below:
 - (i) eradicating hunger, poverty and malnutrition, promoting health care (including preventive health care) and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water;
 - (ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
 - (iii) promoting gender equality empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
 - (iv) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

- maintaining quality of soil, air and water including contribution to Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga;
- (v) protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;
 - (vi) measures for the benefit of armed forces veterans, war widows and their dependents;
 - (vii) training to promote rural sports, nationally recognised sports, Paralympic sports and Olympic sports;
 - (viii) contribution to the Prime Minister's National Relief Fund or any other fund including Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund' (PM CARES Fund) set up by the Central Government for socioeconomic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women;
 - (ix) contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government;
 - (x) contributions to public funded Universities;
 - (xi) rural development projects;
 - (xii) slum area development;
 - (xiii) disaster management, including relief, rehabilitation and reconstruction activities.

Any other activity as may be specified under the Act or the CSR Rules from time to time.

b) The Company's CSR projects and programs will be undertaken by the Company either by itself or jointly with other organisations.

d) The CSR projects and programs may also be implemented through registered public charitable trusts or a registered society, registered under Sections 12A and 80G of the Income Tax Act, 1961, companies established under Section 8 of the Companies Act, 2013 (corresponding to Section 25 of the Companies Act, 1956) and/or through any implementing entity established under the Act and CSR Rules.

Annual Report on Corporate Social Responsibility (CSR)

1. Brief outline on CSR Policy of the Company: Refer Section: Corporate Social Responsibility (CSR) in the Board's Report

2. Composition of CSR Committee

Sr.No.	Name of Director	Designation	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Yogesh Sasane	Chairman	2	2
2	Mr Bhagwan Memane,	Independent Director	2	2
3	Mr. Hanumant Shivale	Independent Director	2	2

3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company : <https://shreenathsugar.com/>
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable.
5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: Not Applicable.
6. Average net profit of the Company for last three financial years: Rs. 8,38,69,165/-
7. a) Two percent of average net profit of the Company as per section 135(5):
Rs. 16,77,383/-
- b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. : NA
- (c) Amount required to be set off for the financial year, if any
- (d) Total CSR Obligation for the financial year (7a+7b+7c) : Rs. 16,77,383/-
8. a) CSR Amount spent or unspent for the financial year:

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Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the fund	Amount	Date of transfer
21,15,415/-	NA	NA	NA	NA	NA

(b) Details of CSR amount spent against ongoing projects for the financial year: NOT APPLICABLE

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

S r. N o	CSR Project or Activity Identified	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Amount spent for the project (in Rs.)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency
				State	District			
1	Trees plantation, Animal welfare	Clause (iv) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare,	Yes	Maharashtra	Pune	7,71,934	Yes	NA
2	Sustainable Livelihoods Programme, COVID-19	Clause (i) eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation	Yes	Maharashtra	Pune	1,68,483	Yes	NA
3	Promoting Sustainable Environment, Arts and Culture	Clause (v) protection of National Heritage, art and culture including restoration of buildings and	Yes	Maharashtra	Pune	1,00,000	Yes	NA

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		sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;						
4	Scholarship and Education Support	Clause (ii) promoting education, including special education and employment enhancing vocation skills	Yes	Maharashtra	Pune	8,66,823	Yes	NA
5	8 Promoting Sustainable Environment, Arts and Culture, Farmer Welfare	Clause (iii) promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;	Yes	Maharashtra	Pune	2,08,175	Yes	NA

(d) Amount spent in Administrative Overheads : NA

(e) Amount spent on Impact Assessment, if applicable Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) :21,15,415

(g) Excess amount for set off :

Sr.No.	Particulars	Amount
1	Two percent of average net profit of the company as per section 135(5)	16,77,383
2	Total amount spent for the Financial Year	21,15,415

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

3	Excess amount spent for the financial year [(ii)-(i)]	4,38,031
4	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
5	Amount available for set off in succeeding financial years [(iii)-(iv)]	4,38,031

9. (a) Details of Unspent CSR amount for the preceding three financial years: NOT APPLICABLE
- (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NOT APPLICABLE
10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details)
- (a) Date of creation or acquisition of the capital asset(s): Not Applicable
- (b) Amount of CSR spent for creation or acquisition of capital asset: Not Applicable
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: Not Applicable
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): Not Applicable.
11. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable.

By Order of the Board of Directors
For Shreenath Mhaskoba Sakhar Karkhana Limited

Yogesh Sasane
Chairman of the Committee

S. CHETAN & CO

COMPANY SECRETARIES

309 Pendse Bhavan 495 Sadashiv Peth

Tilak Road Pune:411030

Mobile: +91971060030

Email : cschetan05@gmail.com

Form No. MR-3**SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED ON 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****Shreenath Mhaskoba Sakhar Karkhana Limited****S. No. 12/2, 2nd Floor, Meghdoot Building,****Old Lokhandi Pull Lane, Hadapsar****Pune 411028****CIN: U15424PN1999PLC013976**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Shreenath Mhaskoba Sakhar Karkhana Limited**, (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, and also information provided by the Company, its officers, agents and authorized representative during conduct of secretarial audit, we hereby report that in our opinion, and to best of our information, knowledge and belief and according to explanation given to us, the Company has, during the audit period covering the financial year ended on **31st March, 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31st March, 2022** according to the provisions of:

- (i) The Companies Act, 2013, (herein after referred to as "the Act") and the rules made thereunder (in so far as they are made applicable);
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; **(not applicable as Company is unlisted Public Company)**

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder ;(**not applicable as Company has not accepted deposits during the year under review**);

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of External Commercial Borrowing;(**not applicable as there is no Foreign Direct Investment in the Company, the Company has not made any Overseas Investment and not availed 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; (**not applicable to the Company during audit period**)

(b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (effective from 15th May, 2015); (**not applicable to the Company during audit period**)

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (**not applicable to the Company during audit period**)

(d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (**not applicable to the Company during audit period**)

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 ;(**not applicable to the Company during audit 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; (**not applicable to the Company during audit period**);

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (**not applicable to the Company during audit period**) and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (**not applicable to the Company during audit period**)

There is an adjudication process going on the Company for the Show Cause Notice received under The Securities and Exchange Board of India (Procedure for Holding Inquiry and Imposing Penalties) Rules 1995 as on 31st March 2022.

(vi) Based on the representation made by the Management of the Company, following laws applicable specifically to the Company:

(i) Sugar Cess Act, 1982;

(ii) The Sugar (Control) Order, 1966;

(iii)The Sugarcane (Control) Order, 1966;

(iv)The Sugar Development Fund Act, 1982;

(v) Food and Safety Standards Act, 2006;

(vi) The Essential Commodities Act, 1955;

(vii) The Indian Boilers Act, 1923;

(viii)Levy Sugar Price Equalisation Fund Act, 1976

(ix)The Legal Metrology Act, 2009

(x)Environment Protection Act, 1986

(xi)Factories Act, 1948

(xii) The Electricity Act, 2003;

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

The Company have properly filed E-Forms and Returns with Registrar of Companies in time except few which are late.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive & Non-Executive Directors except there was intermittent vacancy of Independent Directors of Company which was not filled up by the Company within the limit specified under the Rule 4 of the Companies (Appointment & Qualification of Directors) Rules. The changes in the composition of the Board of Directors during the period under review were carried out in compliance with the provisions of the Act.

Adequate notices were provided to all Directors for 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 clarifications on the Agenda items before the meeting and for meaningful participation at the meeting. Further, in the incidences where, for the purpose of any Board Meeting, Notice, agenda or Notes to Agenda are circulated with shorter period of less than seven days, all the Directors have consented to the shorter period of circulation of the same.

The decisions are carried through majority, the dissenting members' views, if any, are captured and recorded as part of the minutes.

We further report that there is adequate system and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that Company has received a notice from Regional Director, Western Region, Ministry of Corporate Affairs on 31st December 2021 regarding Inspection under section 206(5) of the Companies Act 2013. The Company have submitted reply and necessary information/documents in regards to the above-mentioned notice to the Regional Director, Western Region, Ministry of Corporate Affairs.

For S. Chetan & Co.

Sd/-

Chetan Suryawanshi

Membership No: 11644

C.P. No.: 16384

UDIN:F011644D001014272

Place: Pune

Date: 21.09.2022

Note: This report is to be read with letter of even date by the Secretarial Auditors, which is annexed as Annexure A and forms an integral part of this report.

To

The Members

Shreenath Mhaskoba Sakhar Karkhana Limited

S. No. 12/2, 2nd Floor, Meghdoot Building,

Old Lokhandi Pull Lane, Hadapsar

Pune 411028

CIN : U15424PN1999PLC013976

Our Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. We believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events, etc.

Disclaimer

5. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company

For S. Chetan & Co.

Place: Pune

Date: 21.09.2022

Chetan Suryawanshi

Membership No: 11644

C.P. No.: 16384

Related Party Transaction Policy

A. INTRODUCTION:

This policy on Related Party Transactions (hereinafter referred to as “Policy”) of Shreenath Mhaskoba Sakhar Karkhana Limited (hereinafter referred to as “the Company”) and the amendment to this Policy, if any, by the board of directors of the Company or any committee thereof shall be effective from the date on which it is notified from time to time.

The Company always been committed to best corporate governance practices and this Policy is prepared for ensuring compliance with the provisions of the Companies Act, 2013 read with Companies (Meetings of Board and its Powers) Rules, 2014 and other provisions as may be applicable.

B. OBJECTIVE:

The Policy is framed to ensure due and proper compliance with the applicable statutory provisions and to fortify that proper procedure is defined and followed for approval / ratification and reporting of transactions, if any, as applicable, between the Company and any of its Related Parties (hereinafter referred to as “RP”). The provisions of this Policy are designed to govern the transparency of approval process and disclosures requirements to accord fairness in the treatment of related party transactions.

C. DEFINITIONS:

- (1) Arm’s length transaction:** The transaction between two related parties that is conducted as if they were unrelated, so that there is no conflict of interest.
- (2) Government Company:** In accordance with Section 2(45) of the Companies Act, 2013 read with related rules issued thereon, Government Company means any company in which not less than fifty one per cent of the paid-up share capital is held by the Central Government, or by any State Government or Governments, or partly by the Central Government and partly by one or more State Governments, and includes a company which is a subsidiary company of such a Government company;
- (3) Ordinary Course of business:** Includes, but not limited to, activities that are necessary, normal, and incidental to the business.

(4) Related Party: In accordance with Clause 49 of Listing Agreement including any statutory modification, amendment thereof as may be issued from time to time, an entity shall be considered as related party to the Company if:

- (i) Such entity is a related party under Section 2(76) of the Companies Act, 2013; or
- (ii) Such entity is a related party under the applicable Accounting Standards.

In accordance with Section 2(76) of the Companies Act, 2013, Related Party in relation to a company means:

- (i) a director or his relative;
- (ii) a key managerial personnel or his relative;
- (iii) a firm, in which a director, manager or his relative is a partner;
- (iv) a private company in which a director or manager or relative is a member or director;
- (v) a public company in which a director or manager is a director and holds along with his relatives, more than two per cent. of its paid-up share capital;
- (vi) anybody corporate whose Board of Directors, managing director or manager is accustomed to act in accordance with the advice, directions or instructions of a director or manager;
- (vii) any person on whose advice, directions or instructions a director or manager is accustomed to act: Provided that nothing in sub-clauses (vi) and (vii) shall apply to the advice, directions or instructions given in a professional capacity;
- (viii) any company which is—
 - a holding, subsidiary or an associate company of such company; or
 - a subsidiary of a holding company to which it is also a subsidiary;
- (ix) A Director (other than Independent Director) or KMP of the holding company of such company or his relative.

(5) The Accounting Standard 18 defines related party as: “parties are considered to be related if at any time during the reporting period one party has the ability to control the other party or exercise significant influence over the other party in making financial and / or operating decisions.”

The Accounting Standard 18 deals only with related party relationships described below:

- (a) enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise (this includes holding companies, subsidiaries and fellow subsidiaries);
- (b) associates and joint ventures of the reporting enterprise and the investing party or venture in respect of which the reporting enterprise is an associate or a joint venture;

- (c) individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual;
- (d) key management personnel and relatives of such personnel; and
- (e) Enterprises over which any person described in (c) or (d) is able to exercise significant influence. This includes enterprises owned by directors or major shareholders of the reporting enterprise and enterprises that have a member of key management in common with the reporting enterprise.

In the context of this Accounting Standard, the following are deemed not to be related parties:

(a) two companies simply because they have a director in common notwithstanding paragraph (d) or (e) above (unless the director is able to affect the policies of both companies in their mutual dealings);

(b) a single customer, supplier, franchiser, distributor, or general agent with whom an enterprise transacts a significant volume of business merely by virtue of the resulting economic dependence; and

(c) the parties listed below, in the course of their normal dealings with an enterprise by virtue only of those dealings (although they may circumscribe the freedom of action of the enterprise or participate in its decision-making process):

- (i) Providers of finance;
- (ii) Trade unions;
- (iii) Public utilities;
- (iv) Government departments and government agencies including government sponsored bodies

No disclosure is required in the financial statements of state-controlled enterprises as regards related party relationships with other state-controlled enterprises and transactions with such enterprises. State-controlled enterprise means an enterprise which is under the control of the Central Government and/or any State Government(s).

(6) Related Party Transactions:

- (a) In accordance with Revised Clause 49, related party transaction is a transfer of resources, services or obligations between a Company and a related party, regardless of whether a price is charged or not.

Explanation: A "transaction" with a related party shall be construed to include single transaction or a group of transactions in a contract."

(b) In accordance with Companies Act, 2013, Related Party Transaction includes the following transactions between the related parties:

- sale, purchase or supply of any goods or materials;
- selling or otherwise disposing of, or buying, property of any kind;
- leasing of property of any kind;
- availing or rendering of any services;
- appointment of any agent for purchase or sale of goods, materials, services or property;
- such related party's appointment to any office or place of profit in the company, its subsidiary company or associate company; and
- Underwriting the subscription of any securities or derivatives thereof, of the company.

(7) Material Related Party Transactions:

In accordance with Section 188 of the Companies Act, 2013 read with related rules issued thereon including any statutory modification, amendment thereof as may be issued from time to time Material Related Party Transaction means the Transactions which are not on Arm's Length Basis and / or are not in the Ordinary Course of Business and exceed limits provided for the specified transactions as mentioned below:

- (i) sale, purchase or supply of any goods or materials directly or through appointment of agents exceeding twenty five percent of the annual turnover as mentioned in clause (a) and clause (e) respectively of sub-section (1) of section 188;
- (ii) selling or otherwise disposing of, or buying, property of any kind directly or through appointment of agents exceeding ten percent of net worth as mentioned in clause (b) and clause (e) respectively of sub-section (1) of section 188;
- (iii) leasing of property of any kind exceeding ten percent of the net worth or exceeding ten percent of turnover as mentioned in clause (c) of sub-section (1) of section 188;
- (iv) availing or rendering of any services directly or through appointment of agents exceeding ten percent of the net worth as mentioned in clause (d) and clause (e) of sub-section (1) of section 188;
- (v) appointment to any office or place of profit in the company, its subsidiary company or associate company at a monthly remuneration exceeding two and half lakh rupees as mentioned in clause (f) of sub-section (1) of section 188; or
- (vi) remuneration for underwriting the subscription of any securities or derivatives thereof of the company exceeding one percent of the net worth as mentioned in clause (g) of sub-section (1) of section.

(8) Relatives: In accordance with Section 2 (77) of the Companies Act, 2013 read with related rules issued thereon including any statutory modification, amendment thereof as may be issued from time to time, relative with reference to any person, means anyone who is related to another, if:

- (i) they are members of a Hindu Undivided Family;
- (ii) they are husband and wife; or
- (iii) a person shall be deemed to be the relative of another, if he or she is related to another in the following manner, namely:-
 - a) Father including step-father;
 - b) Mother including step-mother;
 - c) Son including step-son;
 - d) Son's wife;
 - e) Daughter;
 - f) Daughter's husband;
 - g) Brother including step-brother;
 - h) Sister including step-sister

(9) Key Managerial Personnel's (KMPs): In relation to a company, KMP means:

- (i) the Chief Executive Officer or the managing director or the manager;
- (ii) the company secretary;
- (iii) the whole-time director;
- (iv) the Chief Financial Officer; and
- (v) Such other officer as may be prescribed under Companies Act, 2013.

(10) Subsidiary Company: The terms Subsidiary Company shall have the same meaning as specified under Companies Act, 2013 read with related rules issued thereon including any statutory modification and amendment thereof as may be issued from time to time.

D. DETERMINING "ORDINARY COURSE OF BUSINESS":

"In the Ordinary Course of Business" means all such acts and transactions undertaken by the Company, including, but not limited to sale or purchase of goods, property or services, leases, transfers, providing of guarantees or collaterals, in the normal routine in managing trade or business and is permitted by the objects clause of the Memorandum of Association of the Company. The Company should take into account the frequency of the activity and its continuity carried out in a normal organized manner for determining what is in the ordinary course of business.

