



U.C. MAJUMDAR & CO
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT
To the Members of Moheema Limited.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Moheema Limited ('the Company'), which comprise the balance sheet as at 31st March 2021, the statement of profit and loss for the year and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('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 31st March 2021 and its Loss for the year ended on that date.

Basis for Opinion

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

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 and presentation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the



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going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure "A", a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the balance sheet, the statement of profit and loss, and the Cash Flow Statements dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) on the basis of the written representations received from the directors as on 31st March, 2021 taken as record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of section 164(2) of the Act.
 - f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B.



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- g) 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 litigation on its financial position in its financial statements
 - ii) the Company has made provision as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii) there has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection fund by the Company.

November 30: 2021

Guwahati-781001

U C MAJUMDAR & CO
Chartered Accountants:
FRN 304066E

S. Bhowmick

Partner

M No 058866

UDIN: 22058866AAAA BX 6420



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Chartered Accountants

Annexure "A" to the Independent Auditors' Report
(Referred to in paragraph (3) thereof)

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2021, we report that:

- i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
c) The title deeds of immovable properties are held in the name of the Company
- ii) a) The Management has conducted physical verification of inventory at reasonable intervals
b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of the business.
c) The Company has maintained proper records of inventory and no material discrepancies were noted on physical verification
- iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv) The Company has complied with the provisions of section 185 and 186 of the Companies Act 2013 in respect of loans, investments, guarantees and security provided by it.
- v) The company has not accepted any deposits from the public.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- vii) a) The company is regular in depositing undisputed statutory dues including employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, and any other statutory dues with the appropriate authorities except **Provident Fund and Cess on Green Leaf** and the year end liability of the same were ₹ 2,23,59,918.94/- and ₹ 17,17,320 respectively.

According to the records examined by us and information and explanations given to us undisputed dues payable in respect of **Provident Fund ₹ 1,89,90,011.94/- and Cess on Green Leaf ₹**



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17,17,320/- was outstanding as on 31st March,2021 for a period of more than six month from the date they become payable.

- b) According to the information and explanations give to us and the records of the Company examined by us, there are no dues of income-tax, wealth-tax, service tax, customs duty and cess on account to any dispute.
- viii) The Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- ix) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act,1934.
- x) The Company has not raise money by way of initial public offer or further public offer (including debts instruments) and the company did not have any term loan outstanding during the year.
- xi) According to the information and explanations given to us, no material fraud on the company by its officers or employees has been notice or reported during the year.
- xii) Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xiii) The company is not a nidhi company.
- xiv) All transactions entered by the company with the related parties are in compliance with section 177 and 188 of the Companies Act,2013 whether applicable and the details have been disclosed in the Financial Statements etc, as required by the applicable accounting standards.
- xv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xvi) The company has not entered into any non-cash transactions with directors or persons connected with him.

November 30: 2021

Guwahati-781001

U C MAJUMDAR & CO
Chartered Accountants:
FRN 304066E

S. Bhowmick
S Bhowmick

Partner

M No 058866

UDIN: 22058866AAAAEX6420



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Chartered Accountants

Annexure -B to the Auditors' Report

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 Moheema Limited (the Company') as of 31st March,2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company 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). The responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit to Internal Financial Controls over Financial Reporting (the Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act,2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 bases on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risk 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



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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 authorization of the Management of the Company, and (3) provided 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, 2021 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.

November 30: 2021

Guwahati-781001

U C MAJUMDAR & CO
Chartered Accountants:
FRN 304066E

S. Bhownik
Bhownik

Partner

M No 058866

UDIN: 22058866 AAAABX 6420



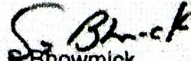
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Chartered Accountants
MOHEEMA LIMITED
Balance Sheet as at 31st March, 2021
Note No.

