



Shreenath Mhaskoba Sakhar Karkhana Limited



**24th Annual Report
2022-23**



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

BOARD OF DIRECTORS

Pandurang Abaji Raut	Chairman and Managing Director
Vikas Ramchandra Raskar	Executive Chairman
Yogesh Dattatraya Sasane	Director
Mahesh Sambhajirao Karpe	Director
Hemant Sambhajirao Karanje	Director
Anil Jaywantrao Bhujbal	Director
Anil Laxman Badhe	Director
Kisan Dinkar Shinde	Director
Madhav Pandurang Raut	Director
Pradeep Dattatraya Landge	Additional Director
Dnyandeo Tukaram Kadam	Additional Director
Lata Satish Kendre	Additional Director
Hanumant Baban Shivale	Independent Director
Bhagwan Dashrath Memane	Independent Director
Dattaram Maruti Raskar	Chief Executive Officer
Pratik Naikawadi	Company Secretary

AUDITORS

D.D.Nimbalkar & Associates
Chartered Accountants, Pune

BANKERS

Pune District Central Cooperative Bank Limited
Janaseva Sahakari Bank Limited, Pune

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



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

NOTICE

Notice is hereby given that the 24th Annual General Meeting of the Members of Shreenath Mhaskoba Sakhar Karkhana Limited (**'the Company'**) will be held on Friday 29th September 2023 at 11.00 A.M. in hybrid mode (physical/virtual) 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 2023, together with the Director's Report and the Auditor's Report thereon.

Item No 2: To consider re-appointment of Mr. Mahesh Karpe, Director (DIN 02377695), 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. Mahesh Karpe, Director (DIN 02377695) be and is hereby re - appointed as the Director of the Company, liable to retire by rotation.

Item No 3: To consider re-appointment of Mr. Kisan Shinde, Director (DIN: 07170769), 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. Kisan Shinde, Director (DIN: 07170769), be and is hereby re-appointed as the Director of the Company, liable to retire by rotation.

Item No 4: To consider re-appointment of Mr. Madhav Raut, Director (DIN: 06604631), 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,



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Mr. Madhav Raut, Director (DIN: 06604631), be and is hereby re-appointed as the Director of the Company, liable to retire by rotation.

Item No 5: To declare a Final Dividend on Equity Shares and Preference Shares for the Financial Year ended March 31, 2023

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. 18/- (Rupees Eighteen 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 2022-23.

Item No 6: To appoint Statutory Auditors and fix their remuneration :

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 Sections 139, 142 and other applicable provisions of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s Pradeep Jagtap and Associates, Chartered Accountants (F. R. No : 108019W) be and are hereby appointed as Auditors of the Company for a term of 5 (five) consecutive years from the conclusion of this Annual General Meeting till the conclusion of the sixth Annual General Meeting from this Annual General Meeting, at such remuneration as shall be fixed by the Board of Directors of the Company.

Special Businesses :

Item No 7: 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 2023-24.

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 2023-24 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-imbursment of expenses incurred / to be incurred on actual basis, be and is hereby ratified and confirmed.



Item No 8: Regularization of Additional Director, Mr. Pradeep Landge (DIN: 01673190) as 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 Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) Mr. Pradeep Landge (DIN: 01673190), who was appointed as Additional Director on January 23, 2023 and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as Director of the Company liable to retire by rotation.

RESOLVED FURTHER THAT any Director of the Company, be and is hereby severally authorized to file necessary returns/forms to the Registrar of Companies and to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid resolution.

Item No 9: Regularization of Additional Director, Mrs. Lata Kendre (DIN: 07382147) as 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 Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) Mrs. Lata Kendre (DIN: 07382147), who was appointed as Additional Director on January 23, 2023 and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as Director of the Company liable to retire by rotation.

RESOLVED FURTHER THAT any Director of the Company, be and is hereby severally authorized to file necessary returns/forms to the Registrar of Companies and to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid resolution.

Item No 10: Regularization of Additional Director, Mr. Dnyandeo Tukaram Kadam (DIN: 08907648) as 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 Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) Mr. Dnyandeo Tukaram Kadam (DIN: 08907648), who was appointed as Additional Director on July 25, 2023 and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as Director of the Company liable to retire by rotation.



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RESOLVED FURTHER THAT any Director of the Company, be and is hereby severally authorized to file necessary returns/forms to the Registrar of Companies and to do all such acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid resolution.

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

**Place: Pune
Date: 07/09/2023**

**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. A Proxy shall not have a right to speak at the meeting and shall not be entitled to vote except on a poll. An instrument appointing proxy is valid only if it is properly stamped as per the applicable law, blank or incomplete, unstamped or inadequately stamped, undated proxies or proxies upon which the stamps have not been cancelled will be considered as invalid.
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 by remote e-voting and e voting at AGM (by using the electronic voting system provided by CDSL. 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 e voting 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 2022-23 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 2022-23 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 AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- (i) The voting period begins on Tuesday 26th September 2023 at 9.00 a.m. and ends on Thursday 28th September 2023 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



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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. 20th September 2023.

- (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.



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<p>Individual Shareholders holding securities in demat mode with NSDL Depository</p>	<ol style="list-style-type: none">1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.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.jsp3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
<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 or joining virtual meeting & voting during the meeting.</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
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
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

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.



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- (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 company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (iii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (iv) Click on the EVSN for the relevant Company Name i.e Shreenath Mhaskoba Sakhar Karkhana Ltd on which you choose to vote.
- (v) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (vi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (vii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (viii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (ix) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (x) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.



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- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz;sharesmskl@rediffmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Members who would like to express their views or ask questions with respect to the agenda items of the meeting will be required to register themselves as speaker by sending e-mail to sharesmskl@gmail.com from their registered e-mail address, mentioning their name, DP ID & Client ID / folio number and mobile number. Only those Members who have registered themselves as speaker by 10.30 a.m. on, 22nd September, 2023 will be able to speak at the meeting. The Company reserves the right to restrict the number of questions and / or number of speakers, depending upon availability of time, for smooth conduct of the AGM. Further, Members who would like to have their questions / queries responded to during the AGM are requested to send such questions / queries in advance within the aforesaid time period.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.



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10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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 sharesmskl@gmail.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 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 7

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. 7 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. 7 for approval by the Shareholders.

Item no 8

Board of directors of the Company through resolution of January 23, 2023 had appointed Mr. Pradeep Landge (DIN: 01673190) as Additional Director of the Company and who holds office up to the date of Annual General Meeting. Accordingly, in terms of the requirements of the provisions of Companies Act, 2013 approval of the members of the Company is required for regularization of Mr. Pradeep Landge as Director of the Company.

None of the Directors and Key Managerial Personnel of the Company and their relatives except Mr. Pradeep Landge is concerned or interested, financial or otherwise, in the resolution. The Board recommends the resolution set forth in Item no. 8 for the approval of the members

Item no 9

Board of directors of the Company through resolution of January 23, 2023 had appointed Mrs. Lata Kendre (DIN: 07382147) as Additional Director of the Company and who holds office up to the date of Annual General Meeting. Accordingly, in terms of the requirements of the provisions of Companies Act, 2013 approval of the members of the Company is required for regularization of Mrs. Lata Kendre as Director of the Company.

None of the Directors and Key Managerial Personnel of the Company and their relatives except Mrs. Lata Kendre is concerned or interested, financial or otherwise, in the resolution. The Board recommends the resolution set forth in Item no. 9 for the approval of the members

Item no 10

Board of directors of the Company through resolution of July 25, 2023 had appointed Mr. Dnyandeo Tukaram Kadam (DIN: 08907648) as Additional Director of the Company and who holds office up to the date of Annual General Meeting. Accordingly, in terms of the requirements of the provisions of



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Companies Act, 2013 approval of the members of the Company is required for regularization of Mr. Dnyandeo Tukaram Kadam as Director of the Company.

None of the Directors and Key Managerial Personnel of the Company and their relatives except Mr. Dnyandeo Tukaram Kadam is concerned or interested, financial or otherwise, in the resolution. The Board recommends the resolution set forth in Item no. 10 for the approval of the members



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

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 24th Annual General Meeting of the Company being held on Friday 29th September 2023 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



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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 24th General Meeting of the Company to be held Friday 29th September 2023 at 11.00 A.M. in hybrid mode (physical/virtual) at Asodit Banquets Hall, Magarpatta Road, Opp. Nexa showroom, next to seasons mall, Hadapsar, Pune, Maharashtra 411028 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, 2023		
2	Re- Appointment of Mr. Mahesh Karpe, as the Director of the Company who liable to retire by rotation		
3	Re- Appointment of Mr. Kisan Shinde, as the Director of the Company who is liable to retire by rotation.		
4	Re- Appointment of Mr. Madhav Raut, as the Director of the Company who is liable to retire by rotation.		
5	To declare a final dividend on equity shares and preference shares for the financial year ended 31 st March, 2023		
6	To appoint M/s Pradeep Jagtap and Associates, Chartered Accountants as statutory auditor for the company.		



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

7	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 2023-24.		
8	To consider and confirm the Appointment of Mr. Pradeep Landge as a Director of the Company.		
9	To consider and confirm the Appointment of Mrs. Lata Kendre as a Director of the Company.		
10	To consider and confirm the Appointment of Mr. Dnyandeo Tukaram Kadam as a Director of the Company.		