E. ASCERTAINING “ARMS’ LENGTH” IN RELATED PARTY TRANSACTIONS:

The expression “arms’ length transaction” means a transaction between two related parties that is conducted as if they were unrelated, so that there is no conflict of interest.

A Related Party with whom the Related Party Transaction is undertaken must have been selected using the same screening / selection criteria / underwriting standards and procedures as may be applicable in case of an unaffiliated party.

The Company shall produce evidence to the satisfaction of the Audit Committee for complying with the said procedure, as and when applicable as required.

F. PROCEDURE:

(1) Details To Be Provided To The Audit Committee: In accordance with Companies Act, 2013 read with related rules issued thereon, including any statutory modification and amendment thereof, with respect to Related Party Transactions following information, to the extent relevant, shall be presented to the Audit Committee:

- A general description of the transaction(s), including the nature, duration of the contract, material terms and conditions and particulars of the contract or arrangement;
- The name of the Related Party and the basis on which such person or entity is a Related Party;
- Name of director or KMP who is related;
- Nature of relationship;
- Any advance paid or received for the contract or arrangement, if any;
- Period of transaction;
- Maximum amount of transaction that can be entered into;
- The Related Party’s interest in the transaction(s), including the Related Party’s position or relationship with, or ownership of, any entity that is a party to or has an interest in the transaction(s);
- The indicative base price / current contracted price and the formula for variation in the price if any. Other commercial terms, both included as part of contract and not considered as part of the contract;
- Any other material information regarding the transaction(s) or the Related Party’s interest in the transaction(s).

The Audit Committee shall also review and approve subsequent modification of transactions of the Company with Related Parties.

Further, in accordance with Section 184 of the Companies Act, 2013 and all other applicable provisions, every director of a company who is in any way, whether directly or indirectly, concerned or interested in a contract or arrangement or proposed contract or arrangement

entered into or to be entered into, shall disclose the nature of his concern or interest at the meeting of the Board in which the contract or arrangement is discussed and shall not participate in such meeting.

G. MECHANISM FOR APPROVAL FOR RELATED PARTY TRANSACTIONS :

Approval of Audit Committee:

All related party transactions and subsequent material modifications shall require prior approval of Audit Committee.

The Company may also obtain omnibus approval from the Audit Committee for such transaction.

Approval of the Board:

All related party transactions which are not in the Ordinary course of business or do not qualify as an Arm's Length Transaction will be put up for prior approval of the Board.

Approval of the Shareholders:

All material related party transaction and subsequent material modifications shall be placed for prior approval of the shareholders

H. RATIFICATION OF THE RELATED PARTY TRANSACTIONS:

Where any contract or arrangement, which is considered as a Related Party Transaction exclusively as per Companies Act, 2013, is entered into by a director or any other employee, without obtaining the consent of Audit Committee or the Board or the shareholders of the Company, as the case may be, such transaction shall be ratified by the Board or, as the case may be, by the shareholders at a meeting within three months from the date on which such contract or arrangement was entered into.

In case such transaction is not ratified within the specified period, such contract or arrangement shall be voidable at the option of the Board and if the contract or arrangement is with a related party to any director, or is authorised by any other director, the directors concerned shall indemnify the company against any loss incurred by it.

I. RELATED PARTY TRANSACTIONS NOT APPROVED UNDER THIS POLICY:

In the event of inadvertent omission to seek the approval of the Related Party Transaction in accordance with the Policy, the matter shall be reviewed by the Audit Committee.

J. DISCLOSURE:

Director's report shall contain details of Related Party Transactions as required under the Companies Act, 2013.

K. MODIFICATIONS AND AMENDMENTS IN THE POLICY:

The Audit Committee will review and may amend this policy as may be required from time to time in accordance with the provisions of the Companies Act, 2013, rules made therein, and any further amendments and notifications as may be made effective in this regard. Any subsequent notification, circular, guidelines or amendments under Companies Act, 2013, accounting standards and all other applicable laws, as may be issued from time to time shall be mutatis mutandis applicable without any further modification or amendment in this policy.

Shreenath Mhaskoba Sakhar Karkhana Ltd.

Risk Management Policy

The Company's Risk Management Policy is designed to provide the framework to identify, assess, monitor and manage the risks associated with the Company's business. The Board adopts practices designed to identify significant areas of business risk and to effectively manage those risks in accordance with the Company's risk profile.

The Board is responsible for ensuring that risks, and also opportunities, are identified on a timely basis and that the Company's objectives and activities are aligned with the risks and opportunities identified by the Board.

The risks involved in a Sugar factory and the specific uncertainties for the Company continue to be regularly monitored, the full Board of the Company formally reviews such risks at least annually. All proposals reviewed by the Board include a consideration of the issues and risks of the proposal.

The potential exposures associated with running the Company are managed by the Directors and Chief Financial Officer who have significant broad-ranging industry experience, work together as a team and regularly share information on current activities.

Where necessary, the Board draws on the expertise of appropriate external consultants to assist in dealing with or mitigating risk. The Company's main areas of risk include:

- Financial Risk
- Operational Risk
- Human Risk
- Political Risk
- Economic cycle/marketing Risk
- Legal and compliance Risk

Additionally, it is the responsibility of the Board to assess the adequacy of the Company's internal control systems and that its financial affairs comply with applicable laws and regulations and professional practices.

Regular consideration is given to all these matters by the Board. The Company has in place an internal control framework to assist the Board in identifying, assessing, monitoring and managing risk.

The framework can be described under the following headings:

- Continuous Disclosure/ Financial Reporting
- Operations Review
- Investment Appraisal

The Company's internal control system is monitored by the Board and assessed regularly to ensure effectiveness and relevance to the Company's current and future operations. Procedures have been put into place to ensure the state in writing to the Board that the integrity of the financial statements is founded on a sound system of risk management and internal compliance and control and that the Company's risk management and internal compliance and control system is operating efficiently and effectively.

AMENDMENTS

This policy may be amended subject to the approval of Board of Directors , from time to time in line with the business requirement of the company or any statutory enactment or amendment thereto .

DISCLAIMER CLAUSE

The management cautions that the risks outlined above are not exhaustive and are for information purposes only. Management is not an expert in assessment of risk factors , risk mitigation measures and management perceptions of risks . Readers are therefore requested to exercise their own judgment in assessing various risks associated with the company.

SUMMARY OF RISK MANAGEMENT POLICY

The Company has established a risk management policy which sets out a framework for a system of risk management and internal compliance and control, whereby the Board delegates day-to-day management of risk to the Managing Director. The Managing Director, with the assistance of senior management as required, has responsibility for identifying, assessing, treating and monitoring risks and reporting to the Board on risk management. The policy also sets out the Company's risk profile.

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

VIGIL MECHANISM POLICY

1. Preface:

Shreenath Mhaskoba Sakhar Karkhana Limited is committed to conduct its business in accordance with applicable laws, rules and regulations and the highest standards of business ethics and to full and accurate disclosures. The Company believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting highest standards of professionalism, honesty, integrity and ethical behavior. Any actual or potential violation of these Standards, howsoever insignificant or perceived as such, would be a matter of serious concern for the Company. The role of the Directors, Employees in pointing out such violations of these Standards cannot be undermined.

2. Applicability:

Section 177 (9) of the Companies Act, 2013 read with Rule 7 of The Companies (Meeting of Board and its Powers) Rules, 2014 mandates the following classes of companies to constitute a vigil mechanism:

- I. Every listed company;
- II. Every other company which accepts deposits from the public; and
- III. Every company which has borrowed money from banks and public financial institutions in excess of Rs. 50 Crores.

Accordingly, this Vigil Mechanism (“the Policy”) has been formulated with a view to provide a mechanism for directors and employees of the Company to approach the Vigilance Officer of the Company.

3. Policy Objectives:

The Vigil Mechanism aims to provide a channel to the Directors and employees to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Standards, Codes of Conduct or policy adopted by the Company from time to time.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations and in order to maintain these standards, the Company encourages its employees who have genuine concerns about suspected misconduct to come forward and express these concerns without fear of punishment or unfair treatment.

The mechanism provides for adequate safeguards against victimization of Directors and employees to avail of the mechanism and also provide for direct access to the Vigilance Officer. This neither releases employees from their duty of confidentiality in the course of their work nor can it be used as a route for raising malicious or unfounded allegations about a personal situation.

4. Definitions:

- a) “Employee(s)” means every employee of the Company (whether working in India or abroad), including the directors in the employment of the Company.

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

- b) "Company" means "**Shreenath Mhaskoba Sakhar Karkhana Limited**".
- c) "Disciplinary Action" means any action that can be taken on the completion of / during the investigation proceedings including but not limiting to a warning, imposition of fine, suspension from official duties or any such action as is deemed to be fit considering the gravity of the matter.
- d) "Director" means every Director of the Company, past or present.
- e) "Fraud" in relation to affairs of a company or anybody corporate, includes any act, omission, concealment of any fact or abuse of position committed by any person or any other person with the connivance in any manner, with intent to deceive, to gain undue advantage from, or to injure the interests of, the company or its shareholders or its creditors or any other person, whether or not there is any wrongful gain or wrongful loss.
- f) "Investigator(s)" mean those persons authorized, appointed, consulted or approached by the Vigilance Officer and including the auditors of the Company and the police.
- g) "Policy" means the Vigil Mechanism.
- h) "Protected Disclosure" means any communication made in good faith that discloses or demonstrates information that may evidence unethical or improper activity.
- i) "Protected Disclosure Form" is a form by which a submission is made to the Company regarding this Policy and is available at the Company's website.
- j) "Subject" means a person or group of persons against or in relation to whom a Protected Disclosure has been made or evidence gathered during the course of an investigation.
- k) "Whistleblower" means an Employee or director making a Protected Disclosure under this Policy.
- l) "Wrongful Gain" means the gain by unlawful means of property to which the person gaining is not legally entitled.
- m) "Wrongful Loss" means the loss by unlawful means of property to which the person losing is legally entitled.

5. Scope:

- a) The Whistleblower's role is that of a reporting party with reliable information. They are not required or expected to act as investigators or finders of facts, nor would they determine the appropriate corrective or remedial action that may be warranted in a given case.

- b) Whistleblowers should not act on their own in conducting any investigative activities, nor do they have a right to participate in any investigative activities other than as requested by the Vigilance Officer or the Investigators.
- c) Protected Disclosure will be appropriately dealt with by the Vigilance Officer.
- d) This Policy covers disclosure of any unethical and improper or malpractices and events which have taken place/ suspected to take place involving:
 - a) Breach of Business Integrity and Ethics
 - b) Breach of terms and conditions of employment and rules thereof
 - c) Intentional Financial irregularities, including fraud, or suspected fraud
 - d) Deliberate violation of laws/regulations
 - e) Gross or Wilful Negligence causing substantial and specific danger to health, safety and environment
 - f) Manipulation of company data/records
 - g) Pilferation of confidential/propriety information
 - h) Gross Wastage/misappropriation of Company funds/assets

6. Eligibility:

All Employees and Directors of the Company are eligible to make Protected Disclosures under the Policy in relation to matters concerning the Company.

7. Procedure:

- a) All Protected Disclosures should be addressed to the Vigilance Officer of the Company for investigation.
- b) The contact details of the Vigilance Officer are as under:

Name and Address – Mr. Sandip More
Shreenath Mhaskoba Sakhar Karkhana Limited,
S. No. 12/2, 2nd Floor, Meghdoot Building, behind Bharat petrol
pump, Old Lokhandi Pull Lane, Hadapsar Pune- 411028
Email- smsklho@rediffmail.com

- c) If a protected disclosure is received by any executive of the Company other than Vigilance Officer, the same should be forwarded to the Company's Vigilance Officer for further appropriate action. Appropriate care must be taken to keep the identity of the Whistle blower confidential.
- d) Protected Disclosures should preferably be reported in writing so as to ensure a clear understanding of the issues raised and should either be printed, typed or written in a legible

handwriting in English, Hindi or in the regional language of the place of employment of the Whistle blower.

- e) The Protected Disclosure should be forwarded under a covering letter which shall bear the identity of the Whistle blower. The Vigilance Officer shall detach the covering letter and forward only the Protected Disclosure to the Investigators for investigation.
- f) Protected Disclosures should be factual and not speculative or in the nature of a conclusion, and should contain as much specific information as possible to allow for proper assessment of the nature and extent of the concern and the urgency of a preliminary investigative procedure.
- g) The Whistle blower must disclose his/her identity in the covering letter forwarding such Protected Disclosure. Anonymous disclosures will not be entertained as it would not be possible to interview the Whistle blowers.

8. Investigation:

- a) All Protected Disclosures reported under this Policy will be thoroughly investigated by the Vigilance Officer or the Investigators so appointed who will investigate / oversee the investigations under the authorization of the Vigilance Officer. If Vigilance Officer has a conflict of interest in any given case, then he should rescue himself and the other Director of the Company should deal with the matter on hand.
- b) The Vigilance Officer may at his sole discretion, consider involving any Investigators for the purpose of investigation.
- c) The decision to conduct an investigation taken by the Vigilance Officer is by itself not an accusation and is to be treated as a neutral fact-finding process. The outcome of the investigation may not support the conclusion of the Whistle-blower that an improper or unethical act was committed.
- d) The identity of a Subject will be kept confidential to the extent possible given the legitimate needs of law and the investigation.
- e) Subjects will normally be informed of the allegations at the outset of a formal investigation and have opportunities for providing their inputs during the investigation.
- f) Subjects shall have a duty to co-operate with the Vigilance Officer or any of the Investigators during investigation to the extent that such co-operation will not compromise self-incrimination protections available under the applicable laws.
- g) Subjects have a right to consult with a person or persons of their choice, other than the Vigilance Officer and/or Investigators and/or the Whistle-blower. Subjects shall be free at any time to engage counsel at their own cost to represent them in the investigation proceedings.
- h) Subjects have a responsibility not to interfere with the investigation. Evidence shall not be withheld, destroyed or tampered with, and witnesses shall not be influenced, coached, threatened or intimidated by the Subjects.

- i) Unless there are compelling reasons not to do so, Subjects will be given the opportunity to respond to material findings contained in an investigation report. No allegation of wrongdoing against a Subject shall be considered as maintainable unless there is good evidence in support of the allegation.
- j) Subjects have a right to be informed of the outcome of the investigation. If allegations are not sustained, the Subject should be consulted as to whether public disclosure of the investigation results would be in the best interest of the Subject and the Company.
- k) The investigation shall be completed normally within 45 days of the receipt of the Protected Disclosure.

9. Protection:

- a) No unfair treatment will be meted out to a Whistleblower by virtue of his/her having reported a Protected Disclosure under this Policy. The Company, as a policy, condemns any kind of discrimination, harassment, victimization or any other unfair employment practice being adopted against Whistleblowers. Complete protection will, therefore, be given to Whistleblowers against any unfair practice like retaliation, threat or intimidation of termination/suspension of service, disciplinary action, transfer, demotion, refusal of promotion, or the like including any direct or indirect use of authority to obstruct the Whistleblower's right to continue to perform his/her duties/functions including making further Protected Disclosure. The Company will take steps to minimize difficulties, which the Whistleblower may experience as a result of making the Protected Disclosure. Thus, if the Whistleblower is required to give evidence in criminal or disciplinary proceedings, the Company will arrange for the Whistleblower to receive advice about the procedure, etc.
- b) A Whistleblower may report any violation of the above clause to the Vigilance Officer, who shall investigate into the same and recommend suitable action to the management.
- c) The identity of the Whistleblower shall be kept confidential to the extent possible and permitted under law. Whistleblowers are cautioned that their identity may become known for reasons outside the control of the Vigilance Officer (e.g. during investigations carried out by Investigators).
- d) Any other Employee or Director assisting in the said investigation shall also be protected to the same extent as the Whistleblower.

10. Confidentiality:

The Whistleblower, Vigilance Officer, the Subject and everybody involved in the process shall, maintain confidentiality of all matters under this Policy, discuss only to the extent or with those persons as required under this policy for completing the process of investigations and keep the papers in safe custody.

11. Investigators:

- a) Investigators are required to conduct a process towards fact-finding and analysis. Investigators shall derive their authority and access rights from the Vigilance Officer when acting within the course and scope of their investigation.

- b) Technical and other resources may be drawn upon as necessary to augment the investigation. All Investigators shall be independent and unbiased both in fact and as perceived. Investigators have a duty of fairness, objectivity, thoroughness, ethical behavior, and observance of legal and professional standards.
- c) Investigations will be launched only after a preliminary review which establishes that:
 - I. the alleged act constitutes an improper or unethical activity or conduct, and
 - II. either the allegation is supported by information specific enough to be investigated, or matters that do not meet this standard may be worthy of management review, but investigation itself should not be undertaken as an investigation of an improper or unethical activity.