		31.03.2021	31.03.2020
		₹	₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	1,777,850	1,777,850
(b) Reserves and Surplus	3	49,371,828	57,992,140
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	4	350,358	776,523
(b) Deferred Tax Liabilities (Net)			
(c) Long Term Provisions			
(3) Current Liabilities			
(a) Short-Term Borrowings	5	22,650,143	18,213,110
(b) Trade Payables			
Micro, Small and Medium Enterprises			
Others		5,952,346	6,437,344
(c) Other Current Liabilities	6	72,091,949	62,916,259
(d) Short-Term Provisions	7	30,217,642	33,047,434
Total		182,412,116	181,160,660
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(1) Tangible Assets- Property, Plant and Equipments	8	122,626,139	123,159,241
(2) Capital work in progress-Tangible Assets			
(b) Non-current investments	9	18,255,474	18,255,474
(c) Long Term Loans and Advances			
(2) Current Assets			
(a) Inventories	10	8,203,144	7,512,746
(b) Trade receivables	11	1,746,596	216,120
(c) Cash and cash equivalents	12	3,395,608	1,855,116
(d) Short-term loans and advances	13	28,185,155	30,161,963
Total		182,412,116	181,160,660
Significant Accounting Policies	1		
Notes on Financial Statements	22		

November : 30: 2021

Guwahati-781001.

Per Report annexed
For U C MAJUMDAR & CO.
Chartered Accountants,
Firm Regn. No.304066E


S. Bhownick
Partner
M No 058866
UDIN 22058866AAAA BX 6A20



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Chartered Accountants

MOHEEMA LIMITED

Statement of Profit & Loss for the year ended 31st March,2021

		31.03.2021	31.03.2020
		₹	₹
	Note No		
Revenue from operations	14	85,575,329	91,058,338
Other Income	15	<u>1,165,353</u>	<u>2,670,691</u>
		<u>86,740,682</u>	<u>93,729,029</u>
Expenses			
Cultivation and manufacturing expenses	16	15,609,635	24,368,391
Change in inventory of finished goods	17	891,711	2,344,780
Employee benefits expenses	18	61,887,210	66,914,744
Finance cost	19	1,097,647	1,057,787
Depreciation	20	4,661,174	4,598,241
Other expenses	21	<u>11,213,619</u>	<u>11,654,299</u>
		<u>95,360,996</u>	<u>110,938,222</u>
Loss before tax		-8,620,314	-17,209,193
Tax Provision for earlier years		-	-
Loss after tax		<u>-8,620,314</u>	<u>-17,209,193</u>
Earning per share - basic and diluted		(48.49)	(96.80)

November : 30: 2021

Guwahati-781001.

For U C MAJUMDAR & CO.
Chartered Accountants,
Firm Regn. No.304066E

S. Bhowmick
S. Bhowmick
Partner
M No 058866
UDIN 22058866 AAAABX 6420



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Chartered Accountants

MOHEEMA LIMITED

Cash Flow Statement for the year ended 31/3/2021

	<u>2020-21</u>	<u>2019-20</u>
(A) Cash Flow from opening Activities		
Net Loss	(8,620,313)	(17,209,193)
Adjustments for:-		
Depreciation on Tangible Fixed Assets	4,661,174	4,598,241
Interest Expenses	1,097,647	1,057,767
Interest Received	-	(135,856)
Capital Subsidy	(729,121)	(540,930)
Rent Received	(36,749)	(59,693)
Opening Profit Before working Capital changes	<u>(3,627,362)</u>	<u>(12,289,664)</u>
Changes in Working Capital:-		
Secured Loan (Increase)	(426,165)	3,915,221
Decrease in Trades Payable	(484,999)	(1,603,808)
Increase in Other Current Liabilities	9,175,690	19,570,730
Increase in Short term Borrowings	4,437,033	
Decrease in Provisions	(2,829,792)	2,889,189
Increase in Inventories	(690,398)	1,756,285
Increase in Current Investments	-	-
Decrease in Trades Receivable	(1,530,476)	133,259
Decrease in Loans & Advances	1,976,808	(2,185,007)
Cash Generated from Operation	<u>6,000,339</u>	<u>12,186,205</u>
Interest paid	(1,097,647)	(1,057,767)
	<u>4,902,692</u>	<u>11,128,438</u>
(B) Cash Flow from Investing Activities:		
Purchase / sale in Tangible Fixed Assets	(4,128,072)	(10,243,889)
Dividend Received	-	-
Interest Received	-	135,856
Rent Received	36,749	59,693
Capital Subsidy	729,121	540,930
(C) Cash Flow From Financial Activities:		
Interest Paid	-	-
	<u>(3,362,202)</u>	<u>(9,507,410)</u>
Net Increase in Cash and Cash Equivalent (A+B+C)	1,540,490	1,621,028
Cash & Cash Equivalent at the beginning of the year	1,855,117	234,090
Cash & Cash Equivalent at the end of the year	<u>3,395,607</u>	<u>1,855,117</u>
Change in Cash & Cash Equivalents increase	<u>1,540,490</u>	<u>1,621,027</u>