Signed this _____ day of _____ 2023

Affix
Revenue
Stamp

Signature of the Shareholder _____

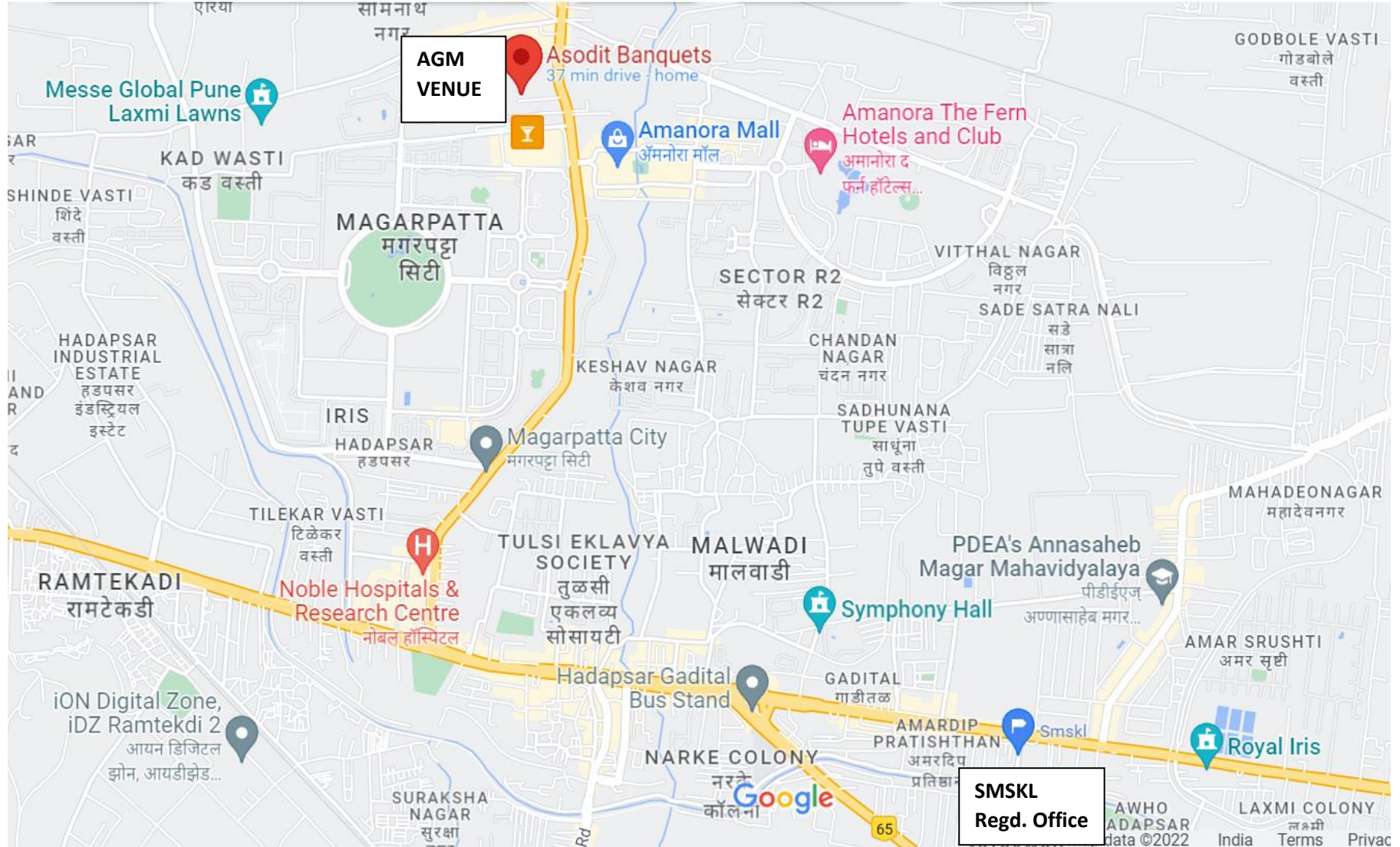
Signature of first /Proxy Holder

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



**DIRECTORS REPORT**

To,
The Members,

The Directors have pleasure in presenting the 24th Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2023.

1. FINANCIAL RESULTS

The financial results for the year ended 31st March, 2023 are briefly given below:-

Particulars	Rs. In Lacs	
	2022-23	2021-22
Sales & Other Income	38,513.26	36,964.96
Profit before Depreciation, Interest & Tax	4110.66	5897.91
Less : Interest and Financial Charges	808.95	1473.62
Depreciation	931.92	971.36
Profit before Extraordinary items	2369.78	1568.77
Extraordinary items	-	1884.15
Profit before Tax	2369.78	3452.92
Less : Provision for Income Tax	457.66	685.30
Provision for Deferred Tax	-3.28	-57.94
Mat credit carried forward		
Profit after Tax	1915.41	2825.67
Less : Appropriation:		
Proposed Dividend on Preference Shares	54.42	54.42
Proposed Dividend on Equity Shares	272.31	226.92
CSR		21.15
Corporate Dividend Tax		
Capital Redemption		
Income tax paid/MAT excess provided	59.81	
Transfer to General Reserve	118.48	78.43
Surplus Carried to Balance Sheet	1410.36	2444.62

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

The company has crushed 7.19 Lac MT of cane as against 7.18 Lac MT for the previous year.



The production of sugar for the corresponding period was 6.31 Lac Qtl. as against 6.75 Lac Qtl. for the previous year.

The average selling rate of sugar for current year was Rs. 3359 /- per quintal as against Rs.3169/- per quintal during the previous period. During the period under the review the company sold 7.38 lac qtl. of sugar as against 7.41 lac qtl. of sugar during previous year.

Distillery Division

The distillery unit produced 312.75 Lac Litres of ethanol, rectified spirit, impure spirit, fusion oil and sanitizer. The company sold 180.35 Lac Litres of ethanol, rectified spirit, impure spirit, fusion oil and sanitizer and achieved a turnover of Rs. 10947.74 lacs.

Cogeneration Division

The company has exported 208.47 lacs kwh units of electricity in the financial year 2022-23 and achieved a turnover of Rs.1309.82 lacs.

3. TRANSFER TO RESERVES

During the reporting period under review, the Company has transferred Rs. 118.48 las to General Reserve.

4. DIVIDEND

The Board of Directors has recommended a dividend of Rs 18/- 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. Mahesh Karpe, Mr. Kisan Shinde and Mr. Madhav Raut, Directors of the Company, retires by rotation at the ensuing AGM and being eligible, offers themselves for re-appointment.

Mr. Pradeep Landge and Mrs. Lata Kendre were appointed as additional director on 23/01/2023. Mr. Dnyandeo Kadam was appointed as additional director on 25/07/2023. The appointment of Mr. Pradeep Landge and Mrs. Lata Kendre and Mr. Dnyandeo Kadam is subject to the approval of Members of the Company at the 24th Annual General Meeting.

7. PUBLIC DEPOSITS

During the financial year 2022-2023, 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, 2023 is uploaded on the website of the Company <http://www.shreenathsugar.com/>

11. NUMBER OF MEETINGS OF THE BOARD

Board Meeting

During the year eleven (12) 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



Sr. No	DATE	BOARD STRENGTH	NO. OF DIRECTORS PRESENT
1	14-04-2022	10	8
2	30-04-2022	12	10
3	10-06-2022	12	11
4	03-08-2022	12	11
5	20-08-2022	12	9
6	30-09-2022	12	9
7	14-10-2022	12	12
8	11-11-2022	11	11
9	08-12-2022	11	11
10	23-01-2023	11	10
11	25-02-2023	14	10
12	23-03-2023	14	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, 2022, April 14, 2022; June 10, 2022; August 3, 2022, September 29 2022, October 14,2022; November 11,2022; December 8,2022; January 23, 2023; February 25,2023; March 31, 2023.



(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 April 13, 2022, October 13,2022, January 21,2023.

(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 April 1, 2022, October 1, 2022.

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 03, 2022 and March 31, 2023.

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, 2023 the applicable Accounting Standards have been followed along with the proper explanation relating to material departures;



- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit 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.

The Board has recommended the appointment of M/s Pradeep Jagtap & Associates (F. R. No : 108019W), Chartered Accountants as statutory auditors of the Company in the place of the retiring auditor D.D.Nimbalkar & Associates for a term of five consecutive years, from the conclusion of this Annual General Meeting till the conclusion of the sixth Annual General Meeting from this Annual General Meeting, for approval of shareholders of the Company, based on the recommendation of the Audit Committee in compliance with the mandatory rotation of auditors as per provisions of the Companies Act, 2013.

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.

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 except shares held by newly appointed directors in the financial year 2022-23 are in the dematerialised form.

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) 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 24510956 units. Company has not paid or provided electricity duty as per above mentioned notification.

Management’s reply :

The management will look into the matter.

5) During the period under expenses of personal nature of Rs.32.00 Lakhs have been charged in revenue account.

Management’s reply :

The management henceforth will take care that such kind of expenses will not happen.

6) The Composition of Board of Directors was not in Compliance with regulation, as there was vacancy of Independent Director from 07.12.2021 till 13.04.2022.As required under section 149(3) of the Companies Act, 2013 no Woman Director was appointed by the Company.

Management’s reply :



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

The Company has rectified the non-compliance under section 149(3) of the Companies Act, 2013 by appointing woman director w.e.f 23.01.2023. The company has also appointed Independent Director w.e.f 14.04.2022.

7) There is delay in filing of e-forms with MCA as required under regulations of Companies, 2013.

Management's reply :

The company will take care to file the forms in time henceforth.

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 2023-24 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., Practicing Company Secretary, to conduct Secretarial Audit. The Secretarial Audit Report for the financial year ended March 31, 2023 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 :-

1) During the reporting period Company had Chief Financial Officer, however CFO resigned on 31.07.2023.

Management's reply :

The management is searching for suitable candidate to fill in the place of CFO.

2) There is delay in filing of e-forms with MCA as required under regulations of Companies, 2013.

Management's reply :

The company will take care to file the forms in time henceforth.

3) The Composition of Board of Directors was not in Compliance with regulation, as there was vacancy of Independent Director from 07.12.2021 till 13.04.2022. As required under section 149(3) of the Companies Act, 2013 no Woman Director was appointed by the Company.

Management's reply :

The Company has rectified the non-compliance under section 149(3) of the Companies Act, 2013 by appointing woman director w.e.f 23.01.2023. The company has also appointed Independent Director w.e.f 14.04.2022.



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

The company has not granted any loans. Particulars of investments made and guarantees given 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. 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 and optimize the use of Energy through improved Operational methods and other means will continue.



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

A.	Power & Fuel Consumption	F.Y.2022-23	F.Y. 2021-22
	ELECTRICITY		
	a) Purchased from MSEDCL (units in Kwh)	9,78,301	13,95,931
	b) Own Generation		
	i) Through Diesel Generation Sets (units in Kwh)	19,869	44,571
	Units Per liter of Diesel		
	ii) Through Steam Turbine Generation (units in Kwh)	10 MW-3,39,00,250 4 MW – 43,73,026 3 MW – 70,85,175 Total – 4,53,58,451	4,49,18,047
	Cane Crushed (M.T.)	7,19,313	7,18,004
	Units per Ton of Cane	63.06	62.56
	iii) Total Units Generated (units in Kwh)	4,63,56,621	4,63,58,549

B.	Consumption of Unit	F.Y.2022-23	F.Y. 2021-22
	Total Generation of Electricity (units in Kwh)	4,63,56,621	4,63,58,549
	Less: Consumption for Sugar Plant (units)	1,57,56,481	1,71,75,105
	Less: Consumption for Distillery Plant (units in Kwh)	41,83,337	42,05,502
	Less: Export to grid (units in Kwh)	2,07,21,443	2,06,65,426
	Less: Consumption for Others (units in Kwh)	1,26,052	1,02,067
	Captive Consumption	55,69,308	-

- 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.



SHREENATH MHASKOBA SAKHAR KARHANA LIMITED

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 2022-23:

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: 05/09/2023

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



NOMINATION AND REMUNERATION POLICY

The company considers Human Resources as its invaluable assets. This policy on the nomination and remuneration of the Directors, Key Managerial Persons (KMPs) and other employees has been formulated in terms of the Companies Act, 2013, in order to pay equitable remuneration to the Directors, Key Managerial Persons (KMPs) and other employees of the company and to harmonize the aspiration of human resources consistent with the Goal of the company.

While formulating this Policy, the Nomination and Remuneration Committee ("NRC") has considered the factors laid down under Section 178(4) of the Act, which are as under:

- a) "the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
- b) relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- c) remuneration to Directors, KMP and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals".

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.

5. 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.



SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

- 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

6. 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;

On behalf 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. DEFINITIONS:

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 Swach 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 maintaining quality of soil, air and water including contribution to Clean Ganga



- (v) Fund set-up by the Central Government for rejuvenation of river Ganga; 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 executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable : NA

5. a) Average net profit of the Company as per sub-section (5) of section 135.:
Rs.19,41,32,562/-

b) Two percent of average net profit of the Company as per section 135(5):
Rs. 38,82,651/-

c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. : NA

d) Amount required to be set off for the financial year, if any

e) Total CSR Obligation for the financial year (7a+7b-7c) : Rs. 38,82,651/-

6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project) :
Rs. 42,87,522

(b) Amount spent in Administrative Overheads.:

(c) Amount spent on Impact Assessment, if applicable :

(d) Total amount spent for the Financial Year [(a)+(b)+(c)] : Rs. 42,87,522



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(e) CSR amount spent or unspent for the Financial Year:

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
42,87,522/-	NA	NA	NA	NA	NA

(f) Excess amount for set off :

Sr.No.	Particulars	Amount
1	Two percent of average net profit of the company as per section 135(5)	38,82,651
2	Total amount spent for the Financial Year	42,87,522
3	Excess amount spent for the financial year [(ii)-(i)]	4,04,871
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

7. (a) Details of Unspent CSR amount for the preceding three financial years: NOT APPLICABLE

1	2	3	4	5	6	7	8
Sr No	Preceding FY	Amount transferred to Unspent CSR Account under subsection (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to subsection (5) of section 135, if any	Amount remaining to be spent in succeeding Financial Years (in Rs)	Deficiency, if any
					Amount	Date of transfer	
1	FY 1	NIL					
2	FY 2						
3	FY 3						



SHREENATH MHASKOBA SAKHAR KARKHANA LIMITED

- 8.** Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If Yes, enter the number of Capital assets created/ acquired : Not applicable

- 9.** Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135. : Not applicable

On behalf of the Board of Directors
For Shreenath Mhaskoba Sakhar Karkhana Limited

Yogesh Sasane
Chairman of the Committee

**S. CHETAN & CO**

COMPANY SECRETARIES
Office No.6 Satyagiri Apartement
2147 Sadashiv Peth Pune 411030
Mobile.:+91971060030
Email : cschetan05@gmail.com

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH 2023

[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

(CIN: U15424PN1999PLC01397)

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

Old Lokhandi Pull Lane, Hadapsar

Pune 411028 Maharashtra

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, 2023** 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, 2023** according to the provisions of:

(i) The Companies Act, 2013, (herein after referred to as "the Act") and the rules made thereunder;

(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)**
- (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 as 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 except to the extent as mentioned:

Sr. No	Relevant Provision for Compliance	Observation
1.	The Securities and Exchange Board of India (Issue of Listing and Non-Convertible Redeemable Preference Shares) Regulations, 2013	There was 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 per Adjudication order no Order/SD/KS/2021-22/15504 dated 23/03/2022 Company had paid penalty of Rs. 7,00,000 to SEBI.
2.	Section 149 (1) and (3) read with Companies Act, 2013 read with The Companies (Appointment and Qualification of Directors) Rules, 2014	The Composition of Board of Directors was not in Compliance with regulation, as there was vacancy of Independent Director from 07.12.2021 till 13.04.2022. As required under section 149(3) of the Companies Act, 2013 no Woman Director was appointed by the Company. The Company has rectified the non-compliance w.e.f 23.01.2023
3.	Section 203 (1) read with Companies Act, 2013 read with The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014	During the reporting period Company had Chief Financial Officer, however CFO resigned on 31.07.2023
4.	The Companies Act, 2013 read with The Companies Rules, 2014	There is delay in filing of e-forms with MCA as required under regulations of Companies, 2013

Based on the information provided and records maintained, we further report that;

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act except instances provided above observations.
2. As per information provided by the Management, adequate notice was provided to all Directors to Schedule Board Meetings, agenda and detailed notes on agenda were sent with adequate notice period;
3. 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 during audit period there have been enlisted major actions or events undertaken by the Company which have major bearing on Company's affairs in pursuance of the above law, rules, regulations, standards etc: -

1. The Annual General Meeting of the Company for FY 2021-22, which was schedule on 10.11.2022, but there was vacancy of retiring Director is not so filed-up, hence meeting was adjourned on same day next week which is on 17.11.2022 for that purpose, as per Section 152 (7) of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) 2014 and in the adjourned meeting it was expressly resolved not fill the vacancy of the retiring Director.
2. The Company have received show cause notice under section 454(4) and section 203 of the Companies Act, 2013 from Registrar of Companies (ROC) Pune for non-appointment of Full Time Company Secretary for the period 01.04.2014 to 30.06.2019.
3. There are various pending cases against Company under Corporation Disputes and other sections of the Companies Act:

There are various cases pending against the Company are mentioned below:

Case Status	Case Category	Court	Litigant(s)	Case No.
Pending	Corporate Disputes	National Company Law Tribunal (NCLT)	Gaikwad Babanrao Sopanrao And Ors.	COMP.APPL - 646/2022
Pending	Corporate Disputes	National Company Law Tribunal (NCLT)	Gaikwad Babanrao Sopanrao And Ors.	CP - 255 /2022
Pending	Corporate Disputes	National Company Law Tribunal (NCLT)	Gaikwad Babanrao Sopanrao And Ors.	COMP.APPL - 209/2023
Pending	Corporate Disputes	National Company Law Tribunal (NCLT)	Gaikwad Babanrao Sopanrao And Ors.	COMP.APPL - 174/2023
Pending	Under Section 134 of the Companies Act 2013	District Session Court, Pune	Union of India Ministry of Corporate Affairs ROC, Pune	9/2023
Pending	Under Section 135 (7) and 135 of the	Civil Court, Pimpri	Union of India Ministry of Corporate Affairs	7/2023

	Companies Act 2013		ROC, Pune	
Pending	Under Section 86 and 77 the Companies Act 2013	Civil Court, Pimpri	Union of India Ministry of Corporate Affairs ROC, Pune	4303/2022

For S. Chetan & Co.

Place: Pune
Date: 30.08.2023

Sd/-
CS Chetan Suryawanshi
Membership No: F11644
C.P. No.: 16384
UDIN: F011644E000896253

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.

ANNEXURE A

To,
The Members
Shreenath Mhaskoba Sakhar Karkhana Limited
(CIN: U15424PN1999PLC013976)
S. No. 12/2, 2nd Floor, Meghdoot Building,
Old Lokhandi Pull Lane, Hadapsar
Pune 411028 Maharashtra

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.

Sd/-

CS Chetan Suryawanshi

Membership No: F11644

C.P. No.: 16384

UDIN: F011644E000896253

Place: Pune

Date: 30.08.2023



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.



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.

The key objective of the policy is:

- Identify the weather conditions which affect production of Sugarcane
- Analyze Sugar price volatility trend in India
- Identify Systematic and unsystematic risk in sugar industries
- Understand the impact of risk on stakeholders
- Critically examine the current policy framework
- Explore the risk management measures to mitigate unpredictable risk

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.



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.



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- 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.



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- 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



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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, 2023, 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 only shares held by the Directors except shares held by newly appointed directors in the financial year 2022-23 are in the dematerialised form.

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

d) 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 24510956 units. Company has not paid or provided electricity duty as per above mentioned notification.

e) During the period under audit conveyance expenses of Rs.32.00 Lakhs of directors and promoters debited to Profit & Loss Account.

f) The Composition of Board of Directors was not in Compliance with regulation, as there was vacancy of Independent Director from 07.12.2021 till 13.04.2022.

As required under section 149(3) of the Companies Act, 2013 no Woman Director was appointed by the Company. The Company has rectified the non-compliance w.e.f 23.01.2023

g) There is delay in filing of e-forms with MCA as required under regulations of Companies, 2013

h) The Annual General Meeting of the Company for FY 2021-22, which was schedule on 10.11.2022, but there was vacancy of retiring Director is not so filed-up, hence meeting was adjourned on same day next week which is on 17.11.2022 for that purpose, as per Section 152 (7) of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) 2014 and in the adjourned meeting it was expressly resolved not fill the vacancy of the retiring Director.

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, 2023, 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023 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 been 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 2.27(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, 2023.
 - iv) With respect to clause (e) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended
 - a. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b. Management has represented, that, to the best of it's knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- c. Based on such audit procedures that we have considered reasonable and appropriate in the circumstances; nothing has come to their notice that has caused us believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v) The final dividend paid by the Company during the year in respect for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend. However the Company has not place a statement containing the names, their last known addresses and unpaid dividend to be paid to each person on the website of the Company and any other website approved by the Central Government for this purpose after expiry of 90 days of making any transfer of an amount to the unpaid dividend account.

As stated in note to the financial statements, the Board of Directors of the Company have proposed dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting.

- vi) Proviso to Rule 3(1) of Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For M/s D.D. NIMBALKAR & ASSOCIATES

CHARTERED ACCOUNTANTS

D. D. NIMBALKAR

(Proprietor)

Membership No. : 112050

F. R. No : 122639W

Place: PUNE

Date: 04/09/2023

UDIN : 23112050BGWLSP3232

“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 31.03.2023.)

(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 as per information given to us no material discrepancies have been noticed 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 Held in Name of - Zurunge Pandurang Babu

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

(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 ₹ 5 Crore, 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 ₹ 503.00 lakhs as on 31.03.2023.

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. 31.03.2023. 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. 2022-23	The Company has paid the dues on 18/08/2023
Land Revenue	Gat No.141/1,2,3,4 & Gat No.366	0.09	F.Y. 2022-23	The Company has paid the dues on 18/08/2023
Land Revenue	Additional Land revenue 10.63 hector	0.05	F.Y. 2022-23	The Company has paid the dues on 18/08/2023
Land Revenue	Gat No.314 to 317.	0.28	F.Y. 2022-23	The Company has paid the dues on 27/04/2023

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, 2023 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 24510956 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 hence reporting clause is not applicable.

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. At present dematerialisation of only shares held by the Directors except shares held by newly appointed directors in the financial year 2022-23 are in the dematerialised form.

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 in 2021-22 and Company has given timely replies to the said notices. The matter is with SEBI as on date. For this company has paid penalty of Rs.7.00 lakhs in the financial year 2021-22.

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 has

submitted reply and necessary information / documents in regards to the above-mentioned notice to the Regional Director, Western Region, Ministry of Corporate Affairs.

The Company has received notice from Register of Companies (Adjudicating Officer) Maharashtra Pune under section 454(4) Read with section 203 of Companies Act 2013 for non-appointment of Company secretary for the period from 01.04.2014 to 30.06.2019. Company has given reply to the said notice.

Following are the details of cases filed with ROC. Status of all these cases is pending.

Case Category	Court	Litigant(s)	Case No.
Corporate disputes	National Company Law Tribunal	Gaikwad Babanrao Sopanrao And Ors.	COMP.APPL-646/2022
Corporate disputes	National Company Law Tribunal	Gaikwad Babanrao Sopanrao And Ors.	CP – 255/2022
Corporate disputes	National Company Law Tribunal	Gaikwad Babanrao Sopanrao And Ors.	COMP. APPL-209/2023
Corporate disputes	National Company Law Tribunal	Gaikwad Babanrao Sopanrao And Ors.	COMP. APPL – 174/2023
Under Companies Act 2013, Under Section 134	District Judge – 1 and Addl. Session Judge Pune	Union of India MCA ROC, Pune	9/2023
Under Companies Act 2013, Under Section 135(7), 135	District Judge – 1 and Addl. Session Judge Pune	Union of India MCA ROC, Pune	7/2023
Under Companies Act 2013, Under Section 86, 77	Civil Judge J.D. and J.M.F.C Pimpri	Union of India MCA ROC, Pune	4303/2022

We are of the opinion that Company Should develop 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 31/03/2023

- i) Regola Bio-Chemical Pvt. Ltd - ₹ 401.75 lakhs out of Rs.401.75 lakhs during FY 2022-23 received Rs.202.53 lakhs & in the financial year 2023-24 i.e. up to the date of our audit report received Rs.199.22 lakhs.
- ii) Advance to Farmers - ₹ 462.82 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 including financial reporting.