12. Decision:

- a) If an investigation leads the Vigilance Officer to conclude that an improper or unethical act has been committed, the Vigilance Officer shall recommend to the management of the Company to take such disciplinary or corrective action as it deems fit.
- b) It is clarified that any disciplinary or corrective action initiated against the Subject as a result of the findings of an investigation pursuant to this Policy shall adhere to the applicable personnel or staff conduct and disciplinary procedures.

13. Disqualifications:

- a) While it will be ensured that genuine Whistleblowers are accorded complete protection from any kind of unfair treatment as herein set out, any abuse of this protection will warrant disciplinary action.
- b) Protection under this Policy would not mean protection from disciplinary action arising out of false or bogus allegations made by a Whistleblower knowing it to be false or bogus or with a mala fide intention.
- c) Whistleblowers, who make three or more Protected Disclosures, which have been subsequently found to be mala fide, frivolous, baseless, malicious, or reported otherwise than in good faith, will be disqualified from reporting further Protected Disclosures under this Policy. In respect of such Whistleblowers, the Company would reserve its right to take/recommend appropriate disciplinary action.

14. Retention of documents:

All Protected Disclosures in writing or documented along with the results of investigation relating thereto shall be retained by the Company for a minimum period of 7 (seven) years.

15. Amendment:

- a) The Company reserves its right to amend or modify this Policy in whole or in part, at any time without assigning any reason whatsoever. However, no such amendment or modification will be binding on the Employees and directors unless the same is notified to the Employees and directors in writing.

M/s. D.D.NIMBALKAR & ASSOCIATES CHARTERED ACCOUNTANTS

707, SADASHIV PETH,
VIDYABHUSHANACADEMYBUILDING,
JONDHALE CHOWK, KUMTHEKAR ROAD,
PUNE: - 411030.

MOBILE NO.: -9850173494

Independent Audit Report on the Financial Statements

To the members of

Shreenath Mhaskoba Sakhar Karkhana Limited

We have audited the accompanying Standalone financial statements of the Shreenath Mhaskoba Sakhar Karkhana Limited (“the Company”), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Independent Auditors’ Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the independent auditor’s

judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the independent auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the standalone financial statements.

Basis for Qualified Opinion

a) Accounting standard 15 "Employee Benefits"—The Company has provided for gratuity liability on actual basis by way of debiting it to Profit & Loss a/c in the books of accounts. However, the provision is not based on actuarial valuation done by a qualified actuary. Similarly the Company has not invested separately the amount of gratuity payable.

Also no provision has been made during the year for Leave Encashment.

The Company should strictly follow AS 15.

b) Company has not fully complied provisions of Companies (Prospectus and Allotment of Securities) Rules, 2014]: Dematerialization of securities. At present dematerialisation of shares held by the Directors are dematerialised.

c) Company has not provided interest on MSME suppliers outstanding.

d) The Board of Directors of the Company is duly constituted with proper balance of Executive & Non-Executive Directors except there was intermittent vacancy of Independent Directors of Company which was not filled up by the Company within the limit specified under the Rule 4 of the Companies (Appointment & Qualification of Directors) Rules. The changes in the composition of the Board of Directors during the period under review were carried out in compliance with the provisions of the Act.

Independent Auditors Qualified Opinion

Except for the effects of the matters described in "Basis for qualified opinion" para, in our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the 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 31 March, 2022, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

A. As required by the Companies (Auditor's Report) Order 2020, ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3&4 of the Order.

B. As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. Except for the effects of the matters described in “Basis for qualified opinion” para, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, to the extent of its applicability.
- 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 31 March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. Qualified remarks relating to the maintenance of accounts and other matters connected there with are as stated in the “Basis for qualified opinion” paragraph above.
- g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure B”.
- h. With respect to the other matters to be included in the Auditor’s Report in accordance with 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 Managerial remuneration has paid or provided in accordance with the requisite approvals mandated by provision of section 197 read with Schedule V to the Companies Act.
- i. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements—Refer Note 2.26(B) to the financial statements.
 - 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 during the year ended March 31, 2022.

For M/s D.D. NIMBALKAR & ASSOCIATES

CHARTERED ACCOUNTANTS

D. D. NIMBALKAR

(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 30.09.2022

UDIN : 22112050AXMMGE5082

“Annexure A” to the Independent Auditors’ Report
(Referred to in paragraph 1 under the heading “Report on Other Legal and Regulatory Requirements” of our report of even date to the financial statements of the Company for the year ended 31.03.2022.)

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) According to information and explanations given to us the Company has not recognised intangible assets in its books.

(b) The Management of the company has physically verified Property and Plant and Equipment at reasonable intervals, and no material discrepancies have been notice on such verification.

(c) According to the information and explanations given to us and on the basis of records examined by us, we report that the title deeds of immovable properties (other than properties where the Company is the lessee and lease agreement are duly executed in favour of the lessees) disclosed in the financial statements are held in the name of the Company, except the following immovable property.

1	Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 1,00 lakhs Held in Name of – Zurunge Vishnu Umaji Period held indicate range where applicable – 30/08/2010
2	Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 1.00 lakhs Held in Name of – Zurunge Vitthal Umaji Period held indicate range where applicable – 30/08/2010
3	Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 1.00 lakhs Held in Name of – Zurunge Balasaheb Kisan Period held indicate range where applicable – 30/08/2010
4	Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 1.00 lakhs Held in Name of – Zurunge Keru Kisan Period held indicate range where applicable – 30/08/2010
5	Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 0.50 lakhs

	<p>Held in Name of – Zurunge Pandurang Bapu Period held indicate range where applicable – 30/08/2010</p>
6	<p>Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 0.50 lakhs Held in Name of – Zurunge Laxman Bapu Period held indicate range where applicable – 30/08/2010</p>
7	<p>Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 0.50 lakhs Held in Name of – Zurunge Parashram Bapu Period held indicate range where applicable – 30/08/2010</p>
8	<p>Description of Property – Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Notary done, Litigation issue Gross Carrying Value – ₹ 0.50 lakhs Held in Name of – Zurunge Sitaram Bapu Period held indicate range where applicable – 30/08/2010</p>
9	<p>Description of Property – Gat No.60 Village – Kolave (Kadam Family) Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Litigation issue Gross Carrying Value – ₹ 2.00 lakhs Held in Name of – Kadam Ganesh Maruti, Shinde Parvatibai Pandurang, Kadam Shankar Ganpat & Kadam Santosh Maruti Period held indicate range where applicable – 21/07/2014</p>
10	<p>Description of Property – 05 AAR Land at River Site Gat No.43 Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – Pipeline Land amount Advanced pending due to minimum area required for registration. Gross Carrying Value – ₹ 2.50 lakhs Held in Name of – Ghadage Baban Tukaram Period held indicate range where applicable – 15/05/2017 & 21/06/2017</p>
11	<p>Description of Property – Forest Land at Nandur, Tal. Daund, Dist. Pune Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – The amount paid to get exchange of the land from government. Gross Carrying Value – ₹ 2.00 lakhs Held in Name of – Shree Gajanan Enterprises (Sandesh Salvi) Period held indicate range where applicable – 24/11/2018 & 25/02/2019</p>
12	<p>Description of Property – Gat No.82/01 at Vadgaon Budruk, Tal. Khed, Dist. Ratnagiri (More Family – Forest Land) Whether promoter director or their relative or employee – No Reason got not being held in the name of Company – The amount paid to get exchange of the land from government. Gross Carrying Value – ₹ 3.00 lakhs Held in Name of – More Sandip Devu, More Santosh Anaji, More Sachin Anaji, More Vaman Dhondbarao, More Mahendra Pandurang & More Sandeep Gunaji Period held indicate range where applicable – 25/02/2019 & 07/03/2019</p>

(d) According to the information and explanations given to us and on the basis of records examined by us, the Company has neither revalued any of its property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly reporting clause 3(i)(d) of the order is not applicable.

(e) According to the information and explanations give to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibitions) Act 1988 (45 of 1988) and rules made there under, Accordingly reporting under clause 3(i)(e) of the order is not applicable.

(ii) (a) Physical verification of inventories have been conducted by the management during the year which, in our opinion, is reasonable intervals, and in our opinion the coverage and procedure of such verification by the management is appropriate. The discrepancies noticed on verification between physical stock and book records were not 10% or more in aggregate for such class of inventories.

(b) The Company has been sanctioned working capital limits in excess of ₹ 12000 lakhs, in aggregate, from banks on the basis of security of current assets, according to the information and explanation given to us and on the basis of records examined by us, the quarterly returns or statements filed by the company with such banks of financial institutions are in agreement with the books of the Company subject to certain minor discrepancies.

(iii) According to the information and explanations given to us and on the basis of examination of books and records by us.

a) The company has not granted any loans or provided advances in the nature of loans. However Company has provided corporate guarantee to Shreenath Mhaskoba Credit Co-operative Ltd for individual loans of ₹ 8.00 lakhs each sanctioned to 100 H & T Contractors of the Company amounting to ₹ 800.00 lakhs.

A) According to the information's and explanations given Reporting Clause of the order 3(iii) (A) is not applicable.

B) According to the information's and explanations given the balance outstanding at the balance date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates is ₹ 506.67 lakhs.

b) According to the information's and explanations given to us the terms and conditions of investments made guarantee provided or security given are not prejudicial to the company's interest.

c) As per information and explanations given to us Company has not granted any loans or advances in the nature of Loans. Hence Reporting under clause 3(iii) (c) is not applicable.

d) As per information and explanations given to us there are no overdue for more than ninety days. Accordingly reporting under clause 3(iii)(d) of the order is not applicable.

e) As per information and explanations given to us Company has not granted any loans or advances in the nature of Loans. Hence Reporting under clause 3(iii) (e) is not applicable.

f) The company has not granted any loans or advances in the nature of loans that are either repayable on demand or without specifying any terms or period of repayment. Hence Reporting under clause 3(iii) (f) is not applicable.

iv) According to the information and explanation given to us the Company has complied with the provisions of Sections 185 and 186 of the Act, with respect to grant of loans, investment made, guarantees given and securities provided.

v) According to the information and explanation given to us the company has not accepted any deposit or amounts which are deemed to be deposits. Hence reporting under clause 3(v) of the order is not applicable.

vi) According to the information's and explanations given to us no maintenance of cost records has been specified by the Central Government under sub-section (1) of Section 148 of The Companies act. Accordingly reporting under clause 3(i)(vi) of the order is not applicable.

(a) According to information & explanation given to us and on the basis of our examination of the books of accounts and records, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it as on the last date of the financial year i.e. 31.03.2022.. According to information & explanation given to us, though there has been slight delay in depositing some of the statutory dues on which late payment charges & interest has also been deposited along with the dues, there are no arrears of undisputed dues payable on the last day of the financial year for a period of 6 months from the date they become payable except for the following. Property tax arrears

Name of Statute	Nature of the dues	₹ in lakhs	Period to which the Amount relates	Remarks
Land Revenue	Gat No.141/1A,2A,3A,4A & Gat No.366	0.34	F.Y. 2021-22	The Company is in process to pay the dues in the month of Sept-2022
Land Revenue	Gat No.141/1,2,3,4 & Gat No.366	0.09	F.Y. 2021-22	The Company is in process to pay the dues in the month of Sept-2022
Land Revenue	Additional Land revenue 10.63 hector	0.05	F.Y. 2021-22	The Company is in process to pay the dues in the month of Sept-2022

b) According to information and explanations given to us and on the basis of the books and records examined by us details of statutory dues referred to in sub-clause (a) above, which have not been deposited on account of disputes as on March 31, 2022 and the forum where the dispute is pending are given below.

:

b-1) Relating to Income Tax

Nature of Dues	Name of Statute	Period to which the amount relates	₹ in lakhs	Forum where dispute is pending
Income Tax	Income Tax Act, 1961	A.Y. 2018 - 19	185.10	CIT (Appeals)

b-2) Office of the commissioner of the CGST Audit I, Pune has issued show cause cum demand of ₹ 18.57 lakhs vide notice No. SCNNo.CGST-I/D-V/R-IV/Audit-I/AC/03/2018-19 dated 04/07/2018. Company has submitted reply to show cause on 15.09.2018. However case is still pending.

b-3) As per notification No.ELD 2016/CR.252/Energy-1 of Industries, Energy and Labour Department of Maharashtra State electricity duty of 120 paise per unit for captive power consumption is required to be paid to Government. During the period under audit total captive power consumption is 20468942 units. Company has not paid or provided electricity duty as per above mentioned notification. During the year 2020-21 Company has reversed duty amounting to ₹ 250.63 lakhs which was appearing in the Balance Sheet as provision made in prior years.

b-4) As per Pune District Collector order dated 15/07/2018 ₹ 47.33 lakhs was require to be deposited in 4 instalments of ₹ 11.83 lakhs each relating to purchase of land out of which 2 instalments amounting to ₹ 23.66 lakhs were paid. Balance amount of ₹ 23.66 lakhs is still outstanding. It was told to us that amount which was payable is related to the land purchase for commercial purpose as per District Collector opinion, but the same land is brought for agriculture purpose and hence the levied charges are not applicable. For this the Company has appointed the Advocate.

viii. According to the information and explanations given to us, the Company did not have any transactions relating to the previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act 1961.

ix. (a) According to the information and explanations given to us as also on the basis of the books and records examined by us, the Company has not defaulted in repayments of loans or other borrowings or in the payment of interest thereon to any lender. Accordingly reporting under clause 3(ix) of the order is not applicable.

(b) According to the information and explanations given to us and on the basis of our audit procedures the Company is not declared wilful defaulter by any bank or financial institution or other lender.

(c) According to the information and explanations given to us and on the basis of books and records examined by us the term loans taken during the year have been applied for purposes for which those were obtained. Due to voluminous transactions we are unable to establish any audit trail of funds raised on long term loans taken during the year have been applied for purposes for which those were obtained. Hence unable to comment on nature of such transactions and amount.

(d) Due to voluminous transactions we are unable to establish any audit trail of funds raised on short term basis utilised for long term purposes. Hence unable to comment on nature of such transactions and amount.

(e) According to information and explanations given to us the Company has not its subsidiaries, associates or joint ventures. Hence reporting clause No 3 (ix) (e) of the order is not applicable.

(f) According to information and explanations given to us the Company has not its subsidiaries, associates or joint ventures. Hence reporting clause No 3 (ix) (f) of the order is not applicable.

x) (a) Based upon the audit procedures performed and the information and explanations given to us by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. Hence reporting clause under 3 (x) (a) is not applicable.

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year , Hence reporting clause under order 3 (x) (b) is not applicable.

I. Preferential Allotment & Private Placement

It was told to us that the Company is in the process of dematerialisation of its securities and as on the date of audit report the shares of directors have been dematerialised.

The Company has received notice under rule 4(1) of Securities and Exchange Board of India (procedure for holding inquiry and imposing penalties) Rules, 1995 and Company has given timely replies to the said notices. The matter is pending with SEBI as on date.

xi) (a) Based upon the audit procedures performed and the information and explanation given by the management, we report that no fraud by the Company or any fraud on the company has been noticed or reported during the year.

(b) According to the information's and explanations given to us no report under section 143(12) of the 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 represented to us by the Management the Company has not received any whistle blower complaint during the year.

The Company has received notice from Regional Director, Western Region, Ministry of Corporate Affairs on 31st December 2021 regarding inspection under section 206(5) of the Companies Act 2013. The Company have submitted reply and necessary information / documents in regards to the above-mentioned notice to the Regional Director, Western Region, Ministry of Corporate Affairs.

We are of the opinion that Company Should develops a whistle blower mechanism.

xii. In our opinion and explanations given, the Company is not a Nidhi Company. Accordingly reporting clause 3 (xii) (a), (b) and (c) of the Order is not applicable.

xiii. According to the information and explanations given to us and on the basis of records of the Company examined by us, transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in financial statements as required by the applicable accounting standards. However, monitoring and supervisory controls over related party transactions and arm's length price thereof need to be further strengthened strictly. Following advances/amount due from related party are long outstanding as on 31/03/2022

Regola Bio-Chemical Pvt. Ltd – ₹ 401.75 lakhs.

Advance to Farmers – ₹ 448.30 lakhs.

xiv. (a) According to the information and explanations given to us, in our opinion the Company has an adequate internal audit system commensurate with the size and nature of its business. However Internal Audit system should be strengthened and area of coverage should be also enlarged. Scope of Internal Audit should be defined so as to cover all operations area of the Company.

(b) We have considered the reports of the Internal Auditors for the period under audit internal audit reports for the period under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

xv. According to the information and explanations given to us and on the basis of the books and records examined by us the Company has not entered into any non-cash transactions with directors or persons connected to its directors. Accordingly, reporting under clause 3(xv) of the Order is not applicable.

xvi) (a) According to Information and explanations given to us and on the basis of books and records examined by us, the Company is not required to be registered under Section 45-1A of the Reserve Bank of India Act 1934, Hence reporting under clause 3 (xvi) (a), and (b) of the Order is not applicable.

(b) According to information and explanations given to us there is no core investment company within the Group and accordingly reporting under clause 3(xvi) (c) and (d) of the Order is not applicable.

xvii) The Company has not incurred cash losses in the financial year and in the immediately preceding financial year. Hence reporting clause of the order 3(xvii) of the order not applicable.

xviii) There is no resignation by the statutory auditor during the year under audit. Hence reporting under clause of the order 3 (xviii) of the order is not applicable.

xix) On the basis of financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention which caused us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not as assurance as to the future viability of the Company. We further state that our reporting is based on the facts up the date of the audit report and we neither given any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx) (a) According to information and explanations given to us no amount in respect of other than ongoing projects is required to be transferred to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub section (5) of Section 135 of the said Act.

(b) As per information and explanations given to us there is no on-going Project hence reporting under clause 3 (xx) (b) of the order is not applicable.

xxi) According to information and explanations given to us reporting under clause 3(xxi) of the order is not applicable to the Company.

For M/s D.D. NIMBALKAR & ASSOCIATES

CHARTERED ACCOUNTANTS

D. D. NIMBALKAR

(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 30.09.2022

UDIN : 22112050AXMMGE5082

**“Annexure B” to the Independent Auditor’s Report of even date on the stand alone
Financial Statements of Shreenath Mhaskoba Sakhar Karkhana Ltd.**

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

We have audited the internal financial controls over financial reporting of Shreenath Mhaskoba Sakhar Karkhana Limited (“the Company”) as at 31st March, 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 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 on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed u/s 143(10) of Companies Act, 2013, to the extent applicable to an audit of internal financial controls, and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

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

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

(3) Provide reasonable assurance regarding prevention or timely detection of 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 31st March, 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 ICAI.

For M/s D.D. NIMBALKAR & ASSOCIATES

CHARTERED ACCOUNTANTS

D. D. NIMBALKAR

(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 30.09.2022

UDIN : 22112050AXMMGE5082

SHREENATH MHASKOBA SAKHAR KARKHANA LTD.

Factory : Shreenath Nagar, At.Patethan, Tal.Daund, Dist.Pune, 412207.
Registered Office :- S.No. 12/2, 2nd floor, Meghdoot Building,
Behind Bharat Petrol Pump, Old Lokhandi Pull Lane, Hadapsar, Pune - 411028

Balance Sheet As at 31-Mar-2022

₹ in lakhs

Particulars	Note No.	As at	
		31-Mar-2022	31-Mar-2021
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds		13,113.72	10,496.06
(a) Share Capital	2.1	2,221.41	2,221.41
(b) Reserves and Surplus	2.2	10,892.31	8,274.65
2 Share Application money pending allotment		0.00	0.00
3 Non-Current Liabilities		2,085.85	3,505.92
(a) Long-Term Borrowings	2.3	2,085.85	3,505.92
4 Current Liabilities		23,965.03	26,355.34
(a) Short-Term Borrowings	2.5	13,310.88	17,032.61
(b) Trade Payables	2.6	7,065.89	6,685.29
(c) Other Current Liabilities	2.7	2,232.86	1,705.72
(d) Short-Term Provisions	2.8	1,355.41	931.73
Total		39,164.61	40,357.33
II. ASSETS			
1 Non-Current Assets		13,525.54	13,472.36
(a) Fixed Assets	2.9	13,140.74	13,026.27
(i) Property, plant and equipment		13,140.74	13,026.27
(ii) Property, plant and equipment and Intangible assets		0.00	0.00
(b) Non-Current Investments	2.10	82.35	81.35
(c) Deferred Tax Assets (Net)	2.4	65.60	7.65
(d) Other Non-Current Assets	2.11	236.86	357.09
2 Current Assets		25,639.07	26,884.97
(a) Inventories	2.12	19,716.07	22,436.63
(b) Trade receivables	2.13	1,181.24	1,719.44
(c) Cash and Cash Equivalents	2.14	3,961.73	1,568.14
(d) Short-Term Loans and Advances	2.15	780.03	1,160.76
Total		39,164.61	40,357.33
Significant Accounting Policies	1		
Notes to Accounts	2		

The accompanied notes form an integral part of the standalone financial statement

As Per Our report of even date

For M/s D.D. NIMBALKAR & ASSOCIATES
CHARTERED ACCOUNTANTS

For Shreenath Mhaskoba Sakhar Karkhana Ltd.

D. D. NIMBALKAR
(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 30/09/2022

UDIN : 22112050AXMMGE5082

P.A.Raut
Chairman &
Managing Director

V.R.Raskar
Executive
Chairman

B.S.Gaikwad
Vice
Chairman

B.M.Narke
Chief Finance Officer

P.V.Naikwadi
Company Secretary

SHREENATH MHASKOBA SAKHAR KARKHANA LTD.

Factory : Shreenath Nagar, At.Patethan, Tal.Daund, Dist.Pune, 412207.

Registered Office :- S.No. 12/2, 2nd floor, Meghdoot Building,

Behind Bharat Petrol Pump, Old Lokhandi Pull Lane, Hadapsar, Pune - 411028.

Statement of Profit and Loss For the year ended 31-Mar-2022

₹ in lakhs

Particulars		Note No.	As on 31-Mar-2022		As on 31-Mar-2021	
I	Revenue from Operations					
	Revenue from Operations	2.16		36,907.29		19,887.09
II	Other Income	2.17		57.68		584.65
III	TOTAL INCOME (I + II)			36,964.96		20,471.74
IV	EXPENSES			35,396.19		19,642.05
	Cost of Materials Consumed	2.18	24,871.20		23,157.05	
	Purchases of Stock-in-Trade	2.19	178.00		130.24	
	Changes in Inventories of traded goods	2.20	3.77		0.13	
	Changes in Inventories of Finished Goods	2.21 (a)	2,570.82		-9,722.21	
	Changes in Inventories of work-in-progress	2.21 (b)	165.03		0.00	
	Employee Benefit Expenses	2.22	1,543.45		1,183.02	
	Finance Costs	2.23	1,473.62		1,397.79	
	Depreciation and Amortization Expenses	2.24	971.37		936.17	
	Other Expenses	2.25	3,618.93		2,559.86	
	TOTAL EXPENSES			35,396.19		19,642.05
V	Profit before Exceptional and Extraordinary Items and Tax (III-IV)			1,568.77		829.69
VI	Exceptional Items			0.00		0.00
VII	Profit before Extraordinary Items and Tax (V-VI)			1,568.77		829.69
VIII	Extraordinary Items	2.26		1,884.15		0.00
IX	Profit Before Tax (VII-VIII)			3,452.92		829.69
X	Tax Expense			627.36		0.28
(1)	Current Tax		685.30		0.00	
	Less:MAT Credit Entitlement		82.01		0.00	
	Net Current Tax		603.29		0.00	
	MAT credit carried forward		0.00		0.00	
	Tax provision for earlier years written back		0.00		0.00	
(2)	Deferred Tax		-57.95		0.28	
XI	Profit/(Loss) for the period from Continuing Operations(IX-X)			2,825.57		829.41
XII	Profit(Loss) for the Period (IX-X)			2,825.57		829.41
XIII	Appropriation			380.95		326.48
	Proposed Dividend on Equity Shares		226.93		151.29	
	Proposed Dividend on Preference Shares		54.43		54.43	
	Income Tax Paid / MAT excess provided		0.00		29.86	
	Transfer to General Reserve		78.44		41.48	
	Corporate Social Responsibility Expenditure		21.15		49.43	
	Transfer to Balance Sheet			2,444.62		502.93
XIV	Earnings per Equity Share					
1	Basic			183.17		51.23
2	Diluted			183.17		51.23

The accompanied notes form an integral part of the standalone financial statement

As Per Our report of even date

For M/s D.D. NIMBALKAR & ASSOCIATES
CHARTERED ACCOUNTANTS

For Shreenath Mhaskoba Sakhar Karkhana Ltd.

D. D. NIMBALKAR

(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 30/09/2022

UDIN : 22112050AXMMGE5082

P.A.Raut
Chairman &
Managing DirectorV.R.Raskar
Executive
ChairmanB.S.Gaikwad
Vice
ChairmanB.M.Narke
Chief Finance OfficerP.V.Naikwadi
Company Secretary

SHREENATH MHASKOBA SAKHAR KARKHANA LTDS.NO. 12/2, 2ND FLOOR, MEGHDOOT BUILDING, PUNE-SOLAPUR ROAD.
BEHIND BHARAT PETROL PUMP, OLD LOKHANDI PULL LANE, HADAPSAR, PUNE-411028**Cash Flow Statement**

₹ in lakhs

S.R.	Particulars	As on 31.03.2022		As on 31.03.2021	
A	CASH FLOW FROM OPERATING ACTIVITIES:-				
	Net Profit/(Loss) before Tax & Exceptional Items		1568.77		829.69
	Adjustments for :		2407.87		2009.73
	Depreciation and Amortization of Expenses	971.37		936.17	
	Dividend Income	(2.48)		(1.00)	
	Interest Income	(13.48)		(22.42)	
	Electricity Duty	0.00		(250.63)	
	Investment routed through Bank Charges	0.00		(0.75)	
	Corporate Social Responsibility Expenditure	(21.15)		(49.43)	
	Finance Cost	1473.62		1397.79	
	Operating profit before working capital changes		3976.65		2839.43
	Adjustments for (increase)/decrease in operating assets		4619.75		(3546.99)
	(Increase) / Decrease in trades receivables	538.20		(781.32)	
	Increase / (Decrease) in trades payable	380.61		5403.40	
	(Increase) / Decrease in inventories	2720.57		(9721.48)	
	(Increase) / Decrease in Other Current & Non Current Assets	120.23		(154.61)	
	(Increase) / Decrease in Short-Term Loans and Advances	380.73		129.97	
	Increase / (Decrease) in Other Current Liabilities	501.08		1272.53	
	Increase / (Decrease) in Short-Term Provisions	(21.67)		304.53	
	Increase in provisions			0.00	
	Cash Generated from / (used in) operations		8596.39		(707.56)
	Tax expenses		(109.88)		(223.91)
	Cash flow before exceptional and extraordinary items		8486.51		(931.47)
	Exceptional / extraordinary items		1884.15		0.00
	NET CASH FLOW FROM OPERATING ACTIVITIES		10370.66		(931.47)
B	CASH FLOW FROM INVESTMENT ACTIVITIES:-				
	Capital Expenditure on Fixed Assets	(281.41)		(1233.32)	
	WIP	(804.43)		0.00	
	Acquisition of Non-Current Investments	(1.00)		(4.65)	
	Dividend Income	2.48		1.00	
	Interest Income	13.48		22.42	
	NET CASH USED IN INVESTING ACTIVITIES		(1070.87)		(1214.55)
C	CASH FLOW FROM FINANCING ACTIVITIES:-				
	Finance Cost	(1473.62)		(1397.79)	
	Proceeds from Preference Share Capital	0.00		20.45	
	Repayment of Preference Share Capital	0.00		(10.00)	
	Dividend & Dividend Tax Paid	(205.71)		(209.04)	
	Proceeds from long term borrowings	400.00		1180.00	
	Repayment of long-term borrowings	(1862.85)		(744.40)	
	Long Term routed through Interest	0.00		10.70	
	Long Term Installment-Next Year	(42.27)		(612.52)	
	Net Increase / (Decrease) in Short-Term Borrowings	(3721.74)		4553.20	
	NET CASH FROM FINANCING ACTIVITIES		(6906.19)		2790.60
	NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)		2393.60		644.58
	CASH & CASH EQUIVALENTS - OPENING BALANCE		1568.14		923.56
	CASH & CASH EQUIVALENTS - CLOSING BALANCE		3961.73		1568.14

See accompanying notes forming part of the financial statements

As Per Our report of even date

For M/s D.D. NIMBALKAR & ASSOCIATES

CHARTERED ACCOUNTANTS

For Shreenath Mhaskoba Sakhar Karkhana Ltd.

D. D. NIMBALKAR

(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 30/09/2022

UDIN : 22112050AXMMGE5082

P.A.Raut

Chairman &

Managing Director

V.R.Raskar

Executive

Chairman

B.S.Gaikwad

Vice

Chairman

B.M.Narke

Chief Finance Officer

P.V.Naikwadi

Company Secretary

Notes forming part of the Financial Statements for the year ended 31st March 2022.

1.0 Significant accounting policies

1.1 Basis of preparation of financial statements

The accompanying financial statements have been prepared on going concern basis under historical cost convention on the accrual basis of accounting in conformity with the accounting principles generally accepted in India (Indian GAAP) and relevant provisions prescribed in the Companies Act, 2013, besides the pronouncements / guideline of ICAI and Securities and Exchange Board of India (SEBI).

The accounting policies have been consistently applied by the Company and are consistent with those used in previous year.

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013.

1.2 Use of estimates

The preparation of the Financial Statements in conformity with GAAP in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures relating to contingent liabilities and assets as at the date of the financial statements and reported amounts of revenue and expenses during the period. Actual results might differ from the estimates.

Difference between the actual results and estimates are recognised in the period in which the results are known/ materialised.

1.3 Property, plant and equipment, intangible assets and capital work-in-progress

Property, plant and equipment are stated at actual cost less accumulated depreciation. The actual cost capitalized includes material cost, freight, installation cost, duties and taxes, finance charges and other incidental expenses directly attributable to bringing the asset to its working condition for the intended use and also includes pro-rata allocation of pre-operative expenses incurred during the construction / installation stage and after deducting the Central Excise CENVAT claimed against Capital goods and Capital subsidies received for assets under construction or installation.

On 31st March, 2015, the company had revalued its fixed asset mainly Land, Building, Plant & Machinery of Sugar Factory as at 31st March, 2015 on net replacement value as per the report of **M/s Inventa Engineering Services**, Government Approved valuer (Regd. No. CAT-I/796 and the cost of respective asset aggregating to ₹ 3501.17 lakhs was substituted by the revalued amount of ₹ 12489.53 lakhs and the resultant increase was credited to Revaluation Reserve A/c.

During the financial year company has undertaken CBG project. Total cost incurred on this project is ₹ 804.43 lakhs. Project is not completed since 31.03.2022. Hence shown as a Capital WIP in financial statements of 31.03.2022. All costs incurred including interest on Loan taken for project is shown as Capital WIP.

Useful lives of property, plant and equipment

The Company reviews the estimated useful lives of property, plant and equipment at the end of each reporting period. During the current year, the management has determined that no changes are required to the useful lives of assets.

1.4 Depreciation and amortisation

- a) Depreciation on Fixed Assets is provided in accordance with the useful life of the asset as specified in Schedule II to the Companies Act, 2013 (as amended) and estimated by the management.
- b) Depreciation/amortisation on assets added, sold or discarded during the year has been provided on pro-rata basis.

1.5 Impairment of assets

In accordance with Accounting Standard 28- Impairment of Assets (As 28), the carrying amounts of the Company's assets are reviewed of each Balance sheet date to determine whether there is any indication of impairment. If any such indications exist, the assets' recoverable amount is estimated as the higher of the net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. If at the Balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost

Prior period & Extra ordinary items (Compliance of AS-5)

Prior period - During the financial year ₹ 76.23 is paid for Sugar Cane Harevestor Employees Welfare Fund as per Maharashtra State Government notification no.2021/S.N.53, dated - 06/01/2022 relating to a financial year 2020-21. Hence shown as prior period items relating to earlier year.

Extra Ordinary items - During the financial year Government grant amounting to ₹ 1884.15 lakhs is received towards assistance for expenses on marketing cost including handling, upgrading and other processing costs and costs of international and internal transport and freight charges exported sugar and FRP payment to farmers. Shown as extra ordinary items in financial statements.

1.6 Government grants

- a) Government grant related to depreciable fixed assets is adjusted with the value of the depreciable fixed assets if any As Per AS 12. If not related to a depreciable fixed asset the amount is credited to capital reserve. During the financial year Government grant amounting to ₹ 1884.15 lakhs is received towards assistance for expenses on marketing cost including handling, upgrading and other processing costs and costs of international and internal transport and freight charges exported sugar and FRP payment to farmers.
- b) During the financial year Government grant received as mentioned above is shown as "Other Income" since it is related to earlier years.

1.7 Foreign currency transactions

During the financial year 2021-22, 282610 qtls. Sugar was Deemed Export & Revenue of ₹ 8584.27 lakhs (in Indian Rupees) was generated from the Deemed Export.