(b) We have considered the reports of the Internal Auditors 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 has been 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 to give 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: 04/09/2023

UDIN : 23112050BGWLSP3232

“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, 2023 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, 2023, 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: 04/09/2023

UDIN : 23112050BGWLSP3232

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-2023**

₹ in Lacs

Particulars	Note No.	As at 31-Mar-2023		As at 31-Mar-2022	
I. EQUITY AND LIABILITIES					
1 Shareholders' Funds			14,740.79		13,113.72
(a) Share Capital	2.1	2,221.41		2,221.41	
(b) Reserves and Surplus	2.2	12,519.38		10,892.31	
2 Share Application money pending allotment					
3 Non-Current Liabilities			2,111.07		2,085.85
(a) Long-Term Borrowings	2.3	2,111.07		2,085.85	
4 Current Liabilities			16,861.03		23,965.03
(a) Short-Term Borrowings	2.5	12,060.72		13,310.88	
(b) Trade Payables	2.6	1,621.45		7,065.89	
(c) Other Current Liabilities	2.7	1,922.59		2,232.86	
(d) Short-Term Provisions	2.8	1,256.27		1,355.41	
Total			33,712.89		39,164.61
II. ASSETS					
1 Non-Current Assets			13,850.20		13,525.54
(a) Fixed Assets	2.9	13,502.09		13,140.74	
(i) Property, plant and equipment		13,502.09		13,140.74	
(ii) Property, plant and equipment and Intangible assets		-		-	
(b) Non-Current Investments	2.10	92.40		82.35	
(c) Deferred Tax Assets (Net)	2.4	68.88		65.60	
(d) Other Non-Current Assets	2.11	186.82		236.86	
2 Current Assets			19,862.70		25,639.07
(a) Inventories	2.12	15,952.88		19,716.07	
(b) Trade receivables	2.13	1,729.75		1,181.24	
(c) Cash and Cash Equivalents	2.14	1,276.71		3,961.73	
(d) Short-Term Loans and Advances	2.15	903.37		780.03	
Total			33,712.89		39,164.61
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: 04/09/2023

UDIN : 23112050BGWLSP3232

P.A.Raut
Chairman & Managing Director**V.R.Raskar**
Executive Chairman**D.M.Raskar**
Chief Executive 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-2023

₹ in Lacs

Particulars		Note No.	As on 31-Mar-2023		As on 31-Mar-2022	
I	Revenue from Operations					
	Revenue from Operations	2.16		38,444.07		36,907.29
II	Other Income	2.17		69.20		57.68
III	TOTAL INCOME (I + II)			38,513.27		36,964.96
IV	EXPENSES			36,143.48		35,396.19
	Cost of Materials Consumed	2.18	24,604.88		24,871.20	
	Purchases of Stock-in-Trade	2.19	-		178.00	
	Changes in Inventories of traded goods	2.20	0.16		3.77	
	Changes in Inventories of Finished Goods	2.21 (a)	3,746.52		2,570.82	
	Changes in Inventories of work-in-progress	2.21 (b)	23.90		165.03	
	Employee Benefit Expenses	2.22	1,635.95		1,543.45	
	Finance Costs	2.23	808.95		1,473.62	
	Depreciation and Amortization Expenses	2.24	931.92		971.37	
	Other Expenses	2.25	4,391.20		3,618.93	
	TOTAL EXPENSES			36,143.48		35,396.19
V	Profit before Exceptional and Extraordinary Items and Tax (III-IV)			2,369.79		1,568.77
VI	Exceptional Items			-		-
VII	Profit before Extraordinary Items and Tax (V-VI)			2,369.79		1,568.77
VIII	Extraordinary Items	2.26		-		1,884.15
IX	Profit Before Tax (VII-VIII)			2,369.79		3,452.92
X	Tax Expense			454.38		627.36
(1)	Current Tax		457.66		685.30	
	Less:MAT Credit Entitlement		43.61		82.01	
	Net Current Tax		414.05		603.29	
	Tax provision for earlier years written back		-		0.00	
(2)	Deferred Tax		(3.29)		(57.95)	
XI	Profit/(Loss) for the period from Continuing Operations(IX-X)			1,915.41		2,825.57
XII	Profit(Loss) for the Period (IX-X)			1,915.41		2,825.57
XIII	Appropriation			505.04		380.95
	Proposed Dividend on Equity Shares		272.32		226.93	
	Proposed Dividend on Preference Shares		54.43		54.43	
	Income Tax Paid / MAT excess provided		59.81		-	
	Transfer to General Reserve		118.49		78.44	
	Corporate Social Responsibility Expenditure		-		21.15	
	Transfer to Balance Sheet			1,410.37		2,444.62
IX	Earnings per Equity Share					
1	Basic			123.01		183.17
2	Diluted			123.01		183.17

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: 04/09/2023
UDIN : 23112050BGWLS3232

P.A.Raut
Chairman & Managing Director

D.M.Raskar
Chief Executive Officer

V.R.Raskar
Executive Chairman

P.V.Naikwadi
Company Secretary

SHREENATH MHASKOBA SAKHAR KARKHANA LTD
S.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 Lacs

S.R.	Particulars	As on 31.03.2023		As on 31.03.2022	
A	CASH FLOW FROM OPERATING ACTIVITIES:-				
	Net Profit/(Loss) before Tax & Exceptional Items		2,369.79		1,568.77
	<i>Adjustments for :</i>		1,899.93		2,407.87
	Depreciation and Amortization of Expenses	931.92		971.37	
	Loss of Asset	179.07		-	
	Dividend Income	(4.01)		(2.48)	
	Interest Income	(17.62)		(13.48)	
	Bad Debts	1.61		-	
	Corporate Social Responsibility Expenditure	-		(21.15)	
	Finance Cost	808.95		1,473.62	
	Operating profit before working capital changes		4,269.71		3,976.65
	<i>Adjustments for (increase)/decrease in operating assets</i>		(2,480.52)		4,619.75
	(Increase) / Decrease in trades receivables	(548.51)		538.20	
	Increase / (Decrease) in trades payable	(5,444.44)		380.61	
	(Increase) / Decrease in inventories	3,763.19		2,720.57	
	(Increase) / Decrease in Other Current & Non Current Assets	50.04		120.23	
	(Increase) / Decrease in Short-Term Loans and Advances	(123.33)		380.73	
	Increase / (Decrease) in Other Current Liabilities	(310.27)		501.08	
	Increase / (Decrease) in Short-Term Provisions	132.81		(21.67)	
	Cash Generated from / (used in) operations		1,789.20		8,596.39
	Tax expenses		(581.56)		(109.88)
	Cash flow before exceptional and extraordinary items		1,207.63		8,486.51
	Exceptional / extraordinary items		129.59		1,884.15
	NET CASH FLOW FROM OPERATING ACTIVITIES		1,337.22		10,370.66
B	CASH FLOW FROM INVESTMENT ACTIVITIES:-				
	Capital Expenditure on Fixed Assets	(144.76)		(281.41)	
	WIP	(1,374.51)		(804.43)	
	Acquisition of Non-Current Investments	(10.05)		(1.00)	
	Dividend Income	4.01		2.48	
	Interest Income	17.62		13.48	
	NET CASH USED IN INVESTING ACTIVITIES		(1,507.68)		(1,070.87)
C	CASH FLOW FROM FINANCING ACTIVITIES:-				
	Finance Cost	(808.95)		(1,473.62)	
	Dividend & Dividend Tax Paid	(281.36)		(205.71)	
	Proceeds from long term borrowings	1,350.00		400.00	
	Repayment of long-term borrowings	(1,375.21)		(1,862.85)	
	Long Term Installment-Next Year	(148.89)		(42.27)	
	Net Increase / (Decrease) in Short-Term Borrowings	(1,250.15)		(3,721.74)	
	NET CASH FROM FINANCING ACTIVITIES		(2,514.56)		(6,906.19)
	NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)		(2,685.03)		2,393.60
	CASH & CASH EQUIVALENTS - OPENING BALANCE		3,961.73		1,568.14
	CASH & CASH EQUIVALENTS - CLOSING BALANCE		1,276.71		3,961.73

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: 04/09/2023

P.A.Raut
Chairman & Managing Director

V.R.Raskar
Executive Chairman

D.M.Raskar
Chief Executive Officer

P.V.Naikwadi
Company Secretary

Notes forming part of the Financial Statements for the year ended 31st March 2023.**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 ₹ 35,01,16,841/- was substituted by the revalued amount of ₹ 1,24,89,53,000/- and the resultant increase was credited to Revaluation Reserve A/c.

During the financial year company has undertaken Expansion of Distillery 120 KLPD project. Total cost incurred on this project is Rs.14,71,68,078.01. Project is not completed since 31.03.2023. Also the CBG project which was undertaken in F.Y. 2021-22 is not completed since 31.03.2023 and the cost incurred on this project is Rs.7,05,00,921.00. Hence shown as a Capital WIP in financial statements of 31.03.2023. All costs incurred including interest on Loan taken for project is shown as Capital WIP.

During the financial year, the digester of the distillery department of the Company has got damaged due to major accident on 03/12/2022. The Company has taken necessary steps for lodging the insurance claim with ICICI Lombard. Other necessary legal requirements of intimating the incidence to the concerned authorities have also been complied by the Company. The original cost of the said digester as per the records is 378.21 Lakhs. The depreciated value as of date 03/12/2022 of said digester is Rs.210.45. After consideration of revaluation reserve appearing in books of accounts of Company in respect of this digester resulted loss of Rs.179.07 lakhs has been recognised and debited to P&L Account. Due to this accident performance of the distillery unit is hampered and projected CBG unit could not be made operational at the scheduled date of project start.

Capital Work-in-Process (WIP)	To be completed in			
	Less than 1 year	1-2 years	2-3 year	more than 3 years
CBG Project (10 MT)	669.34	804.43	-	-
Distillery Expansion (120 KLPD)	705.17	-	-	-

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.

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

There are no prior period and extra ordinary items during the financial year.

1.7 Government grants and assistance

- 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 Rs.46.22 lakhs is received towards packaged scheme incentive and Rs. 83.37 lakhs is received towards interest subvention.
- b) Government grants received relating to revenue operations are recognised as income of the related year. During the financial year no government grants related to revenue operations is received.

1.8 Foreign currency transactions

During the financial year 2022-23, 287010 qtls. Sugar was Deemed Export & Revenue of ₹ 97,84,99,150/- (in Indian Rupees) was generated from the Deemed Export.

1.9 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 Rs.400980 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.

1.10 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.

1.11 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.

1.12 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.

1.13 Expenses

All the expenses are accounted for on accrual basis.

1.14 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 Rs.12020418/- and on Distillery 120 KLPD project amounting to Rs.15247/- has been capitalised.

1.15 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.

1.16 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.

1.17 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. As on 31/03/2023 outstanding MAT credit amount is Rs.167.39 lakhs.

1.18 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.

1.19 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. The Company has already undertaken CBG project. However same is under development. 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(H) for the year ended 31/03/2023.

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".

1.20 Provisions, Contingent Liabilities and Contingent Assets

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.

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

a. Ratios

S.No.	Ratio	Current Year	Previous Year	Varaince	Reason
(a)	Current Ratio	1.18	1.07	10%	-
(b)	Debt-Equity Ratio	3.61	5.01	-28%	Due to Repayment of Loan
(c)	Debt Service Coverage Ratio	1.86	1.95	-5%	-
(d)	Return on Equity Ratio	0.25	0.44	-43%	Decrease in Profit
(e)	Inventory turnover Ratio	1.48	1.32	12%	-
(f)	Trade Receivables Turnover Ratio	26.41	25.45	4%	-
(g)	Trade Payables Turnover Ratio	6.68	4.17	60%	Reduce Trade Payables
(h)	Net Capital Turnover Ratio	4.11	4.72	-13%	-
(i)	Net Profit Ratio	6.16	9.36	-34%	Decrease in Profit
(j)	Return on Capital Employed	18.86	32.41	-42%	Decrease in Profit
(k)	Return on Investment	17.43	26.11	-33%	Decrease in Profit

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	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 - Rs.1,00,000/- 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 - Rs.1,00,000/- 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 - Rs.1,00,000/-

	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 - Rs.1,00,000/- 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 - Rs.50,000/- Held in Name of - Zurunge Pandurang Bapu Period held indicate range where applicable - 30/08/2010
6	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 - Rs.50,000/- Held in Name of - Zurunge Laxman Bapu Period held indicate range where applicable - 30/08/2010
7	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 - Rs.50,000/- Held in Name of - Zurunge Parashram Bapu Period held indicate range where applicable - 30/08/2010
8	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 - Rs.50,000/- Held in Name of - Zurunge Sitaram Bapu Period held indicate range where applicable - 30/08/2010
9	Description of Property - Gat No.60 Villege - 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 - Rs.2,00,000/- Held in Name of - Kadam Ganesh Maruti, Shinde Parvatibai Pandurang. Kadam Shankar Ganpat & Kadam 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 Gross Carrying Value - Rs.2,50,000/- 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 Gross Carrying Value - Rs.2,00,000/-

	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) 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 Gross Carrying Value - Rs.3,00,000/- Held in Name of - More Sandip Devu, More Santosh Anaji, More Sachin Anaji, More Vaman Dhondbarao, More 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 120.00 Crore for its sugar production activity from Pune District Central Co-Operative Bank Ltd. 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 Rs.5.40 crores out of total sanction limit of Rs.54.00 crores for 120 KLPD Distillery project under consortium finance in which lead bank is Janseva Sahakari Bank Ltd, Hadapsar, Pune. Total outstanding amount of this loan is Rs.5.40 crores. This term loan has been utilised for long term purposes for which same was availed.

During the financial year company has availed Rs.10.00 Lakhs out of total sanction limit of Rs.10.00 Lakhs for purchase of Mahindra Bolero from Shreenath Mhaskoba Credit Co-Operative Society Ltd, Patethan, Pune. Total outstanding amount of this loan is Rs.9.35 Lakhs. This term loan has been utilised for purchase of Vehicle purposes for which same was availed.

2. Working Capital Loan

During the financial year PDCC bank has sanctioned Rs.120 cr pledge CC limit against security of sugar stock. The maximum outstanding amount during the year was Rs.106.59 cr. The said short term facility was utilised for which the same was sanctioned.

During the financial year PDCC bank has sanctioned Rs.20 cr in the month of Jun-22 preseasonal loan against security of sugar stock. The maximum outstanding amount during the year was Rs.7.50 cr and the outstanding as on 31/03/2023 is Rs 0. The said short term facility was utilised for which the same was sanctioned." Said Loan is closed during the financial year.

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 - 713.74
Investment - 92.4
Loans - Nil

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

Outstanding amount in lakhs
Retention Money (including security deposit) - 1682.16
Long Term Loans - 2111.07
Short Term Loans - 12060.73

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 Rs.90,48,074/- is unrecoverable since this company declared insolvent by the NCLT.

g. The Company has registered all charges with ROC except charge of loan of Shreenath Mhaskoba Credit Co-Op Soc. Ltd of Rs.10.00 lakh taken on Aug-2022 for purchase of vehicle.

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.

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, Rs.3882651.25

b. amount of expenditure incurred, Rs.4287522.45

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

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 Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
	Number of Shares	Amount	Number of Shares	Amount
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	-	-	-	-
Shares bought back during the year	-	-	-	-
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	-	-	-	-
Shares Redeem during the year	-	-	-	-
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	6,571	328.55
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
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.

h) Shareholders holding more than 5% of Share

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
	Number of Shares	Amount	Number of Shares	Amount
Preference Share Holder (₹100000/-each)-%				
Babanrao Sopanrao Gaikwad - 9.48%	36	36.00	36	36.00
Vandana Babanrao Gaikwad - 5.79%	22	22.00	22	22.00
Madhav Pandurang Raut - 7.11%	27	27.00	27	27.00
Pandurang Abaji Raut - 5%	19	19.00	19	19.00
Punam Madhav Raut - 8.69%	33	33.00	33	33.00
Hema Vikas Raskar - 8.69%	33	33.00	33	33.00
Vikas Ramchandra Raskar - 8.95%	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	21,500.00	1.82	-
Raskar Vikas Ramchandra	47,582.00	3.81	-
Gaikwad Babanrao Sopanrao	31,137.00	3.02	-
Karpe Mahesh Sambhajirao	14,787.00	0.67	-
Sasane Yogesh Dattatray	24,700.00	2.09	-
Bhujbal Anil Jaywantrao	7,375.00	0.33	-
Karanje Hemant Sambhajirao	8,715.00	0.39	-
Badhe Anil Laxman	10,062.00	0.45	-
Shinde Kisan Dinkar	6,565.00	0.30	-
Raut Madhav Pandurang	19,474.00	2.09	-
Memane Bhagwan Dashrath	100.00	-	-
Shivale Hanumant Baban	100.00	-	-
Tawde Vinod Shreedhar	35,056.00	1.70	-
Kadam Pandurang Tukaram	9,046.00	0.41	-
Fulsundar Sitaram Bhausahab	6,362.00	0.29	-
Chakankar Dattatray Kondiba	10,125.00	0.46	-
Dhamdhare Ankushrao Balbhima	13,092.00	0.59	-
Kendre Satish Patloba	13,526.00	0.61	-
Abnawe Shrihari Sonaba	11,616.00	0.52	-
Ambekar Dattatray Baburao	6,950.00	0.31	-
Bhumkar Dattatray Ramchandra	6,454.00	0.29	-
Bankar Rajesh Nivruti	7,975.00	0.36	-
Kachare Raghunath Mhaskoji	8,875.00	0.40	-
Kamthe Shivaji Maruti	8,121.00	0.37	-
Kadam Shrikant Laxman	4,550.00	0.20	-
Landge Pradeep Dattatray	34,500.00	1.55	-
Jadhav Dasharath Dinkar	6,960.00	0.76	-
Tilekar Bhagwan Vitthal	5,775.00	0.26	-
Mhetre Shilpa Sandeep	8,375.00	0.38	-
Raskar Krishnakant Vasant	6,233.00	0.28	-
Charwad Ravindra Balasaheb	16,396.00	0.74	-
Dangat Sangram Gansham	1,500.00	0.07	-
Hanamghar Sandeep Raghunath	6,250.00	0.28	-
Gurgule Arun Pandurang	19,250.00	0.87	-

Darekar Mukund Sadashiv	4,283.00	0.19	-
Bhujbal Ravindra Dnyaneshwar	5,300.00	0.24	-

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 Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
	Number of Shares	Amount	Number of Shares	Amount
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	-	-	-	-

2.2. Reserves and Surplus

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
a) Revaluation Reserve		3,965.03		3,996.41
Balance as per last account	3,996.41		3,996.41	
Add : Revaluation Current Year	(31.37)		-	
b) General Reserve		497.58		379.09
Balance as per last account	379.09		300.65	
Add: Transfer from Surplus in the Statement of Profit and Loss	118.49		78.44	
c) Capital Redemption Reserve		493.04		493.04
d) Development Reserve				
e) Capital Reserve		224.19		94.60
f) Surplus in the Statement of Profit and Loss		7,339.54		5,929.17
Balance as per last account	5,929.17		3,484.56	
Less : Earlier year MAT Written Off	-		0.00	
Add: Profit for the year/period	1,410.37		2,444.62	
Total		12,519.38		10,892.31

i) Revaluation reserve has been credited with ₹ 39,96,40,740/- 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 Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Secured				
Term Loans				
From banks		3,512.53		3,636.20
PDCC - Soft Loan New	617.19		1,110.94	
Consortium Finance Account-Expansion	-		21.94	
JSB - Distillery Consortium Loan	-		271.53	
JSB - Distillery Expansion Loan	654.53		965.86	
JSB - Machinery	637.61		139.14	
Vehicle Loan	9.35		-	
Consortium Finance Account-CBG	1,088.61		401.64	
JSB - Expansion Consortium	505.23		725.15	
Less : Installment-Next Year		1,401.46		1,550.35
Total		2,111.07		2,085.85

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, CBG, 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 Lacs

Name of the banks / entities	Amount outstanding as on 31st March, 2023	Rate of interest	Repayment of loan installment amount	Repayment of loan interest amount
A. JSB-Expansion Consortium	505.23	11.25%		
F.Y. 2023 - 2024			309.94	68.20

F.Y. 2024 - 2025			288.00	34.56
F.Y. 2025 - 2026			149.15	5.13
B. Janseva Sah.Bank Ltd.-CBG	1,088.61	11.75%		
F.Y. 2023 - 2024			240.00	112.34
F.Y. 2024 - 2025			240.00	85.34
F.Y. 2025 - 2026			240.00	58.34
F.Y. 2026 - 2027			240.00	31.34
F.Y. 2027 - 2028			128.61	5.79
C. SMCOP SOC.-Vehicle Loan	9.35	12.00%		
F.Y. 2023 - 2024			2.64	0.94
F.Y. 2024 - 2025			2.64	0.64
F.Y. 2025 - 2026			2.64	0.35
F.Y. 2026 - 2027			1.43	0.06
D. JSB Machinery Loan	637.61	11.25%		
F.Y. 2023 - 2024			55.12	61.30
F.Y. 2024 - 2025			595.27	25.48
E. PDCC Soft Loan	617.19	11.00%		
F.Y. 2023 - 2024			493.76	43.20
F.Y. 2024 - 2025			123.42	3.09
F. JSB Distillery Expansion	654.53	11.00%		
F.Y. 2023 - 2024			300.00	97.99
F.Y. 2024 - 2025			300.00	64.99
F.Y. 2025 - 2026			300.00	31.99
F.Y. 2026 - 2027			65.85	3.62

2.4. Deferred Tax Liabilities (Net)

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Depreciation		(186.15)		(77.79)
As per Income Tax Act	745.77		893.57	
Less : As per Company Act	931.92		971.37	
Add : Allowable Expenses disallowed last year u/s 40(a)(ia) & 43(b)		53.89		30.25
ISMA & Wisma Fees	0.97		1.14	
H&T Welfare Fund	24.20		-	
Chief Minister Fund	28.72		29.11	
Less : disallowed u/s 40(a)(ia) & 43(b) 36(i)(va)		104.28		177.72
Chief Minister Fund	31.54		28.72	
ISMA & Wisma Fees	0.81		0.97	
H&T Welfare Fund	71.93		148.03	
Total difference as per Income Tax Act and Companies profit		(236.55)		(225.26)
Tax difference on above		(68.88)		(65.60)
Balance as per last account		(65.60)		(7.65)
Net transfer to profit and loss appropriation a/c		(3.29)		(57.95)
Total Deferred Tax Liability		(68.88)		(65.60)

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 Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Loans repayable on demand				
Working capital loans				
<i>From banks</i>		10,659.26		11,760.53
<i>Secured</i>				
PDCC - Pledge CC	10,659.26		11,760.53	
Add : Long Term Installment-Next Year		1,401.46		1,550.35
Total		12,060.72		13,310.88

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.