1.8 Investments

- a) Investments of the Company are classified as Current or long term investments based on management's intentions at the time of purchased. In financial year all investment are shown as non-current investments. Valuation of non-current investment are shown at cost less provisions for diminution recorded to recognized any decline, other than temporary if any, in the carrying value of each investment. Cost includes acquisitions charges such as brokerage, fees and duties.
- b) Current investments if any are carried at the lower of cost and fair value category wise.
- c) In Profit loss statement dividend on Bank shares of ₹ 2 lakhs is shown.
- d) Long terms investments are in the nature of shares of different Co-operative Banks. Shown at nominal paid up value of shares.

1.9 Inventories

- a) Inventories (other than By-products) are valued at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventory comprises of purchase price, cost of conversion and other cost that have been incurred in bringing the inventories to their respective present location and condition. Interest costs are not included in value of inventories.
- b) Assets identified and technically evaluated as obsolete and held for disposal are valued at their estimated net realisable value.
- c) By-products are valued at net realisable value.

1.10 Excise Duty, Service Tax, Sales Tax, Vat & GST

- a) GST Benefit is accounted for by reducing the purchase cost of Material/Fixed Assets.
- b) Vat Tax related earlier to GST Act is shown as receivable to the extent receivable.
- c) RCM has been paid on security services, transport (GTA) & Advocate fees by the Company.

1.11 Revenue recognition

- a) Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Sale of goods is recognised at the time of transfer of substantial risk and rewards of ownership to the buyer for a consideration.
- b) Gross turnover excludes VAT, GST etc.
- c) Dividend income is recognised when the Company's right to receive dividend is established.
- d) Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable.
- e) All other income are accounted for on accrual basis.

1.12 Expenses

All the expenses are accounted for on accrual basis.

1.13 Borrowing costs

Borrowing costs that are attributable to the acquisition or construction of a qualifying asset is capitalised as part of the cost of such asset till such time the asset is ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to Statement of Profit and Loss in the period in which they are incurred. During the period under audit finance cost incurred on CBG project amounting to ₹ 1.79 lakhs has been capitalised.

1.14 Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

1.15 Earnings per share

Basic earnings per share is computed by dividing the net profit/(loss) after tax (including the post tax effect of extra ordinary items, if any) for the period attributable to equity shareholders. Weighted average number of equity shares outstanding during the year.

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

1.16 Taxes on income

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961.

Deferred tax is recognised, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, when there is a brought forward loss or unabsorbed depreciation under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each Balance Sheet date and written down or written up to reflect the amount that is reasonably / virtually certain to be realised.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternate tax (MAT) credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and write down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

1.17 Retirement Benefits

- a) Contributions to Provident Fund are accounted on accrual basis and charged to Profit and Loss Account for the year under consideration.
- b) AS 15 "Employee Benefits": Provision for Gratuity has been provided in the books of Accounts of the Company on actual basis by way of debit to P&L A/c, however no actuarial valuation has been obtained by the Company. The Company has not invested separately the amount of gratuity payable.
- c) Provision of Leave Encashment is not done by the Company.

1.18 Segment reporting

The main activity of the Company is manufacturing of Sugar from sugar cane. As a manufacturing process, other by-product namely molasses, bagasse, ethanol etc. are procured. Generation of power through Co-gen plant is also one of the activities of the Company for which input is from sugar cane processing plant. Primary segments of the Company are Sugar, Distillery, Co-generation. Petrol pump is the separate activity of the Company having separate license, but under the same PAN number. All the above mentioned activities are located in Pune District at Rahu, Taluka Daund, under one geographical location. Reportable segments of the Company are not based on geographical segments. In annual accounts disclosure of segment reporting is covered in other disclosure point No. 2.27(K) for the year ended 31/03/2022.

Segments are identified based on the dominant source and nature of risks and returns and the internal organisation and management structure. The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. In addition, the following specific accounting policies have been followed for segment reporting:

- a) Inter segment transfer is accounted for based on the transaction price agreed to between segments which is primarily market led.
- b) Revenue and expenses are identified to segments on the basis of their relationship to the operating activities of the segment.
- c) Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been disclosed as "Unallocable".

1.19 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pretax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expense.

1.20 Contingent Liabilities

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

1.21 Additional Regulatory Information

Additional Regulatory Information pursuant to Clause 6L of General Instructions for preparation of Balance Sheet as given in Part I of Division II of Schedule III to the Companies Act, 2013, are given hereunder to the extent relevant and other than those given elsewhere in Additional Regulatory Information

1.22 Ratios

- (a) Current Ratio - 1.07
- (b) Debt-Equity Ratio - 5.01
- (c) Debt Service Coverage Ratio - 1.95
- (d) Return on Equity Ratio - 0.44
- (e) Inventory turnover Ratio - 1.32
- (f) Trade Receivables Turnover Ratio - 25.45
- (g) Trade Payables Turnover Ratio - 4.17
- (h) Net Capital Turnover Ratio - 4.72
- (i) Net Profit Ratio - 9.36
- (j) Return on Capital Employed - 32.41
- (k) Return on Investment - 26.11

Note: The company shall explain the items included in numerator and denominator for computing the above ratios. Explanation shall be provided for any change in the ratio by more than 25% as compared to the preceding year.

b. The title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), 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 except for the following:-

1	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 1.00 lakhs Held in Name of - Zurunge Vishnu Umaji Period held indicate range where applicable - 30/08/2010</p>
2	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 1.00 lakhs Held in Name of - Zurunge Vitthal Umaji Period held indicate range where applicable - 30/08/2010</p>
3	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 1.00 lakhs Held in Name of - Zurunge Balasaheb Kisan Period held indicate range where applicable - 30/08/2010</p>
4	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 1.00 lakhs Held in Name of - Zurunge Keru Kisan Period held indicate range where applicable - 30/08/2010</p>
5	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 0.50 lakhs Held in Name of - Zurunge Pandurang Bapu Period held indicate range where applicable - 30/08/2010</p>
6	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 0.50 lakhs Held in Name of - Zurunge Laxman Bapu Period held indicate range where applicable - 30/08/2010</p>
7	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 0.50 lakhs Held in Name of - Zurunge Parashram Bapu Period held indicate range where applicable - 30/08/2010</p>
8	<p>Description of Property - Karkhana Site (12-R) Gat No.223 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Notary done, Litigation issue Gross Carrying Value - ₹ 0.50 lakhs Held in Name of - Zurunge Sitaram Bapu Period held indicate range where applicable - 30/08/2010</p>

9	Description of Property - Gat No.60 Vilege - Kolave (Kadam Family) Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Litigation issue Gross Carrying Value - ₹ 2.00 lakhs Held in Name of - Kadam Ganesh Maruti, Shinde Parvatibai Pandurang. Kadam Shankar Ganpat & Kadam Santosh Maruti Period held indicate range where applicable - 21/07/2014
10	Description of Property - 05 AAR Land at River Site Gat No.43 Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - Pipeline Land amount Advanced pending due to minimum area required for registration. Gross Carrying Value - ₹ 2.50 lakhs Held in Name of - Ghadage Baban Tukaram Period held indicate range where applicable - 15/05/2017 & 21/06/2017
11	Description of Property - Forest Land at Nandur, Tal.Daund, Dist.Pune Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - The amount paid to get exchange of the land from government. Gross Carrying Value - ₹ 2.00 lakhs Held in Name of - Shree Gajanan Enterprises (Sandesh Salvi) Period held indicate range where applicable - 24/11/2018 & 25/02/2019
12	Description of Property - Gat No.82/01 at VadgaonBudruk, Tal.Khed, Dist. Ratnagiri (More Family - Forest Land) Whether promoter director or their relative or employee - No Reason got not being held in the name of Company - The amount paid to get exchange of the land from government. Gross Carrying Value - ₹ 3.00 lakhs Held in Name of - More Sandip Devu, More Santosh Anaji, More Sachin Anaji, More Vaman Dhondbarao, More Mahendra Pandurang & More Sandeep Gunaji Period held indicate range where applicable - 25/02/2019 & 07/03/2019

c. The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

d. The Company has a Working Capital limit of ₹ 12000.00 lakhs for its sugar production activity from Pune District Central Co-operative bank. As per sanction conditions all requirements are submitted to the bank. The average difference is not material and is less than 1% from books of accounts due to finalization of accounts at the end of the year.

e. The Company has not been declared as a willful defaulter by any lender who has powers to declare a company as a willful defaulter at anytime during the financial year or after the end of reporting period but before the date when the financial statements are approved.

f. Borrowings from banks and financial institutions

During the financial year following term loans / working capital limits availed by the company.

1. Term Loan

During the financial year company has availed ₹ 400.00 lakhs out of total sanction limit of ₹ 1500.00 lakhs for CBG project under consortium finance in which lead bank is Janseva Sahakari Bank Ltd, Hadapsar, Pune. Total outstanding amount of this loan is ₹ 402.00 lakhs. This term loan has been utilised for long term purposes for which same was availed.

2. Working Capital Loan

During the financial year PDCC bank has sanctioned Rs.12000.00 lakhs pledge CC limit against security of sugar stock. The maximum outstanding amount during the year was Rs.11761.00 lakhs. The said short term facility was utilised for which the same was sanctioned.

g. Details in respect of utilization of borrowed funds and share premium shall be provided in respect of :

a. Transactions where an entity has provided any advance, loan, or invested funds to any other person (s) or entity/entities, including foreign entities.

Outstanding amount in lakhs
Advances - ₹ 613.65
Investment - ₹ 82.35
Loans - Nil

b. Transactions where an entity has received any fund from any person (s) or entity/ entities, including foreign entity.

Outstanding amount in lakhs
Retention Money (including security deposit) - ₹ 1807.91
Long Term Loans - ₹ 1965.85
Short Term Loans - ₹ 13430.88

f. The Company does not have any transactions with struck-off companies however outstanding amount paid for purchase of molasses from New Phaltan Works ltd of ₹ 90.48 lakhs is unrecoverable since this company declared insolvent by the NCLT.

g. The Company has registered all charges with ROC however charge of Wardha Nagari Sahakari Bank Ltd of ₹ 200.00 lakhs has not been satisfied.

h. The Company does not have any transactions which is not recorded in the books of accounts but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

i. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

1.23 20. CSR: Company is covered under section 135 of the Companies Act. Following are details of CSR activity of the Company.

a. amount required to be spent by the company during the year, ₹ 16.77 lakhs

b. amount of expenditure incurred, ₹ 21.15 lakhs

c. shortfall at the end of the year, - Nil

d. total of previous year's shortfall, - Nil

e. reason for shortfall, - Not applicable

f. nature of CSR activities, - Animal Welfare, Cloths distribution, Tree plantation, Ambulance Services, Farmer welfare, School, Covid-19 & Child care expenditures.

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2. Notes to accounts

Previous period's figures have been grouped / reclassified wherever necessary to correspond with the current year's classification / disclosures.

2.1. Share Capital

2.1.A) Authorized, Issued, Subscribed and Paid-up share capital

₹ in lakhs

Particulars	Number of Shares	As at 31-Mar-2022	Number of Shares	As at 31-Mar-2021
a) Authorised Share Capital				
Equity Shares of ₹ 100 each	16,50,000	1,650.00	16,50,000	1,650.00
Preference Share of ₹ 1,00,000 each (10% Non-Convertible Cumulative Redeemable Preference Shares-term 20 years)	605	605.00	605	605.00
Preference Share of ₹ 5000 each (5% Non-Convertible Cumulative Redeemable Preference Shares-term 20 years)	6,900	345.00	6,900	345.00
Total	16,57,505	2,600.00	16,57,505	2,600.00
b) Subscribed and fully paid				
Equity Shares of ₹ 100 each	15,12,862	1,512.86	15,12,862	1,512.86
Preference Share of ₹ 1,00,000 each (10% Non-Convertible Cumulative Redeemable Preference Shares-term 20 years)	380	380.00	380	380.00
Preference Share of ₹ 5,000 each (5% Non-Convertible Cumulative Redeemable Preference Shares-term 20 years)	6,571	328.55	6,571	328.55
Total	15,19,813	2,221.41	15,19,813	2,221.41
c) Reconciliation of number and amount of equity shares outstanding at the beginning and at the end of the reporting year				
Equity Shares (Face Value ₹ 100)				
Shares outstanding at the beginning of the year	15,12,862	1,512.86	15,12,862	1,512.86
Shares Issued during the year	-	0.00	-	0.00
Shares bought back during the year	-	0.00	-	0.00
Shares outstanding at the end of the year	15,12,862	1,512.86	15,12,862	1,512.86
Preference Shares (Face Value ₹ 1,00,000)				
Shares outstanding at the beginning of the year	380	380.00	380	380.00
Shares Issued during the year	-	0.00	-	0.00
Shares Redeem during the year	-	0.00	-	0.00
Shares outstanding at the end of the year	380	380.00	380	380.00
Preference Shares (Face Value ₹ 5,000)				
Shares outstanding at the beginning of the year	6,571	328.55	6,362	318.10
Shares Issued during the year	-	0.00	409	20.45
Shares bought back during the year	-	0.00	(200)	-10.00
Shares outstanding at the end of the year	6,571	328.55	6,571	328.55

d) The Company has only one class of equity shares. The Company declares and pays dividend in Indian rupees. The holders of equity shares are entitled to receive dividend when declared and are entitled to one vote per share.

e) The company has extended the period of redemption of preference share of ₹ 100000/- each for period not exceeding 20 years from the date of issue of preference shares instead of 8 years as per extraordinary general meeting held on 01/05/2018

f) The company has extended the period of redemption of preference share of ₹ 5000/- each for period not exceeding 20 years from the date of issue of preference shares instead of 7 years as per extraordinary general meeting held on 01/05/2018

g) The company has restructured its authorized share capital in the EGM held on February 14th 2014.

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

h) Shareholders holding more than 5% of Share

₹ in lakhs

Particulars	Number of Shares	As at 31-Mar-2022	Number of Shares	As at 31-Mar-2021
Preference Share Holder (₹ 100000/- each)				
Babanrao Sopanrao Gaikwad	36	36.00	36	36.00
Vandana Babanrao Gaikwad	22	22.00	22	22.00
Madhav Pandurang Raut	27	27.00	27	27.00
Pandurang Abaji Raut	19	19.00	19	19.00
Punam Madhav Raut	33	33.00	33	33.00
Hema Vikas Raskar	33	33.00	33	33.00
Vikas Ramchandra Raskar	34	34.00	34	34.00

i) Promoters & Directors shareholding

Promoter's Name	No. of Shares	% of Total Shares	% Change during the year
Raut Pandurang Abaji	21,500	1.82	-
Raskar Vikas Ramchandra	47,582	3.81	-
Gaikwad Babanrao Sopanrao	31,137	3.02	-
Karpe Mahesh Sambhajirao	14,787	0.67	-
Sasane Yogesh Dattatray	24,700	2.09	-
Bhujbal Anil Jaywantrao	7,375	0.33	-
Karanje Hemant Sambhajirao	8,715	0.39	-
Badhe Anil Laxman	10,062	0.45	-
Shinde Kisan Dinkar	6,565	0.30	-
Raut Madhav Pandurang	19,474	2.09	-
Tawde Vinod Shreedhar	35,056	1.70	-
Kadam Pandurang Tukaram	9,046	0.41	-
Fulsundar Sitaram Bhausahab	6,362	0.29	-
Chankar Dattatray Kondiba	10,125	0.46	-
Dhamdhare Ankushrao Balbhima	13,092	0.59	-
Kendre Satish Patloba	13,526	0.61	-
Abnawe Shrihari Sonaba	11,616	0.52	-
Ambekar Dattatray Baburao	6,950	0.31	-
Bhumkar Dattatray Ramchandra	6,454	0.29	-
Bankar Rajesh Nivruti	7,975	0.36	-
Kachare Raghunath Mhaskoji	8,875	0.40	-
Kamthe Shivaji Maruti	8,121	0.37	-
Kadam Shrikant Laxman	4,550	0.20	-
Landge Pradeep Dattatray	34,500	1.55	-
Jadhav Dasharath Dinkar	6,960	0.76	-
Tilekar Bhagwan Vitthal	5,775	0.26	-
Mhetre Shilpa Sandeep	8,375	0.38	-
Raskar Krishnakant Vasant	6,233	0.28	-
Charwad Ravindra Balasaheb	16,396	0.74	-
Dangat Sangram Gansham	1,500	0.07	-
Hanamghar Sandeep Raghunath	6,250	0.28	-
Gurgule Arun Pandurang	19,250	0.87	-
Darekar Mukund Sadashiv	4,283	0.19	-
Bhujbal Ravindra Dnyaneshwar	5,300	0.24	-

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2 . Notes to accounts

Previous period's figures have been grouped / reclassified wherever necessary to correspond with the current year's classification / disclosures.