2.6. Trade Payables

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Total outstanding dues of Micro and Small Enterprises	-	144.01	-	
(i) MSME				
Less than 1 year	141.48		81.43	
1-2 Years	-		(0.48)	
2-3 Years	2.53		0.01	
More than 3 Years	-		-	
(ii) Others				
Less than 1 year	1,582.67		7,055.76	
1-2 Years	(34.57)		5.63	
2-3 Years	5.83		(0.85)	
More than 3 Years	8.29		8.74	
(iii) Other-Disputed				
Less than 1 year	-		-	
1-2 Years	-		(90.48)	
2-3 Years	(90.48)		6.14	
More than 3 Years	6.14		-	
Total outstanding dues of other than Micro and Small Enterprises		1,477.44		7,065.89
Total		1,621.45		7,065.89

2.7. Other current liabilities

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Retention Money		1,682.15		1,807.91
Unpaid salaries and other payroll dues		207.49		398.18
Salary & Wages	149.44		343.71	
Bonus Payable	55.32		51.43	
Patsantha Deduction-RD	0.13		0.21	
Union Fees Payable-Employees	0.18		0.31	
Petrol Allowance Payable	2.06		2.25	
LIC Payable	0.36		0.28	
Statutory remittance		32.95		26.77
TDS-Security Deposit	7.61		8.45	
TDS Payable	7.17		10.10	
TCS Payable	0.07		0.20	

Profession Tax	0.77		0.84	
Provident Fund	13.35		13.62	
Provident Fund-Contractors	0.23		-	
GST	(45.52)		(45.16)	
TDS-Purchases	0.32		0.53	
Unpaid Dividend	48.95		38.20	
Total		1,922.59		2,232.86

2.8 . Short-Term Provisions

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Provision for employee benefits		361.44		307.83
Gratuity	344.96		291.36	
Leave Encashment	16.47		16.47	
Other Provisions		336.51		244.47
Society Deduction	-		15.76	
H&T Annual Fees	-		0.01	
Loan Installment - Employee	0.54		0.81	
Panipatti Deduct	0.05		4.15	
Loan Installment - Employee Bank	2.16		2.22	
Loan-Farmers	1.09		1.09	
Chief Minister Fund	41.46		38.64	
Wisma	1.92		2.05	
H&T Welfare Maharashtra State	195.77		148.03	
Testing Fees	1.16		-	
Harvester Insurance	(0.88)		(0.04)	
Professional Fees	7.16		0.00	
Transport Charges Payable-Ethanol	71.44		27.41	
Electricity Bills	15.50		5.14	
Sugar Cane Scheme	0.49		0.49	
Loan Deduction - Farmer	(3.00)		(3.00)	
Loan Installment - Employee SMCCS	1.66		1.70	
Income Tax / MAT Payable		231.57		521.75
Current Year Tax	457.66		685.30	
Less : MAT entitlement	43.61		82.01	
Less : Advance Tax	150.00		50.00	
Less : TDS	32.48		31.54	
Proposed Dividend & Tax		326.74		281.36
On Equity Shares	272.32		226.93	
On Preference Shares	54.43		54.43	
Total		1,256.27		1,355.41

Dividend & DDT of ₹ 6.93 Lacs 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 Lacs.

2.9 Fixed Assets Schedule

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	639.41	57.56	-	696.96	1,457.45	1,399.89
Buildings - Distillery	567.20	-	-	567.20	110.76	16.23	-	126.99	456.43	440.20
Buildings - Pump	1.20	-	-	1.20	0.02	0.02	-	0.04	1.18	1.16
Leasehold Buildings	-	-	-	-	-	-	-	-	-	-
Plant and Equipment										
Plant and Equipment	6,642.23	128.03	15.04	6,755.21	3,959.13	381.73	-	4,340.86	2,683.10	2,414.35
Plant and Equipment-Co-Gen	2,039.41	-	-	2,039.41	455.80	89.31	-	545.11	1,583.60	1,494.29
Plant and Equipment - Dist.	5,941.77	-	210.45	5,731.32	2,228.86	364.05	-	2,592.92	3,712.90	3,138.40
Electrical Installation	139.51	-	-	139.51	135.18	1.48	-	136.66	4.33	2.85
Furniture and Fixtures										
Furniture and Fixtures	90.04	-	-	90.04	80.29	1.15	-	81.44	9.75	8.60
Furniture and Fixtures - Dist.	0.39	-	-	0.39	0.28	0.04	-	0.32	0.11	0.07
Computer Hard. & Soft-Sugar	57.11	3.80	-	60.91	45.25	5.47	-	50.72	11.86	10.19
Computer Hard. & Soft-Co-Gen	6.00	-	-	6.00	5.70	-	-	5.70	0.30	0.30
Computer Hard. & Soft - Dist.	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	169.28	-	-	169.28	-	-	-	-	169.28	169.28
Land-Pump	16.25	-	-	16.25	-	-	-	-	16.25	16.25
Land - Distillery	619.04	-	-	619.04	-	-	-	-	619.04	619.04
Vehicles										
Vehicles	267.01	12.92	0.50	279.44	185.62	14.88	-	200.49	81.39	78.95
Office Equipment										
Office Equipment	-	-	-	-	-	-	-	-	-	-
Total Tangible Assets	20,190.40	144.76	225.99	20,109.17	7,854.09	931.92	-	8,786.01	12,336.31	11,323.16
Capital Work-in-Progress	804.43	1,374.51	-	2,178.94	-	-	-	-	804.43	2,178.94
Total	804.43	1,374.51	-	2,178.94	-	-	-	-	804.43	2,178.94
Grand Total	20,994.82	1,519.27	225.99	22,288.11	7,854.09	931.92	-	8,786.01	13,140.74	13,502.09

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 digester of the distillery department of the Company has got damaged due to major accident on 03/12/2022. The Company has taken necessary steps for lodging the insurance claim with ICICI Lombard. Other necessary legal requirements of intimating the incidence to the concerned authorities have also been complied by the Company. The original cost of the said digester as per the records is 378.21 Lakhs. The depreciated value as of date 03/12/2022 of said digester is Rs.210.45. After consideration of revaluation reserve appearing in books of accounts of Company in respect of this digester resulted loss of Rs.179.07 lakhs has been recognised and debited to P&L Account. Due to this accident performance of the distillery unit is hampered and projected CBG unit could not be made operational at the scheduled date of project start.

2.10 Non Current Investments

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
	2022-23	2021-22				2022-23	2021-22			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	-
Sampada Sah. Bank Ltd	5.00	-	Sampada Sah. Bank Ltd	Others	1000	500	0	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	-
Janata Sahakari Bank Ltd	5.05	-	Janata Sahakari Bank Ltd	Others	5050	100	0	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	-
Sopnrao Balkrishna Dhasal Agro Products Ltd	1.00	1.00	Sopnrao 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	92.40	82.35									

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

2.11 Other Non-Current Assets

₹ in Lacs

Income Tax		-		-
Add : Advance Tax	150.00		50.00	
Less : MAT / Income Tax Transfer	150.00		50.00	
MAT credit entitlement	-	167.39	-	211.13
Opening Balance	211.13		293.14	
Less:-excess provided last year	0.13		-	
Less : Current year entitlement	43.61		82.01	
Service Tax-Pre-Deposit		4.45		4.45
GST		14.98		21.27
Total		186.82		236.86

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

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
a.Finished goods		13,383.28		16,388.85
Free Sugar	13,383.28		16,388.85	
b.Distillery		1,073.54		1,498.51
RS	691.53		465.56	
Ethanol	286.42		922.04	
IS/TA	12.60		71.07	
Fusel Oil	0.11		0.33	
Sanitizer	-		2.11	
Compost	24.87		37.40	
c.By-Products *		697.12		938.86
Molasses	544.80		714.56	
Bagasse	152.32		224.30	
d.Others		564.59		638.82
RS	2.99		109.70	
Molasses	561.60		529.12	
e.Work-in-Process		-		23.90
RS	-		19.50	
Compost	-		4.40	
f.Stock-in-trade		0.69		0.85
Diesel	0.69		0.85	
g.Stores and Spares Parts @		233.67		226.27
Store Stock	233.67		226.27	
Total		15,952.88		19,716.07

* Valued at net realizable value.

@ Valued at FIFO method

2.13 Trade receivables

Amount in ₹

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Unsecured, Considered Good		1,729.75		1,181.24
Undisputed-Good				
Less than 6 months	617.22		1,465.47	
6 months - 1 year	(1,102.87)		(719.33)	
1-2 years	355.91		-	
2-3 years	665.84		-	
More than 3 years	554.50		-	
Undisputed-Doubtful	-		-	
Less than 6 months	(1.14)		-	
6 months - 1 year	-		-	
1-2 years	-		15.80	

2-3 years	(4.53)		1.05	
More than 3 years	24.51		3.60	
Trade Receivables dues by Directors	-		-	
Less than 6 months	(139.42)		424.42	
6 months - 1 year	313.12		-	
1-2 years	(47.12)		-	
2-3 years	232.79		-	
More than 3 years	260.93		-	
Other trade receivables	-		(9.77)	
Total		1,729.75		1,181.24

2.14 Cash and Cash Equivalents

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Balances with banks		1,275.00		3,959.48
On current accounts	953.49		3,695.19	
Fixed Deposits	321.52		264.30	
Cash on hand		1.70		2.25
Total		1,276.71		3,961.73

2.15 Short-Term Loans and Advances

₹ in Lacs

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
Security Deposits		68.50		61.28
Other loans and advances				
Advance to suppliers and others		713.73		610.31
Advance-Farmers	649.04		557.85	
Advance-Staff	6.59		7.80	
Advance-Land	15.50		15.50	
Advance-Suppliers	42.60		29.17	
Cenvat, Vat and other taxes/duties		67.37		67.37
VAT	67.37		67.37	
Prepaid expenses		49.71		39.08
Others		2.14		1.99
Stationery Stock-Sugar	1.20		1.02	
Stationery Stock-Dist	-		0.02	
Ghodganga Sakhar Karkhana	0.95		0.95	
TDS (Tax Deducted at Source)		0.63		-
TDS-Fixed Deposit (Bank)	1.64		5.64	
TDS-MSEDCL	-		0.13	
TDS-Bharati Airtel Ltd	-		0.01	
TDS-Shri Sant Tukaram SSK Ltd	0.47		0.16	
TCS-Purchases-u/s 206CR	2.24		0.74	
TDS-SALE-206C (1H)- ABOVE 50 LAKHS	28.75		24.87	
Less-Transfer to Income Tax	32.48		31.54	
Dividend Receivable		1.28		-
Total		903.37		780.03

2.16. Revenue from Operations

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Sale of goods (Net)		26,922.09		25,171.35
Sugar	24,801.88		23,501.86	
Power	1,287.02		1,388.96	
Molasses	444.00		0.92	
Bagasse	329.14		264.18	
Store Spares	19.24		3.00	
Power-Other than MSEDCCL	22.81		10.46	
Trading Income-Co-Gen	15.50		-	
Water	0.80		1.98	
Steam	1.71		-	
Other Operating Revenues		181.57		104.53
Pressmud	0.01		-	
Ash	6.86		8.12	
Sales relating project management services	55.10		32.24	
Chemical	12.89		26.02	
Chemical-Fertilizer	7.68		-	
Wood	0.27		-	
Scrap	98.75		38.15	
Traded Goods		-		186.15
Diesel	-		186.15	
Distillery Unit		11,340.41		11,445.26
Ethanol	5,787.71		6,443.26	
Ethanol-Syrup	4,442.26		4,657.16	
Relief-B Heavy Ethanol	66.42		-	
Relief-Sugar Syrup Ethanol	39.92		-	
Crotonaldehyde	21.45		19.23	
IS (Impure Spirit)	-		18.96	
RS (Rectified Spirit)	716.48		55.02	
Compost	145.04		118.74	
Co2	119.58		124.87	
Sanitizer	0.41		7.94	
Crystal Voilet	-		0.00	
Denatonium Sacharde	0.26		0.03	
Fusion Oil	0.88		0.05	
Revenue from operations (Net)		38,444.07		36,907.29

2.17. Other income

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Interest & Dividend income		21.63		15.96
Interest on Deposits	14.78		13.48	
Interest-Others	2.84		-	
Dividend Income-Bank Shares	4.01		2.48	
Sugar Unit		46.05		39.83
Hire Charges-Tyregadi	28.98		28.65	
Other Income	16.67		10.30	
Other Deduction-H&T	0.36		0.85	
Weighbridge Fees	0.04		0.03	
Distillery Unit		1.51		1.89
Lease-Land (New Project)	0.81		0.02	

Penalty	0.70		1.87	
Total		69.20		57.68

2.18. Cost of Materials Consumed

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Cost of Material Consumed		24,604.88		24,871.20
Sugar Cane	24,604.88		24,871.20	
Total		24,604.88		24,871.20

2.19. Purchases of Trade Goods

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Purchases of Stock-in-Trade		-		178.00
Diesel	-		178.00	
Total		-		178.00

2.20. Changes in Inventories

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Stock-in-Trade-Diesel		0.16		3.77
-Opening Balance	0.85		4.62	
Less : Closing Balance	0.69		0.85	
Total		0.16		3.77

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

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Finished goods - Sugar				
-Opening Balance		16,388.85		17,915.80
Free Sugar	16,388.85		17,915.80	
-Less : Closing Balance		13,383.28		16,388.85
Free Sugar	13,383.28		16,388.85	
Total (A)		3,005.58		1,526.95
By Products				
-Opening Balance		938.86		735.86
Molasses	714.56		564.06	
Bagasse	224.30		171.80	
-Less : Closing Balance		697.12		938.86
Molasses	544.80		714.56	
Bagasse	152.32		224.30	
Total (B)		241.74		(203.00)
Others				
-Opening Balance		638.82		1,224.55
RS	109.70		682.45	
IS/TA	-		7.24	
Syrup	-		91.50	
Molasses	529.12		443.36	
-Less : Closing Balance		564.59		638.82
RS	2.99		109.70	
Molasses	561.60		529.12	
Total (D)		74.23		585.73

Distillery Unit				
-Opening 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	
-Less : Closing Balance		1,073.54		1,498.51
Syrup	58.00		-	
RS	691.53		465.56	
Ethanol	286.42		922.04	
IS/TA	12.60		71.07	
Fusel Oil	0.11		0.33	
Sanitizer	-		2.11	
Compost	24.87		37.40	
Total (E)		424.97		661.14
Total		3,770.42		2,735.85

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

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

2 . 22 . Employee Benefit Expenses

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Salaries and Wages		1,410.24		1,361.73
Salaries and Wages-Factory	959.00		924.71	
Salaries and Wages-Office	216.65		216.05	
Salaries and Wages-Co-Gen	40.13		47.92	
Dist-Salary & Wages Exp.	95.97		82.97	
Salaries and Wages-Pump	-		1.39	
Bonus-Salary	98.49		88.70	
Contribution to Provident Fund and other Funds		77.18		70.91
Gratuity Expenses		53.61		67.19
Staff Welfare Expenses		94.92		43.62
Petrol & Telephone Allowance	9.44		7.56	
Conveyance & Tour Allowance	37.56		3.05	
Hospitality Expenses	8.49		4.94	
Hospitality Expenses-Dist	0.08		0.04	
Hospitality Expenses-Co-Gen	0.02		0.03	
Hotel, Boarding & Lodging Expenses	1.15		0.49	
Medical & Other Welfare Expenses	33.21		27.20	
Director Allowance	4.97		0.30	
Total		1,635.95		1,543.45

2 . 23 . Finance Costs

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Interest Expense				
On Long-term borrowings		321.39		508.36
Sugar Factory	223.51		321.29	
Distillery Unit	97.88		187.07	
On Short-term borrowings		433.55		942.05
Others		54.02		23.21
Loan Relating Expenses	39.02		15.63	
Bank Charges-Dist	8.75		0.03	
Bank Charges	6.20		7.53	
Bank Charges-Co-Gen	0.06		0.01	
Total		808.95		1,473.62

2 . 24 . Depreciation and Amortization Expenses

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Depreciation		931.92		971.37
Sugar Unit	462.27		480.65	
Co-Gen Unit	89.31		73.82	
Diesel Pump	0.02		0.02	
Distillery Unit	380.32		416.88	
Tangible Assets	931.92		971.37	
Total		931.92		971.37

2.25. Other Expenses

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Consumption of stores and spare parts				
-Opening Balance		226.27		207.21
Store Material	226.27		207.21	
Add : Purchases				
Sugar Unit		949.71		953.44
Chemicals	192.30		242.36	
Grease	17.05		12.94	
Oil	20.72		22.99	
Store Spares Consumable	427.84		332.20	
Packing Material	267.60		341.61	
Boiler Wood	1.56		-	
Consumable	-		0.10	
Chemicals-Fertiliser	12.52		-	
CBG	10.11		-	
Spares-Co-Gen	-		1.24	
Distillery Unit		486.23		511.11
Chemicals	197.96		127.09	
Oil	2.22		2.53	
Molasses	96.00		-	
Boiler Wood-Dist	23.59		25.07	
Syrup	114.07		-	
SDS	-		320.77	
Spares	52.39		35.65	
-Less : Closing Balance		233.67		226.27
Store Material	233.67		226.27	
Consumption of stores and spare parts		1,428.55		1,445.49
Payment to Auditors		8.62		6.26
As Auditor for Statutory Audit	3.81		2.25	
As Tax Audit	1.75		0.95	
As Auditor for Internal Audit	1.50		1.50	
For Secretarial Audit	1.56		1.56	
Professional Fees		76.53		34.70
Corporate Social Responsibility (CSR)		42.88		-
Charity & Donation		7.18		4.46
ROC Fees		0.49		0.08
Power and fuel		173.06		177.48
Electrical Bill-Factory	45.69		45.10	
Petrol & Diesel-DG Set	10.15		11.15	
Electrical Bill-Office	33.81		14.81	
Electrical Bill-Dist.	47.05		82.82	
Electrical Bill-Co-Gen	36.36		23.60	
Rent		58.90		42.19
Hire Charge-Room-Distillery	15.73		5.80	
Hire Charges-Other	43.18		36.39	

Repairs to machinery		955.52		604.32
Building & Machinery	653.97		441.64	
Other Repairs-Vehicle	5.61		4.95	
Distillery	209.56		65.42	
Co-Gen	78.62		90.65	
Other Repairs	7.77		1.66	
Insurance		36.09		38.11
Insurance-Manufacturing Related	14.60		16.28	
Insurance-Other	21.49		21.83	
Rates and taxes (excluding taxes on income)		16.46		34.19
GST Paid	9.31		34.14	
Professional Tax	0.03		0.05	
VAT	7.12		-	
Office & Site Expenses		16.57		9.34
Office Expenses	13.29		7.67	
Site Expenses	3.25		1.25	
Office Expenses-Dist	0.03		0.42	
Advertisement Expenses		38.13		14.13
Legal Fees		169.37		234.98
Govt Permission & License Exp-Factory	137.81		137.85	
Govt Permission & License Exp-Distillery	30.64		20.39	
Govt Permission & License Exp-Factory FY 20-21	-		76.23	
Govt Permission & License Exp-Co-Gen	0.92		0.51	
Telephone Expenses		3.42		2.39
Labour Charges Paid		608.73		578.78
Labour Charges-Factory	286.74		226.51	
Labour Charges-Distillery	74.17		132.71	
Sugar Cane H&T Relating Labour Charges	247.82		219.55	
Other Admin Expenses		632.81		355.66
Petrol & Diesel	44.69		20.84	
Petrol Pump-Expenses	-		0.23	
Function & Festival Expenses	21.81		2.12	
Postage, Telegram, Fax & Stamp Expenses	0.98		0.98	
Postage, Telegram, Fax & Stamp Expenses-Dist	0.04		0.14	
Inspection Fee-Co-Gen	0.40		0.01	
Other Expenses-Pump	0.35		-	
Printing & Stationery Expenses	6.65		4.68	
Printing & Stationery Expenses-Distillery	0.05		0.06	
Printing & Stationery Expenses-Co-Gen	-		0.02	
Store Packing Expenses	0.25		0.26	
AMC Charges	-		0.25	
Transport Charges Paid	11.82		62.81	
Transport Charges Paid-Distillery	274.19		218.69	
Transport Charges Paid-Distillery-Pressmud	57.64		18.70	
Loss of Asset Damages	179.07		-	
Internet Expenses	6.15		5.86	
Sample Testing Expenses	3.98		1.82	
Co-Gen Admin Exp.	2.36		0.84	
Supervision Charges-Distillery	13.94		13.57	
Commitment Charges	8.21		-	
Distillery Relating Expenses	0.23		3.79	

Miscellaneous expenses		16.19		5.41
Interest, Surcharge & Cess on MAT		-		14.03
Waste to Energy Expenses		51.00		-
Expenses relating to Management Services		48.14		16.93
CBG Project Expenses		2.56		-
Total		4,391.20		3,618.93

2 . 26 . Extraordinary Items

₹ in Lacs

Particulars	For the year ended 31-Mar-2023		For the year ended 31-Mar-2022	
Income		-		1,884.15
Subsidy Received-FRP Payment	-		1,745.52	
Subsidy Received	-		138.63	
Total		-		1,884.15

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 ₹ 1857080.00/- 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 24510956 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 Rs 8,00,000/- each sanction to 100 H&T Contractors of the Company amounting to Rs.8,00,00,000/-. During the period under audit bank guarantee of Rs.25 lakhs is renewed for 2 years for MPCB of Bank of Baroda.
- iv) In respect of A.Y. 2018-19 amount of ₹ 1,85,09,870/- 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 Rs.16,77,057/- during the financial year 2021-22. During the financial year under audit, the Company has not availed ineligible ITC of Co-Generation of Power.