2.1 Share Application money pending allotment

₹ in lakhs

Particulars	Number of Shares	As at 31-Mar-2022	Number of Shares	As at 31-Mar-2021
a) Application money received against subscription and fully paid up share capital				
Equity Shares of ₹ 100 each	-	-	-	-
Preference Share of ₹ 1,00,000 each (10% Non-Convertible Cumulative Redeemable Preference Shares-term 20 years)	-	-	-	-
Preference Share of ₹ 5,000 each (5% Non-Convertible Cumulative Redeemable Preference Shares-term 20 years)	-	-	-	-
Total	-	-	-	-

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2.2. Reserves and Surplus

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
a) Revaluation Reserve		3996.41		3996.41
Balance as per last account	3996.41		3996.41	
Add : Revaluation Current Year	0.00		0.00	
b) General Reserve		379.09		300.65
Balance as per last account	300.65		259.17	
Add: Transfer from Surplus in the Statement of Profit and Loss	78.44		41.48	
c) Capital Redemption Reserve		493.04		493.04
d) Development Reserve		0.00		
e) Capital Reserve		94.60		0.00
f) Surplus in the Statement of Profit and Loss		5929.17		3484.56
Balance as per last account	3484.56		2971.63	
Less : Earlier year MAT Written Off	0.00		0.00	
Add : Capital Redemption Reserve	0.00		10.00	
Add: Profit for the year/period	2444.62		502.93	
Total		10892.31		8274.65

i) Revaluation reserve has been credited with ₹ 3996.41 lakhs on account of revaluation of fixed asset as stated below in the schedule no.2.9 Fixed asset point no.(i) & (iii).

2.3. Long-Term Borrowings

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Secured				
Term Loans				
From banks		3636.20		5098.54
PDCC - Soft Loan New	1110.94		1604.69	
Consortium Finance Account-Expansion	21.94		251.63	
JSB - Distillery Consortium Loan	271.53		732.39	
JSB - Distillery Expansion Loan	965.86		1191.38	
JSB - Machinery	139.14		208.53	
Vehicle Loan	0.00		3.10	
Consortium Finance Account-CBG	401.64		0.00	
JSB - Expansion	725.15		1106.84	
Less : Installment-Next Year		1550.35		1592.62
Total		2085.85		3505.92

a) Nature of securities:

i) Rupee Term Loans from Consortium Finance Banks is secured by way of first equitable mortgage on immovable properties, hypothecation of movable properties and personal guarantee by all the directors of the company, both present and future, pertaining to Company.

ii) Rupee Term Loans from Consortium Finance Banks for Expansion, Co-Generation, Boiler, Soft Loan & Distillery is secured by way of first equitable mortgage on immovable properties, hypothecation of movable properties and personal guarantee by all the directors of the company, both present and future, pertaining to Company.

b) Terms of Repayment :

₹ in lakhs

Name of the banks / entities	Amount outstanding as on 31 st March, 2022	Rate of interest	Repayment of loan installment amount	Repayment of loan interest amount
A. JSB-Expansion Consortium	747.09	11.25%		
F.Y. 2022 - 2023			309.94	68.20
F.Y. 2023 - 2024			288.00	34.56
F.Y. 2024 - 2025			149.15	5.13
B. Janseva Sah.Bank Ltd.-CBG	401.64	11.75%		

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

F.Y. 2022 - 2023			120.00	45.43
F.Y. 2023 - 2024			240.00	22.52
F.Y. 2024 - 2025			41.64	1.22
C. JSB Machinery Loan	139.14	11.25%		
F.Y. 2022 - 2023			55.12	13.33
F.Y. 2023 - 2024			55.12	7.13
F.Y. 2024 - 2025			28.89	1.27
D. JSB Distillery Consortium Loan	271.53	11.25%		
F.Y. 2022 - 2023			271.53	14.89
E. PDCC Soft Loan	1110.94	11.00%		
F.Y. 2022 - 2023			493.76	101.83
F.Y. 2023 - 2024			493.76	47.52
F.Y. 2024 - 2025			123.41	3.39
F. JSB Distillery Expansion	965.86	11.00%		
F.Y. 2022 - 2023			300.00	97.99
F.Y. 2023 - 2024			300.00	64.99
F.Y. 2024 - 2025			300.00	31.99
F.Y. 2025 - 2026			65.85	3.62

2.4. Deferred Tax Liabilities (Net)

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Depreciation		(77.79)		(11.80)
As per Income Tax Act	893.57		924.37	
Less : As per Company Act	971.37		936.17	
Add : Allowable Expenses disallowed last year u/s 40(a)(ia) & 43(b)		30.25		15.78
ISMA & Wisma Fees	1.14		0.57	
Chief Minister Fund	29.11		15.21	
Less : disallowed u/s 40(a)(ia) & 43(b) 36(i)(va)		177.72		30.25
Chief Minister Fund	28.72		29.11	
ISMA & Wisma Fees	0.97		1.14	
H&T Welfare Fund	148.03		0.00	
Total difference as per Income Tax Act and Companies profit		(225.26)		(26.28)
Tax difference on above		(65.60)		(7.65)
Balance as per last account		(7.65)		(7.94)
Net transfer to profit and loss appropriation a/c		(57.95)		0.28
Total Deferred Tax Liability		(65.60)		(7.65)

i) Carried forward losses have been recognised as deferred tax assets as per latest Income Tax assessment order / return of income filed by the Company as there is virtual certainty that such deferred tax asset can be realised against future taxable profits in the forthcoming financial years

ii) Deferred tax assets and deferred tax liabilities have been offset wherever they relate to the same governing taxation laws.

2.5. Short-Term Borrowings

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Loans repayable on demand				
Working capital loans				
<i>From banks</i>		11760.53		15039.99
<i>Secured</i>				
PDCC - Pledge CC	11760.53		14540.47	
JSB-CC-Distillery	0.00		499.52	
Other Loans and advances		0.00		400.00
<i>From banks</i>				
Short Term Loan	0.00		400.00	

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

Add : Long Term Installment-Next Year		1550.35		1592.62
Total		13310.88		17032.61

a) Nature of securities:

- i) Working capital (cash credit) loans with PDCC Bank is secured by way of hypothecation of entire stock of sugar, sugar in process including book debts, second equitable mortgage on movable and immovable properties and personal guarantee by all the directors of the company, both present and future, pertaining to Company.
- ii) Working capital (cash credit) loans with Janseva Bank is secured by way of hypothecation of stock, stores material and receivables of distillery and registered simple mortgage on assets of the Company and personal guarantee of all directors.

2 . 6 . Trade Payables

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Total outstanding dues of Micro and Small Enterprises	0.00		42.70	
(i) MSME				
Less than 1 year	81.43		0.00	
1-2 Years	(0.48)		0.00	
2-3 Years	0.01		0.00	
More than 3 Years	0.00		0.00	
(ii) Others				
Less than 1 year	7055.76		0.00	
1-2 Years	5.63		0.00	
2-3 Years	(0.85)		0.00	
More than 3 Years	8.74		0.00	
(iii) Other-Disputed				
Less than 1 year	0.00		0.00	
1-2 Years	(90.48)		0.00	
2-3 Years	6.14		0.00	
More than 3 Years	0.00		0.00	
Total outstanding dues of other than Micro and Small Enterprises		7065.89	6642.58	6685.29
Total		7065.89		6685.29

2 . 7 . Other current liabilities

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Retention Money		1807.91		1510.34
Unpaid salaries and other payroll dues		398.18		186.53
Salary & Wages	343.71		139.07	
Bonus Payable	51.43		43.80	
Labour Welfare	0.00		0.00	
Patsantha Deduction-RD	0.21		1.33	
Union Fees Payable-Employees	0.31		0.19	
Petrol Allowance Payable	2.25		1.87	
LIC Payable	0.28		0.26	
Statutory remittance		26.77		8.84
TDS-Security Deposit	8.45		0.00	
TDS Payable	10.10		18.05	
TCS Payable	0.20		1.04	
Profession Tax	0.84		0.77	
Provident Fund	13.62		12.61	
GST	(45.16)		(35.77)	
TDS-Purchases	0.53		0.00	
Unpaid Dividend	38.20		12.14	
Total		2232.86		1705.72

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2.8. Short-Term Provisions

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Provision for employee benefits		307.83		254.73
Gratuity	291.36		238.26	
Leave Encashment	16.47		16.47	
Other Provisions		244.47		361.39
Society Deduction	15.76		17.51	
H&T Annual Fees	0.01		0.01	
Drip-Thibak Sinchan	0.00		0.12	
Loan Installment - Employee	0.81		0.00	
Panipatti Deduct	4.15		2.82	
Loan Installment - Employee Bank	2.22		2.31	
Loan-Farmers	1.09		1.09	
Chief Minister Fund	38.64		46.65	
Wisma	2.05		1.04	
H&T Welfare Maharashtra State	148.03		0.00	
Harvester Insurance	(0.04)		(0.06)	
Professional Fees	0.00		103.62	
Transport Charges Payable-Ethanol	27.41		3.25	
Telephone Bills	0.00		0.00	
Electricity Bills	5.14		6.27	
Sugar Cane Scheme	0.49		0.49	
Loan Deduction - Farmer	(3.00)		174.97	
Loan Installment - Employee SMCCS	1.70		1.29	
Income Tax / MAT Payable		521.75		109.88
Current Year Tax	685.30		138.49	
Less : MAT entitlement	82.01		0.00	
Less : Advance Tax	50.00		25.00	
Less : TDS	31.54		3.61	
Proposed Dividend & Tax		281.36		205.71
On Equity Shares	226.93		151.29	
On Preference Shares	54.43		54.43	
Total		1355.41		931.73

Dividend & DDT of ₹ 6.93 lakhs was proposed on Preference Share of ₹ 5000/- each for F.Y.2016-17. However this dividend was not approved at AGM. Hence reversal of that proposed dividend and DDT of ₹ 6.93 lakhs.

2.9 Fixed Assets Schedule

2.9 Fixed Assets Schedule

₹ in lakhs

Particular	Gross Block				Depreciation and Amortization				Net Block	
	Opening Balance	Additions	Deletions Transfer	Closing Balance	Opening Balance	Depreciation charge	On Disposals / Reversals	Closing Balance	Opening Balance	Closing Balance
Tangible Assets										
Buildings										
Buildings	2,096.86	-	-	2,096.86	581.85	57.56		639.41	1,515.01	1,457.45
Buildings - Distillery	550.33	16.87	-	567.20	94.51	16.25		110.76	455.82	456.43
Buildings - Pump	1.20	-	-	1.20	0.00	0.02		0.02	1.20	1.18
Leasehold Buildings								-	-	-
Plant and Equipment										
Plant and Equipment	6,574.81	67.42	-	6,642.23	3,565.73	393.40		3,959.13	3,009.08	2,683.10
Plant and Equipment-Co-Gen	2,033.02	6.39	-	2,039.41	381.98	73.82		455.80	1,651.04	1,583.60
Plant and Equipment - Distillery	5,853.79	87.97	-	5,941.77	1,828.28	400.59		2,228.86	4,025.52	3,712.90
Electrical Installation	139.51	-	-	139.51	133.71	1.48		135.18	5.80	4.33
Leasehold Plant and Equipment								-	-	-
Furniture and Fixtures										
Furniture and Fixtures	89.92	0.12	-	90.04	77.22	3.07		80.29	12.70	9.75
Furniture and Fixtures - Distillery	0.39	-	-	0.39	0.24	0.04		0.28	0.15	0.11
Computer Hardware & Soft-Sugar	47.19	9.92	-	57.11	38.17	7.08		45.25	9.02	11.86
Computer Hardware & Soft-Co-Gen	6.00	-	-	6.00	5.70	-		5.70	0.30	0.30
Computer Hardware & Soft - Distillery	8.19	-	-	8.19	7.78	0.00		7.78	0.41	0.41
Land										
Land-Sugar	1,528.91	-	-	1,528.91	-	-		-	1,528.91	1,528.91
Land-CBG	116.27	53.02	-	169.28	-	-		-	116.27	169.28
Land-Pump	16.25	-	-	16.25	-	-		-	16.25	16.25
Land - Distillery	619.04	-	-	619.04	-	-		-	619.04	619.04
Vehicles										
Vehicles	227.31	39.70	-	267.01	167.55	18.07		185.62	59.76	81.39
Office Equipment										
Office Equipment	-	-	-	-	-	-		-	-	-
Total Tangible Assets	19,908.99	281.41	-	20,190.40	6,882.72	971.37	-	7,854.09	13,026.27	12,336.31
Capital Work-in-Progress	-	804.43	-	804.43	-	-		-	-	804.43
Total	-	804.43	-	804.43	-	-	-	-	-	804.43
Grand Total	19,908.99	1,085.83	-	20,994.82	6,882.72	971.37	-	7,854.09	13,026.27	13,140.74

i) There is a pari passu charge by way of hypothecation and equitable mortgage on the fixed assets of the Company as stated in the above note No. 2.3 Long Term Borrowing and No. 2.5 Short Term Borrowing.

ii) Land, Building, Plant & Machinery of the Company was revalued as at 31st March, 2015 on net replacement value as per the report of M/s Inventa Engineering Services, Government Approved valuer (Regd. No. CAT-I/796 and the cost of respective asset aggregating to ₹ 35,04,47,013/- was substituted by the revalued amount of ₹ 1,24,89,53,000/- and the resultant increase was credited to Revaluation Reserve A/c.

iii) During the financial year the Company has done expansion of the Distillery Plant and its ancillary units. The Installed capacity has increased from 30 KLPD to 55 KLPD.

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2.10 Non Current Investments

₹ in lakhs

Particulars	Balance		Name of the Body Corporate	Subsidiary / Associate/ JV / Controlled Entity/ Others	Face Value	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully Paid	Whether Stated at Cost	Valued other than cost then specify Basis of Valuation
	2021-22	2020-21				2021-22	2020-21			Yes / No	
Other Investments											
Investments in equity instruments											
Dindayal Nagari Sh.B.k	5.00	5.00	Dindayal Nagari Sh.B.k	Others	50	10000	10,000	Unquoted	Fully paid	Yes	-
Jalgaon Janata Sh. Bk	1.00	1.00	Jalgaon Janata Sh. Bk	Others	25	4000	4,000	Unquoted	Fully paid	Yes	-
Janseva Sh Bk(Borivali)	5.00	5.00	Janseva Sh Bk(Borivali)	Others	25	20000	20,000	Unquoted	Fully paid	Yes	-
Janseva Sah Bank Ltd Pune	5.00	5.00	Janseva Sah Bank Ltd Pune	Others	100	5000	5,000	Unquoted	Fully paid	Yes	-
Jijamata Mahila Sah.Bk	5.00	5.00	Jijamata Mahila Sah.Bk	Others	25	20000	20,000	Unquoted	Fully paid	Yes	-
Rajashri Shahu Sah. Bank Ltd	1.75	1.75	Rajashri Shahu Sah. Bank Ltd	Others	100	1750	1,750	Unquoted	Fully paid	Yes	-
Sangli Urban Co.Op Bank Ltd	5.00	5.00	Sangli Urban Co.Op Bank Ltd	Others	10	50000	50,000	Unquoted	Fully paid	Yes	-
Vai Urban Bank	5.25	5.25	Vai Urban Bank	Others	25	21000	21,000	Unquoted	Fully paid	Yes	-
Vardha Nagri Sah. Bank	5.00	5.00	Vardha Nagri Sah. Bank	Others	50	10000	10,000	Unquoted	Fully paid	Yes	-
Vasai Janata Sh. Bank	3.13	3.13	Vasai Janata Sh. Bank	Others	25	12500	12,500	Unquoted	Fully paid	Yes	-
Vasai Janata Sh. Bank	1.87	1.87	Vasai Janata Sh. Bank	Others	187	1000	1,000	Unquoted	Fully paid	Yes	-
Yavatmal Urbanco-opBk	5.00	5.00	Yavatmal Urbanco-opBk	Others	25	20000	20,000	Unquoted	Fully paid	Yes	-
Shreenath Mhaskoba Credit Co-Op. Society	5.00	5.00	Shreenath Mhaskoba Credit Co-Op. Society	Others	100	5000	5,000	Unquoted	Fully paid	Yes	-
Pune Cantonment Sh.Bk	5.00	5.00	Pune Cantonment Sh.Bk	Others	100	5000	5,000	Unquoted	Fully paid	Yes	-
Deogiri Nagari Sah. Bank	5.00	5.00	Deogiri Nagari Sah. Bank	Others	25	20000	20,000	Unquoted	Fully paid	Yes	-
The Vaidyanath Urban Co.Op.Bank Ltd	5.00	5.00	The Vaidyanath Urban Co.Op.Bank Ltd	Others	25	20000	20,000	Unquoted	Fully paid	Yes	-
PDCC Bank	0.10	0.10	PDCC Bank	Others	50	200	200	Unquoted	Fully paid	Yes	-
Sopanrao Balkrishna Dhasal Agro Products Ltd	1.00	0.00	Sopanrao Balkrishna Dhasal Agro Products Ltd	Others	100	1000	0	Unquoted	Fully paid	Yes	-
The Bhagyalaxmi Mahila Sah. Bank Ltd	7.75	7.75	The Bhagyalaxmi Mahila Sah. Bank Ltd	Others	1000	775	775	Unquoted	Fully paid	Yes	-
Khamgaon Urban co-opBk	5.50	5.50	Khamgaon Urban co-opBk	Others	100	5500	5,500	Unquoted	Fully paid	Yes	-
Total	82.35	81.35									

i) Market value of unquoted investment is unascertainable. Hence valued at Cost.

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2.11 Other Non-Current Assets

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Income Tax		0.00		0.00
Add : Advance Tax	50.00		25.00	
Less : MAT / Income Tax Transfer	50.00		25.00	
MAT credit entitlement		211.13		293.14
Opening Balance	293.14		184.50	
Mat Paid	0.00		25.00	
Less:-excess provided last year	0.00		29.86	
Less : Current year entitlement	82.01		0.00	
Add : TDS & TCS	0.00		3.61	
Add : Current Year	0.00		109.88	
Service Tax-Pre-Deposit		4.45		4.45
GST		21.27		59.50
Total		236.86		357.09

2.12. Inventories (valued at lower of cost or net realisable value, unless stated otherwise)

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
a.Finished goods		16388.85		17915.80
Free Sugar	16388.85		17915.80	
b.Distillery		1498.51		2159.65
RS	465.56		996.24	
Ethanol	922.04		1069.96	
IS/TA	71.07		62.74	
Fusel Oil	0.33		0.14	
Sanitizer	2.11		0.23	
Compost	37.40		30.34	
c.By-Products *		938.86		735.86
Molasses	714.56		564.06	
Bagasse	224.30		171.80	
d.Others		638.82		1224.55
RS	109.70		682.45	
IS/TA	0.00		7.24	
Syrup	0.00		91.50	
Molasses	529.12		443.36	
e.Work-in-Process		23.90		188.93
Sugar	0.00		137.39	
Molasses @	0.00		27.43	
RS	19.50		19.71	
Compost	4.40		4.40	
f.Stock-in-trade		0.85		4.62
Diesel	0.85		4.62	
g.Stores and Spares Parts @		226.27		207.21
Store Stock	226.27		207.21	
Total		19716.07		22436.63

* Valued at net realizable value.

@ Valued at FIFO method

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2.13 Trade receivables

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Unsecured, Considered Goods		1181.24		1719.44
Trade Receivables dues by Others				
Outstanding less than 6 months	0.00		1116.80	
Outstanding more than 6 months	0.00		106.70	
Undisputed-Goods				
Less than 6 months	1465.47		0.00	
6 months - 1 year	(719.33)		0.00	
1-2 years	0.00		0.00	
2-3 years	0.00		0.00	
More than 3 years	0.00		0.00	
Undisputed-Doubtful				
Less than 6 months	0.00		0.00	
6 months - 1 year	0.00		0.00	
1-2 years	15.80		0.00	
2-3 years	1.05		0.00	
More than 3 years	3.60		0.00	
Trade Receivables dues by Directors				
Outstanding less than 6 months	0.00		480.74	
Outstanding more than 6 months	0.00		15.20	
Less than 6 months	424.42		0.00	
6 months - 1 year	0.00		0.00	
1-2 years	0.00		0.00	
2-3 years	0.00		0.00	
More than 3 years	0.00		0.00	
Total		1181.24		1719.44

2.14 Cash and Cash Equivalents

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Balances with banks		3959.48		1566.21
On current accounts	3695.19		1344.04	
Fixed Deposits	264.30		222.16	
Cash on hand		2.25		1.93
Total		3961.73		1568.14

2.15 Short-Term Loans and Advances

₹ in lakhs

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
Security Deposits		61.28		61.46
Other loans and advances				
Advance to suppliers and others		610.31		675.01
Advance-Farmers	557.85		570.09	
Advance-Staff	7.80		5.69	
Advance-Land	15.50		15.74	
Advance-Suppliers	29.17		83.49	

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Cenvat, Vat and other taxes/duties		67.37		108.69
VAT	67.37		108.69	
Prepaid expenses		39.08		39.96
Others		1.99		275.65
Stationery Stock-Sugar	1.02		1.79	
Stationery Stock-Dist	0.02		0.00	
Interest Receivable-Buffer Stock	0.00		272.91	
Ghodganga Sakhar Karkhana	0.95		0.95	
TDS (Tax Deducted at Source)		0.00		0.00
TDS-Fixed Deposit (Bank)	5.64		1.71	
TDS-MSEDCL	0.13		0.13	
TDS-Bharati Airtel Ltd	0.01		0.01	
TDS-Shri Sant Tukaram SSK Ltd	0.16		0.81	
TCS-Purchases-u/s 206CR	0.74		0.95	
TDS-SALE-206C (1H)- ABOVE 50 LAKHS	24.87		0.00	
Less-Transfer to Income Tax	31.54		3.61	
Secured, considered good				
Total		780.03		1160.76

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2.16. Revenue from Operations

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Sale of goods (Net)		25,171.35		15,757.38
Sugar	23,501.86		14,195.60	
Power	1,388.96		1,327.17	
Molasses	0.92		0.00	
Bagasse	264.18		195.78	
Store Spares	3.00		2.46	
Power-Other than MSEDCCL	10.46		34.24	
Water	1.98		0.43	
Steam	0.00		1.70	
Other Operating Revenues		104.53		103.37
Ash	8.12		6.50	
Sales relating project management services	32.24		51.89	
Chemical	26.02		18.52	
Scrap	38.15		26.47	
Traded Goods		186.15		100.81
Diesel	186.15		100.81	
Distillery Unit		11,445.26		3,925.53
Ethanol	6,443.26		2,031.91	
Ethanol-Syrup	4,657.16		164.14	
Crotonaldehyde	19.23		68.63	
IS (Impure Spirit)	18.96		62.69	
RS (Rectified Spirit)	55.02		1,378.74	
Compost	118.74		92.18	
Co2	124.87		73.23	
Sanitizer	7.94		53.58	
Crystal Violet	0.00		0.00	
Denatonium Sacharde	0.03		0.00	
Fusion Oil	0.05		0.42	
Revenue from operations (Net)		36,907.29		19,887.09

2.17. Other income

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Interest & Dividend income		15.96		45.60
Interest on Deposits	13.48		22.42	
Interest-Others	0.00		22.18	
Dividend Income-Bank Shares	2.48		1.00	
Sugar Unit		39.83		538.87
Hire Charges-Tyregadi	28.65		25.19	
Other Income	10.30		13.04	
Other Deduction-H&T	0.85		0.86	
Weighbridge Fees	0.03		0.04	
Subsidy Received-FRP Payment	0.00		499.73	
Subsidy Received	0.00		0.00	
Distillery Unit		1.89		0.19
Lease-Land (New Project)	0.02		0.01	
Penalty	1.87		0.18	
Total		57.68		584.65

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2.18. Cost of Materials Consumed

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Cost of Material Consumed		24,871.20		23,157.05
Sugar Cane	24,871.20		23,157.05	
Total		24,871.20		23,157.05

2.19. Purchases of Trade Goods

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Purchases of Stock-in-Trade		178.00		130.24
Diesel	178.00		130.24	
Total		178.00		130.24

2.20. Changes in Inventories

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Stock-in-Trade-Diesel		3.77		0.13
-Opening Balance	4.62		4.75	
Less : Closing Balance	0.85		4.62	
Total		3.77		0.13

2.21 (a). Changes in Inventories of Finished goods, By-products and work-in-progress

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Finished goods - Sugar				
-Opening Balance		17,915.80		11,461.32
Free Sugar	17,915.80		11,461.32	
-Less : Closing Balance		16,388.85		17,915.80
Free Sugar	16,388.85		17,915.80	
Total (A)		1,526.95		-6,454.48
By Products				
-Opening Balance		735.86		207.05
Molasses	564.06		39.55	
Bagasse	171.80		167.50	
-Less : Closing Balance		938.86		735.86
Molasses	714.56		564.06	
Bagasse	224.30		171.80	
Total (B)		-203.00		-528.82
Others				
-Opening Balance		1,224.55		0.00
RS	682.45		0.00	
IS/TA	7.24		0.00	
Syrup	91.50		0.00	
Molasses	443.36		0.00	
-Less : Closing Balance		638.82		1,224.55
RS	109.70		682.45	
IS/TA	0.00		7.24	
Syrup	0.00		91.50	
Molasses	529.12		443.36	
Total (D)		585.73		-1,224.55
Distillery Unit				
-Opening Balance		2,159.65		348.08
ENA	-		49.50	
RS	996.24		44.96	

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

Ethanol	1,069.96		221.09	
IS/TA	62.74		22.15	
Fusel Oil	0.14		0.31	
Sanitizer	0.23		-	
Compost	30.34		10.06	
-Less : Closing Balance		1,498.51		2,159.65
RS	465.56		996.24	
Ethanol	922.04		1,069.96	
IS/TA	71.07		62.74	
Fusel Oil	0.33		0.14	
Sanitizer	2.11		0.23	
Compost	37.40		30.34	
Total (E)		661.14		-1,811.57
Total		2,735.85		-9,722.21

2 . 21 (b). Changes in Inventories of Finished goods, By-products and work-in-progress

₹ in lakhs

Work-In-Progress				
-Opening Balance		188.93		486.14
Sugar	137.39		0.00	
Molasses	27.43		486.14	
Syrup	19.71		0.00	
Compost	4.40		0.00	
-Less : Closing Balance		23.90		188.93
Sugar	0.00		137.39	
Molasses	0.00		27.43	
Syrup	19.50		19.71	
Compost	4.40		4.40	
Total (C)		165.03		297.21

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2 . 22 . Employee Benefit Expenses

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Salaries and Wages		1361.73		1010.28
Salaries and Wages-Factory	924.71		627.50	
Salaries and Wages-Office	216.05		215.40	
Salaries and Wages-Co-Gen	47.92		35.31	
Dist-Salary & Wages Exp.	82.97		60.00	
Salaries and Wages-Pump	1.39		1.35	
Bonus-Salary	88.70		70.72	
Contribution to Provident Fund and other Funds		70.91		62.21
Gratuity Expenses		67.19		72.21
Staff Welfare Expenses		43.62		38.32
Petrol & Telephone Allowance	7.56		6.56	
Conveyance & Tour Allowance	3.05		3.36	
Hospitality Expenses	4.94		4.48	
Hospitality Expenses-Dist	0.04		0.03	
Hospitality Expenses-Co-Gen	0.03		0.00	
Hotel, Boarding & Lodging Expenses	0.49		0.38	
Medical & Other Welfare Expenses	27.20		23.44	
Director Allowance	0.30		0.08	
Total		1543.45		1183.02

2 . 23 . Finance Costs

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Interest Expense				
On Long-term borrowings		508.36		631.19
Sugar Factory	321.29		460.92	
Distillery Unit	187.07		170.26	
On Short-term borrowings		942.05		740.49
Others		23.21		26.11
Loan Relating Expenses	15.63		12.21	
Bank Charges-Dist	0.03		6.30	
Bank Charges	7.53		7.61	
Bank Charges-Co-Gen	0.01		0.00	
Total		1473.62		1397.79

2 . 24 . Depreciation and Amortization Expenses

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Depreciation		971.37		936.17
Sugar Unit	480.65		540.45	
Co-Gen Unit	73.82		58.84	
Diesel Pump	0.02		0.00	
Distillery Unit	416.88		336.88	
Tangible Assets	971.37		936.17	
Total		971.37		936.17

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2 . 25 . Other Expenses

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Consumption of stores and spare parts				
-Opening Balance		207.21		207.82
Store Material	207.21		207.82	
Add : Purchases				
Sugar Unit		953.44		797.06
Chemicals	242.36		169.08	
Grease	12.94		12.88	
Oil	22.99		11.93	
Store Spares Consumable	332.20		303.18	
Packing Material	341.61		296.04	
Boiler Wood	0.00		0.83	
Consumable	0.10		0.41	
Spares-Co-Gen	1.24		2.70	
Distillery Unit		511.11		455.29
Chemicals	127.09		73.66	
Oil	2.53		8.16	
Molasses	0.00		342.75	
Boiler Wood-Dist	25.07		14.14	
SDS	320.77		0.00	
Spares	35.65		16.58	
-Less : Closing Balance		226.27		207.21
Store Material	226.27		207.21	
Consumption of stores and spare parts		1445.49		1252.96
Payment to Auditors		6.26		4.70
As Auditor for Statutory Audit	2.25		2.25	
As Tax Audit	0.95		0.95	
As Auditor for Internal Audit	1.50		1.50	
For Secretarial Audit	1.56		0.00	
Professional Fees		34.70		183.73
Charity & Donation		4.46		13.07
ROC Fees		0.08		0.12
Power and fuel		177.48		175.84
Electrical Bill-Factory	45.10		70.12	
Petrol & Diesel-DG Set	11.15		0.00	
Electrical Bill-Office	14.81		14.18	
Electrical Bill-Dist.	82.82		79.87	
Electrical Bill-Co-Gen	23.60		11.67	
Rent		42.19		36.51
Hire Charge-Room-Distillery	5.80		0.40	
Hire Charges-Other	36.39		36.11	
Repairs to machinery		604.32		292.14
Building & Machinery	441.64		257.31	
Other Repairs-Vehicle	4.95		8.35	
Distillery	65.42		7.62	
Co-Gen	90.65		18.86	
Other Repairs	1.66		0.00	

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

Insurance		38.11		33.99
Insurance-Manufacturing Related	16.28		15.07	
Insurance-Other	21.83		18.92	
Rates and taxes (excluding taxes on income)		34.19		(249.82)
GST Paid	34.14		0.11	
Professional Tax	0.05		0.50	
VAT	0.00		0.20	
Excise Duty on Valuation	0.00		-250.63	
Office & Site Expenses		9.34		7.14
Office Expenses	7.67		5.50	
Site Expenses	1.25		1.39	
Office Expenses-Dist	0.42		0.24	
Advertisement Expenses		14.13		9.54
Legal Fees		234.98		73.87
Govt Permission & License Exp-Factory	137.85		47.56	
Govt Permission & License Exp-Distillery	20.39		17.59	
Govt Permission & License Exp-Factory FY 20-21	76.23		0.00	
Govt Permission & License Exp-Co-Gen	0.51		8.72	
Telephone Expenses		2.39		2.00
Labour Charges Paid		578.78		401.70
Labour Charges-Factory	226.51		184.18	
Labour Charges-Distillery	132.71		131.74	
Sugar Cane H&T Relating Labour Charges	219.55		85.78	
Other Admin Expenses		355.66		171.15
Petrol & Diesel	20.84		6.54	
Petrol Pump-Expenses	0.23		0.11	
Function & Festival Expenses	2.12		1.64	
Postage, Telegram, Fax & Stamp Expenses	0.98		0.72	
Postage, Telegram, Fax & Stamp Expenses-Dist	0.14		0.00	
Inspection Fee-Co-Gen	0.01		0.00	
Printing & Stationery Expenses-Pump	0.00		0.01	
Printing & Stationery Expenses	4.68		3.94	
Printing & Stationery Expenses-Distillery	0.06		0.26	
Printing & Stationery Expenses-Co-Gen	0.02		0.00	
Store Packing Expenses	0.26		0.00	
AMC Charges	0.25		0.00	
Transport Charges Paid	62.81		19.96	
Transport Charges Paid-Distillery	218.69		105.07	
Transport Charges Paid-Distillery-Pressmud	18.70		11.04	
Internet Expenses	5.86		4.78	
Sample Testing Expenses	1.82		0.95	
Co-Gen Admin Exp.	0.84		0.35	
Supervision Charges-Distillery	13.57		15.70	
Distillery Relating Expenses	3.79		0.07	
Miscellaneous expenses		5.41		7.94
Interest, Surcharge & Cess on MAT		14.03		26.60
Waste to Energy Expenses		0.00		84.77
Expenses relating to Management Services		16.93		31.93
Total		3618.93		2559.86

SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

2 . 26 . Extraordinary Items

₹ in lakhs

Particulars	For the year ended 31-Mar-2022		For the year ended 31-Mar-2021	
Income		1884.15		0.00
Subsidy Received-FRP Payment	1745.52		0.00	
Subsidy Received	138.63		0.00	
Total		1884.15		0.00

2.27 Other Disclosure

A) The Company has obtained balance confirmation letters from some of the creditors and parties to whom company has given advances against amounts due to and/or from them. In respect of the parties from whom confirmation is not received, their balances are carried as reflected in the books of accounts. The accounts of some Debtors & Creditors & Advances given are subject to confirmation / reconciliation. The Management does not expect any material difference affecting the financial statements on such reconciliation / adjustments.