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 Lacs

S.N	Particulars	As at 31-Mar-2023	As at 31-Mar-2022
a)	The principal amount remaining unpaid to suppliers as at the end of accounting year.	144.01	80.96
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 ₹ 167.38707/- 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. Gaikwad Baban Sopanrao
- 3 Mr. Raskar Vikas Ramchandra
- 4 Mr. Raskar Dattaram Maruti
- 5 Mr. Narke Baban Mahadev
- 6 Mr. Naikwadi Pratik Vilas

Designation

- Chairman & Managing Director
Vice Chairman (up to 17/11/2022)
Executive 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. Landage Pradip Dattatray
- 6 Mr. Shinde Kisan Dinkar

- 7 Mr. Badhe Anil Laxman
- 8 Mr. Raut Madhav Pandurang
- 9 Mrs. Kendre Lata Satish
- 10 Mr. Kadam Pandurang Tukaram
- 11 Mr. Memane Bhagwan Dashrath
- 12 Mr. Shivale Hanumant Baban

III Relatives of Director & Key Management Personnel Nature of relationship

- 1 Mr. Shinde Someshwar Dinkar
Brother of Director Mr. Shinde Kisan Dinkar
- 2 Mr. Shinde Tanmay Kisan
Son of Director Mr. Shinde Kisan Dinkar
- 3 Mr. Raskar Raj Sanjay
Brother's Son of Executive Chairman Mr. Raskar Vikas Ramchandra
- 4 Mrs. Raut Subhadra Pandurang
Wife of Chairman & Managing Director Mr. Raut Pandurang Abaji
- 5 Mrs. Narke Shashikala Baban
Wife of Chief Finance Officer Mr. Narke Baban Mahadev
- 6 Mrs. Bhujbal Sangita Anil
Wife of Director Mr. Bhujbal Anil Jaywantrao
- 7 Mrs. Raut Punam Madhav
Wife of Director Mr. Raut Madhav Pandurang
- 8 Mr. Karanje Virdhaval Sambhaji
Son of Director Mr. Karanje Hemant Sambhaji
- 9 Mr. Bankar Rajesh Nivruti
Son in law of Daughters of Chairman & Managing Director Mr. Raut Pandurang Abaji
- 10 Mrs. Bankar Kavita Rajesh
Daughter of Chairman & Managing Director Mr. Raut Pandurang Abaji
- 11 Mrs. Raskar Manisha Sanjay
Brother's Wife of Executive Chairman Mr. Raskar Vikas Ramchandra
- 12 Mr. Raskar Sanjay Ramchandra
Brother of Executive Chairman Mr. Raskar Vikas Ramchandra
- 13 Mrs. Shinde Sima Someshwar
Brother's Wife of Director Mr. Shinde Kisan Dinkar
- 14 Mr. Kedari Sahil Shivaji
Son in law of Executive Chairman Mr. Raskar Vikas Ramchandra
- 15 Mrs. Kedari Neha Sahil
Daughter of Executive Chairman Mr. Raskar Vikas Ramchandra
- 16 Mr. Kadam Laxman Pandurang
Son of Director Mr. Kadam Pandurang Tukaram
- 17 Mr. Kadam Dnyandeo Tukaram
Brother of Director Mr. Kadam Pandurang Tukaram
- 18 Mrs. Shinde Shubhangi Kisan
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.

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

- 2 Regola Bio Chemical Pvt. Ltd.

- Mr. Raut Pandurang Abaji - Chairman & Managing Director
Mr. Raskar Vikas Ramchandra - Executive Chairman
Mr. Gaikwad Babanrao Sopanrao - Vice Chairman
Mr. Bhujbal Anil Jaywantrao - Director

- 3 Nath Bio Chemical Industries PVT. LTD.

- Mr. Shinde Kisan Dinkar - Director
Mr. Narke Baban Mahadev - Chief Finance Officer

- 4 Zenith Bio Chemical Pvt Ltd

- Mr. Karpe Mahesh Sambhajirao - Director

5 Shri Shri Milk Products	Mr. Raut Pandurang Abaji - Chairman & Managing Director
6 Sopanrao Balkrushna Dhasal Agro Product Ltd	Mr. Raut Madhav Pandurang - Director
7 Meghdoot Electric Company	Mr.Karpe Mahesh Sambhajirao - Director
8 Meghdoot Tech Solutions	Mr. Raut Madhav Pandurang - Director
9 Amruta Fly Ash Bricks & Pavar Blocks	Mr. Raut Madhav Pandurang - Director
10 Shree Devram Stone Crusher	Mr. Sasane Yogesh Dattatray - Director
11 Someshwar Vastra Bhandar	Mr. Sasane Yogesh Dattatray - Director
12 Someshwar Petroleum (Diesel)	Mr. Shinde Someshwar Dinkar brother of Director Mr.Shinde Kisan Dinkar
13 Vaibhav Transport	Mrs.Shinde Ratnabai Dinkar mother of Director Mr.Shinde Kisan Dinkar
14 Mahalaxmi Traders	Mr.Kadam Laxman Pandurang Son of Director Mr.Kadam Pandurang Tukaram
15 Vaibhav Bricks	Mr.Kadam Laxman Pandurang Son of Director Mr.Kadam Pandurang Tukaram
16 Kadam Patil Petroleum	Mr.Kadam Laxman Pandurang Son of Director Mr.Kadam Pandurang Tukaram
17 Saptasiddhi Associates	Mr. Sasane Yogesh Dattatray - Director
18 Cybas Agro Neutraceuticals	Mr. Sasane Yogesh Dattatray - Director

V Transactions with Related parties :

₹ in Lacs

Sr. No	Particulars	Key Management Personnel	Enterprise in which Directors has significant influence	Relatives of Director & Key Management personnel
1	Purchase of Goods	64.69	-	-
2	Purchase of Fixed Assets	-	-	2.95
3	Hire Charges	79.76	-	-
4	Other Services	0.32	1,066.61	946.44
5	Sale of Goods	10.80	-	-
6	Remuneration paid / provided	-	-	-
7	Amount received for Shares	-	955.53	2,115.92
8	Advance Paid against Fixed Assets	-	-	-
9	Outstanding Balances as on 31.03.2023			
i)	Payables	61.64	-	-
ii)	Receivables	-	-	-

- 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.

F) Remuneration to Directors (KMP)

₹ in Lacs

a) During the financial year 2022-23 Company has earned a Profit	2,370
b) Salary to Chairman and Managing Director Mr.P.A.Raut	20.14
c) Salary to Executive Chairman Mr.V.R.Raskar	10.02
d) Salary to Vice Chairman Mr.B.S.Gaikwad (up to Nov-2022)	7.77
e) Salary to Company Secretary Mr.P.V.Naikawadi	3.67
f) Salary to Chief Executive Officer Mr.D.M.Raskar	17.20
g) Salary to Chief Finance Officer Mr.B.M.Narake	5.89

G) Remuneration to Auditors

₹ in Lacs

Particulars	2022-23(₹)	2021-22(₹)
Statutory Audit Fees	3.81	2.25
Tax Audit Fees	1.75	1.30
Income Tax Consultation	1.75	1.30
Internal Audit	1.50	1.50
Secretarial Audit	1.56	1.56

H) Segment information as per Accounting Standard-17 on 'Segment Reporting' for 2022-23

- a) The Company has identified Five primary business segments viz. Sugar, Distillery, Petrol Pump, Co-generation and CBG. However CBG unit of the Company is not yet started. 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".

₹ in Lacs

S. N	Particulars	Sugar Division	Distillery Division	Petrol Pump	CBG Division	Co-Gen Division	Subtotal	Elimination	Total
1	2	3	4	5	6	7	8	9	10
1	Segment Revenue								
a	External Turnover	25,721.52	11,395.51	-	-	1,327.04	38,444.07	-	38,444.07
b	Inter Segment Turnover	7,506.74	-	0.22	-	2,835.20	10,342.16	(10,342.16)	-
	Gross Turnover	33,228.26	11,395.51	0.22	-	4,162.24	48,786.24	(10,342.16)	38,444.07
	Net Turnover	33,228.26	11,395.51	0.22	-	4,162.24	48,786.24	(10,342.16)	38,444.07
2	Segment Result								
	Profit / (Loss) Before Tax	(2,195.65)	3,436.36	(0.31)	(12.67)	1,142.05	0.02	-	0.02
	Less : Provision for Tax	-	-	-	-	-	0.00	-	0.00
	Net Profit after Tax	(2,195.65)	3,436.36	(0.31)	(12.67)	1,142.05	0.02	-	0.02
3	Other Information								
	Segment Assets	22,453.81	7,806.70	18.12	1,473.78	2,183.29	33,935.70	-	33,935.70
	Segment Liabilities	22,453.81	7,806.70	18.12	1,473.78	2,183.29	33,935.70	-	33,935.70
	Depreciation	462.27	380.32	0.02	-	89.31	931.92	-	931.92

I) Earnings per share :

S. N.	Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
a)	Profit after tax	1,915	2,826
b)	Amount used as the numerator - (A) Profit available to Equity Share holders	1,861	2,771
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)	123.01	183.17

J) QUANTITATIVE DETAILS

₹ in Lacs

Sr. No.	Product	Unit	2022-23		2021-22	
			Qty	Value	Qty	Value
a)	Raw Material Consumed :					
i)	Sugarcane	M.T.	7,19,313	24,604.88	7,18,004	24,871.20
ii)	Bagasse	M.T.	1,55,669	2,701.97	1,94,860	2,191.73
iii)	Molasses	M.T.	33,607	2,688.56	36,306	2,876.54
b)	Stock of Raw Material					
i)	Sugarcane	M.T.	-	-	-	-
ii)	Molasses	M.T.	6,810	544.80	8,932	714.56
iii)	Bagasse	M.T.	8,465	146.93	12,868	221.57
iv)	Ash	M.T.	-	-	-	-
v)	Pressmud	M.T.	-	-	-	-

Sr. No.	Product	Unit	Opening Stock		Production Qty	Purchase Qty	Conversion of partly process stock Qty	Intr. & Own Consumption Qty	Sale		Closing Stock	
			Qty	Value					Qty	Value	Qty	Value
c)	Finished Goods		(Installed Capacity - 4500 TCD)									
1	Sugar	Qtl.	5,11,307	16,330.95	6,31,615	-	-	-	7,38,262	24,801.88	4,04,660	13,383.28
2	Sugar-WIP	Qtl.	1,850	57.91	-	-	-	1,850	-	-	0.00	-
3	Molasses	M.T	8,932	714.56	35,485	-	-	33,607	4,000	444.00	6,810	544.80
4	Syrup	M.T	-	-	25,050	-	-	25,050	-	-	-	-
5	Syrup-WIP	M.T	150	19.50	-	-	150	-	-	-	-	-
6	Baggase	M.T	12,868	221.57	1,96,926	-	-	1,85,407	15,922	281.85	8,465	146.93
7	Beld-Bagasse	M.T	185	2.73	5,523	-	-	186	5,101	47.28	421	5.39
8	Ash	M.T	-	-	9,455	-	-	1,733	7,722	6.86	-	-
9	Pressmud	M.T	-	-	29,057	-	-	29,053	4	0.01	-	-
d)	Electricity (10 M.W. TG Set)											
1	Electricity	kwh	-	-	4,53,78,320	9,78,301	-	2,55,09,126	2,08,47,495	1,309.83	-	-
e)	Finished Goods		(Installed Capacity - 55000 KLPD)									
1	Rectified Spir	Ltr	11,97,226	465.56	1,69,12,479	-	15,195	1,47,00,240	13,94,800	716.48	19,99,470	691.53
2	Rectified Spir	Ltr	2,82,103	109.70	-	-	90,832	1,82,634	-	-	8,637	2.99
3	Impure Spirit	Ltr	1,82,754	71.07	7,75,905	-	9,19,050	3,164	-	-	36,445	12.60
4	Ethanol	Ltr	23,71,082	922.04	1,35,86,253	-	16,695	14,85,024	1,66,37,715	10,229.97	7,87,949	286.42
5	Fusion Oil	Ltr	2,350	0.33	600	-	-	-	2,200	0.88	750	0.11
6	Molasses	M.T	6,614	529.12	-	1,200	33,607	34,401	-	-	7,020	561.60
7	Syrup	M.T	-	-	-	1,174	25,050	25,508	-	-	716	58.00
8	Sanitizer	Ltr	469	2.11	-	-	-	-	469	0.41	0	-
9	Compost	M.T	6,804	37.40	23,625	-	-	-	25,974	145.04	4,455	24.87
10	Compost-WIF	M.T	800	4.40	-	-	-	800	-	-	-	-
f)	Trading											
1	Diesel	Ltr	922	0.85	-	-	-	220	-	-	703	0.69