B) Contingent Liabilities not provided for in respect of :-

- i) Office of the commissioner of the CGST Audit I, Pune has issued show cause cum demand of ₹ 18.57 lakhs vide notice No.SCN No.CGST-I/D-V/R-IV/Audit-I/AC/03/2018-19 dated 04/07/2018. Company has submitted reply to show cause on 15.09.2018. However case is still pending.
 - ii) As per notification No.ELD 2016/CR.252/Energy-1 of Industries, Energy and Labour Department of Maharashtra State electricity duty of 120 paise per unit for captive power consumption is required to be paid to Government. During the period under audit total captive power consumption is 20468942 units. Company has not paid or provided electricity duty as per above mentioned notification.
 - iii) During the period under audit company has given corporate guarantee to Shreenath Mhaskoba Credit Co-Op Society Ltd for individual loans of ₹ 8.00 lakhs each sancion to 100 H&T Contractors of the Company amountin to ₹ 800.00 lakhs.
 - iv) In respect of A.Y. 2018-19 amount of ₹ 185.10 lakhs demand was raised against disallowance by the Income Tax Department. The Company has filed an appeal with CIT.
 - v) Outward supply of Co-Generation of power is exempt under GST hence the credit of GST paid on inputs is not available as per rule 42 & 43 of GST rules. However company has availed ineligible ITC of ₹ 16.77 lakhs during the financial year 2021-22.
- C) Based on the information / documents available with the Company, information as per the requirement of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

₹ in lakhs

Sr. No	Particulars	As at 31-Mar-2022	As at 31-Mar-2021
a)	The principal amount remaining unpaid to suppliers as at the end of accounting year.	80.96	42.70
b)	The interest due thereon remaining unpaid to suppliers as at the end of accounting year.	-	-
c)	The amount of interest paid in terms of Section 16, along with the amount of payment made to the suppliers beyond the appointed day during the year.	-	-
d)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act.	-	-
e)	The amount of interest accrued during the year/period and remaining unpaid at the end of the accounting year*	-	-
f)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the Micro and Small Enterprises	-	-

* Included in the line item "Total outstanding dues of Micro and Small Enterprises" under Notes no. 2.6.

D) Based on the review made at the Balance Sheet date, MAT credit of ₹ 211.14/- recognised in earlier years is carried forward as the Management is confident that there will be sufficient taxable profit during the specified period to utilise the same.

E) Related party disclosures as per Accounting Standard-18 are given below

I Key Management Personnel

- 1 Mr. Raut Pandurang Abaji
- 2 Mr. Raskar Vikas Ramchandra
- 3 Mr. Gaikwad Babanrao Sopanrao
- 4 Mr. Raskar Dattaram Maruti
- 5 Mr. Narke Baban Mahadev
- 6 Mr. Naikwadi Pratik Vilas

Designation

- Chairman & Managing Director
Executive Chairman
Vice Chairman
Chief Executive Officer
Chief Finance Officer
Company Secretary

II Directors

- 1 Mr. Sasane Yogesh Dattatray
- 2 Mr.Karpe Mahesh Sambhajirao
- 3 Mr.Karanje Hemant Sambhaji
- 4 Mr.Bhujbal Anil Jaywantrao

- 5 Mr.Shinde Kisan Dinkar
- 6 Mr.Raut Madhav Pandurang
- 7 Mr.Memane Bhagwan Dashrath
- 8 Mr.Shivale hanumant Baban

III Relatives of Director & Key Management Personnel

- 1 Mr.Shinde Someshwar Dinkar
- 2 Mr.Shinde Tanmay Kisan
- 3 Mr.Raskar Raj Sanjay
- 4 Mrs.Raut Subhadra Pandurang
- 5 Mrs.Narke Shashikala Baban
- 6 Mrs.Raut Punam Madhav
- 7 Mrs.Shinde Ratnabai Dinkar
- 8 Mr.Karanje Virbhaval Sambhaji
- 9 Mr.Kedari Shivaji Bapurao
- 10 Mrs.Raskar Manisha Sanjay
- 11 Mr.Raskar Sanjay Ramchandra
- 12 Mrs.Shinde Sima Someshwar
- 13 Mr.Kedari Sahil Shivaji
- 14 Mrs.Shinde Shubhangi Kisan

Nature of relationship

- Brother of Director Mr.Shinde Kisan Dinkar
Son of Director Mr.Shinde Kisan Dinkar
Brother's Son of Executive Chairman Mr. Raskar Vikas Ramchandra
Wife of Chairman & Managing Director Mr.Raut Pandurang Abaji
Wife of Chief Finance Officer Mr. Narke Baban Mahadev
Wife of Director Mr.Raut Madhav Pandurang
Mother of Director Mr.Shinde Kisan Dinkar
Son of Director Mr.Karanje Hemant Sambhaji
Father in law of Daughters of Executive Chairman Mr. Raskar Vikas Ramchandra
Brother's Wife of Executive Chairman Mr. Raskar Vikas Ramchandra
Brother of Executive Chairman Mr. Raskar Vikas Ramchandra
Brother's Wife of Director Mr.Shinde Kisan Dinkar
Son in law of Executive Chairman Mr. Raskar Vikas Ramchandra
Wife of Director Mr.Shinde Kisan Dinkar

IV Other entities in which KMP/Relatives of KMP can exercise significant influence

- 1 Shrinath Mhaskoba Credit Co-op. Society Ltd.
- 2 Regola Bio Chemical Pvt. Ltd.
- 3 Nath Bio Chemical Industries PVT. LTD.
- 4 Zenith Bio Chemical Pvt Ltd
- 5 Shri Shri Milk Products
- 6 Meghdoot Electric Company
- 7 Amruta Fly Ash Bricks & Pavar Blocks
- 8 Shree Devram Stone Crusher
- 9 Someshwar Vastra Bhandar
- 10 Someshwar Petroleum (Diesel)

Nature of relationship

- Mr. Raut Pandurang Abaji - Chairman & Managing Director
Mr. Gaikwad Babanrao Sopanrao - Vice Chairman
Mr. Narke Baban Mahadev - Chief Finance Officer
Mr. Raskar Vikas Ramchandra - Executive Chairman
Mr.Bhujbal Anil Jaywantrao - Director
Mrs.Varsha Mahesh Karpe Wife of Director Mr.Mahesh Sambhajirao karpe
Mr. Raut Pandurang Abaji - Chairman & Managing Director
Mr. Raskar Vikas Ramchandra - Executive Chairman
Mr. Gaikwad Babanrao Sopanrao - Vice Chairman
Mr.Bhujbal Anil Jaywantrao - Director
Mr.Shinde Kisan Dinkar - Director
Mr. Narke Baban Mahadev - Chief Finance Officer
Mr.Karpe Mahesh Sambhajirao - Director
Mr. Raut Pandurang Abaji - Chairman & Managing Director
Mr. Raut Madhav Pandurang - Director
Mr. Raut Madhav Pandurang - Director
Mr. Sasane Yogesh Dattatray - Director
Mr. Sasane Yogesh Dattatray - Director
Mr. Shinde Someshwar Dinkar brother of Director Mr.Shinde Kisan Dinkar
Mrs.Shinde Ratnabai Dinkar mother of Director Mr.Shinde Kisan Dinkar

V Transactions with Related parties :FY 2021-22

₹ in lakhs

Sr. No	Particulars	Key Management Personnel	Enterprise in which Directors has significant influence	Relatives of Director & Key Management personnel
1	Purchase of Goods	17.95	318.75	91.30
2	Purchase of Fixed Assets	-	-	-
3	Hire Charges	12.00	-	-
4	Other Services	-	14.70	77.50
5	Sale of Goods	-	307.73	9.22
6	Remuneration paid / provided	65.43	-	-
7	Amount received for Shares	-	-	-
8	Advance Paid against Fixed Assets	-	-	-
9	Outstanding Balances as on 31.03.2022			
i)	Payables	7.32	31.97	0.99
ii)	Receivables	-	1,596.89	-

- The transactions with related parties have been entered at an amount which are not materially different from those on normal commercial terms.
- No amount has been written back / written off during the year in respect of due to / from related parties.
- The amount due from related parties are good and hence no provision for doubtful debts in respect of dues from such related parties is required.

F) Remuneration to Directors (KMP)

₹ in lakhs

a) During the financial year 2021-22 Company has earned a Profit	3,452.92
b) Salary to Chairman and Managing Director Mr.P.A.Raut	19.70
c) Salary to Executive Chairman Mr.V.R.Raskar	9.76
d) Salary to Vice Chairman Mr.B.S.Gaikwad	9.76
e) Salary to Company Secretary Mr.P.V.Naikawadi	3.67
f) Salary to Chief Executive Officer Mr.D.M.Raskar	17.00
g) Salary to Chief Finance Officer Mr.B.M.Narake	5.54

G) Remuneration to Auditors

₹ in lakhs

Particulars	2021-22	2020-21
Statutory Audit Fees	2.25	2.25
Tax Audit Fees	1.30	0.95
Income Tax Consultation	1.30	0.95
Internal Audit	1.50	1.50
Secretarial Audit	1.56	-

V Transactions with Related parties for FY 2020-21 :

Sr. No	Particulars	Key Management Personnel	Enterprise in which Directors has significant influence	Relatives of Director & Key Management personnel
1	Purchase of Goods	15,27,311	53,55,790	3,33,04,388
2	Purchase of Fixed Assets	-	-	-
3	Hire Charges	9,70,823	-	-
4	Other Services	-	2,96,548	-
5	Sale of Goods	-	5,61,30,175	61,28,714
6	Remuneration paid / provided	54,72,615	-	-
7	Amount received for Shares	-	-	-
8	Advance Paid against Fixed Assets	-	-	-
9	Outstanding Balances as on 31.03.2021			
i)	Payables	3,36,777	2,18,048	4,41,190
ii)	Receivables	-	15,19,55,143	9,58,200

- 1 The transactions with related parties have been entered at an amount which are not materially different from those on normal commercial terms.
- 2 No amount has been written back / written off during the year in respect of due to / from related parties.
- 3 The amount due from related parties are good and hence no provision for doubtful debts in respect of dues from such related parties is required.

H) QUANTITATIVE DETAILS

₹ in lakhs

Sr. No.	Product	Unit	2021-22		2020-21	
			Qty	Value	Qty	Value
a)	Raw Material Consumed :					
i)	Sugarcane	M.T.	7,18,004	24871.20	7,27,805	23157.05
ii)	Bagasse	M.T.	1,94,860	2191.73	1,78,550	2191.73
iii)	Molasses	M.T.	36,306	2876.54	33,767	2876.54
b)	Stock of Raw Material					
i)	Sugarcane	M.T.	-	0.00	-	0.00
ii)	Molasses	M.T.	8,932	714.56	6,636	564.06
iii)	Bagasse	M.T.	12,868	221.57	13,400	164.49
iv)	Ash	M.T.	-	0.00	-	0.00
v)	Pressmud	M.T.	-	0.00	-	0.00

Sr. No.	Product	Unit	Opening Stock		Production	Purchase	Conversion of partly process stock	Intr. & Own Consumption	Sale		Closing Stock	
			Qty	Value	Qty	Qty	Qty	Qty	Qty	Value	Qty	Value
c)	Finished Goods		(Installed Capacity - 4500 TCD)									
1	Sugar	Qtl.	5,77,729	17,909.60	6,75,180	-	-	-	7,41,602	23,501.86	5,11,307	16,330.95
2	Sugar-WIP	Qtl.	4,432	137.39	1,850	-	-	4,432	-	0.00	1,850	57.91
3	Raw Sugar	Qtl.	200	6.20	-	-	200	-	-	0.00	-	0.00
4	Molasses	M.T	6,636	564.06	38,610	-	-	36,306	8	0.92	8,932	714.56
5	Molasses-WIP	M.T	323	27.43	-	-	-	323	-	0.00	-	0.00
6	Syrup	M.T	-	0.00	22,525	-	-	22,525	-	0.00	-	0.00
7	Syrup-WIP	M.T	77	11.61	150	-	77	-	-	0.00	150	19.50
8	Baggase	M.T	13,400	164.49	2,06,140	-	-	1,94,860	11,811	216.90	12,868	221.57
9	Beld-Baggase	M.T	780	7.31	3,184	-	-	781	2,998	47.28	185	2.73
10	Ash	M.T	-	0.00	9,418	-	-	1,299	8,119	8.12	-	0.00
11	Pressmud	M.T	-	0.00	29,683	-	-	29,683	-	0.00	-	0.00
d)	Electricity (10 M.W. TG Set)											
1	Electricity	kwh	-	-	4,63,58,549	13,95,931	-	2,70,89,053	2,06,65,427	1,399.42	-	-
e)	Finished Goods		(Installed Capacity - 35000 KLPD upto 30/11/2020 and after that 55000 KLPD)									
1	Rectified Spirit	Ltr	23,76,782	996.24	1,62,45,109	-	15,396	1,73,01,290	1,07,979	55.02	11,97,226	465.56
2	Rectified Spirit	Ltr	16,28,160	682.45	-	-	-	13,46,057	-	0.00	2,82,103	109.70
3	ENA	Ltr	-	0.00	-	-	-	-	-	0.00	-	0.00
4	Impure Spirit	Ltr	1,60,588	62.74	3,44,136	-	2,84,600	1,830	35,540	18.96	1,82,754	71.07
5	Impure Spirit	Ltr	18,540	7.24	-	-	18,540	-	-	0.00	-	0.00
6	Ethanol	Ltr	25,52,649	1,069.96	1,52,13,273	-	19,652	-27,66,456	1,81,41,644	11,100.42	23,71,082	922.04
7	Fusion Oil	Ltr	1,000	0.14	1,550	-	-	-	200	0.05	2,350	0.33
8	Molasses	M.T	5,216	443.36	-	-	36,306	34,908	-	0.00	6,614	529.12
9	Syrup	M.T	610	91.50	-	-	20,785	21,395	-	0.00	-	0.00
10	Syrup-WIP	M.T	54	8.10	-	-	-	54	-	0.00	-	0.00
11	Sanitizer	Ltr	304	0.23	9,500	-	-	-	9,335	7.94	469	2.11
12	Compost	M.T	5,516	30.34	22,610	-	-	-	21,322	118.74	6,804	37.40
13	Compost-WIP	M.T	800	4.40	800	-	-	800	-	0.00	800	4.40
f)	Trading											
1	Diesel	Ltr	5,380	4.62	-	2,00,000	130	20,841	1,83,486	186.15	922	0.85

J) Segment information as per Accounting Standard-17 on 'Segment Reporting' for 2021-22

- a) The Company has identified three primary business segments viz. Sugar, Distillery, Petrol Pump and Co-generation. Segments have been identified and reported taking into account the nature of the products, the differing risks and returns, the organisational structure and internal business reporting system.
- b) Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable".
- c) Segment assets and segment liabilities represent assets and liabilities of respective segment. Investments, tax related assets/ liabilities and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".

Sr.No	Particulars	Sugar Division	Distillery Division	Petrol Pump	Co-Gen Division	Subtotal	Elimination	Total
1	2	3	4		5	6	7	8
1	Segment Revenue							
a	External Turnover	23,843.30	11,478.42	186.15	1,399.42	36,907.29	0.00	36,907.29
b	Inter Segment Turnover	8,908.10	0.00	15.56	3,514.00	12,437.66	-12,437.66	0.00
	Gross Turnover	32,751.40	11,478.42	201.71	4,913.42	49,344.94	-12,437.66	36,907.29
	Net Turnover	32,751.40	11,478.42	201.71	4,913.42	49,344.94	-12,437.66	36,907.29
2	Segment Result							
	Profit / (Loss) Before Tax	-263.86	2,244.23	18.29	1,454.27	3,452.92	0.00	3,452.92
	Less : Provision for Tax	0.00	0.00	0.00	0.00	627.36	0.00	627.36
	Net Profit after Tax	-263.86	2,244.23	18.29	1,454.27	2,825.57	0.00	2,825.57
3	Other Information							
	Segment Assets	27,445.07	8,483.36	18.28	2,345.36	38,292.08	0.00	38,292.08
	Segment Liabilities	27,445.07	8,483.36	18.28	2,345.36	38,292.08	0.00	38,292.08
	Depreciation	480.65	416.88	0.02	73.82	971.37	0.00	971.37

K) Earnings per share - the numerators and denominators used to calculate basic / diluted earnings per share :

Sr.No	Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
a)	Profit after tax	2,825.57	829.41
b)	Amount used as the numerator - (A) Profit available to Equity Share holders	2,771.14	774.98
c)	Weighted average number of Equity Shares Outstanding used as the denominator for computing Basic Earnings per Share - (B)	15,12,862	15,12,862
d)	Weighted average number of Equity Shares Outstanding used as the denominator for computing Diluted Earnings per Share - C	15,12,862	15,12,862
e)	Nominal value of Equity Shares (₹)	100.00	100.00
f)	Basic & Diluted Earnings per Share (₹) (A/B)	183.17	51.23