Note:

- i) The Cash Flow Statement has been prepared under the "Indirect Method" set out in Accounting Standard-3 on "Cash Flow Statement" notified in the Companies (Accounting Standards) Rules, 2006
- ii) Cash and cash equivalents include cash in hand and bank balances on current account. (Refer Schedule 11)
- iii) Figures in brackets indicate Cash outflow.
- iv) Previous year's figures have been regrouped/rearranged, wherever considered necessary to conform to this year's classification
- v) This is the cash flow referred to, in our report of even date.
- In terms of our report of even date attached

For U C MAJUMDAR & CO.
Chartered Accountants,
Firm Regn. No.304066E

S. Bhattacharya
S. Bhattacharya
Partner

M No 058866

UDIN 22058866AAAA BX6420

November : 30: 2021

Guwahati-781001.

1. Significant Accounting Policies

1. Basis of preparation of financial statements

- (a) The financial statements are prepared in accordance with Generally Accepted Accounting Principles (Indian GAAP) under the historical cost convention on accrual basis and on principles of going concern. The accounting policies are consistently applied by the Company. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, till the Standards of Accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 (the 'Act') shall continue to apply. Consequently, these financial statements are prepared to comply in all material aspects with the Accounting Standards notified under sub-section (3C) of Section 211 of the Act [Companies (Accounting Standards) Rules, 2006] and the other relevant provisions of the Companies Act, 2013.
- (b) All assets and liabilities are classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

2. Fixed Assets

- (a) Fixed Assets are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price (net of CENVAT / duty credits availed or available thereon) and any attributable cost of bringing the asset to working condition for its intended use.
- (b) Depreciation on tangible fixed assets has been provided on the Reducing Balance Method as per the useful life prescribed in Schedule II to the Companies Act, 2013.
- (c) The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price and value in use, which is determined by the present value of the estimated future cash flows.
- (d) Cost of the fixed assets that are not yet ready for their intended use at the balance sheet date together with all related expenses are shown under capital work in progress.

3. Revenue Recognition

- (a) Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- (b) Sales are recognized on transfer of significant risks and rewards of ownership which generally coincides with the dispatch of goods. Sales are inclusive of excise duty but net of trade discounts and VAT. However, excise duty relating to sales is reduced from gross turnover for disclosing net turnover.



- (c) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (d) Purchases are inclusive of freight and net of Cervat Credit, trade discount and claims.

4. **Inventories**

Inventories are valued at lower of cost and Net Realisable value. Cost of inventories comprises of material cost, labour & manufacturing overheads incurred in bringing the inventories to their present location and condition.

5. **Investments**

Investments classified as long-term investments are stated at cost. Provision is made to recognize any diminution other than temporary in the value of such investments. Current investments are carried at lower of cost and fair value.

6. **Government Grants**

Government grants are recognized on a prudent basis when there is a reasonable assurance that the Company will comply with the conditions attached thereto and when the grants are received.

Government Grants in the form of promoter's contribution are credited to Capital Reserve. Capital grants relating to specific fixed assets are reduced from the gross value of the respective fixed assets. Government Grants related to revenue are recognized on receipt under "Other Income" in the Profit and Loss Account over the periods to match them with the related costs which they are intended to compensate.

7. **Employee Benefits**

(a) **Defined Contribution Plan:**

Contributions as per the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 towards provident fund and family pension fund are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There is no other obligation other than the contribution payable to the respective funds.

(b) Short-term Compensated Absences are provided for based on estimates.

8. **Borrowing Costs**

(a) Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use.

(b) Other Borrowing costs are recognised as expense in the period in which they are incurred.

9. **Expenditure on new projects and substantial expansion**

Preliminary project expenditure, capital expenditure, indirect expenditure incidental and related to construction/implementation and expenditure on start-up of the project are



capitalized up to the date of commissioning of project to the cost of the respective assets.

10. Project Development Expenses Pending Adjustment

Expenditure incurred during developmental and preliminary stages of the Company's new projects are carried forward. However, if any project is abandoned, the expenditure relevant to such project is written off in the year in which it is so abandoned.

11. Research and Development

- (a) Revenue expenditure on research and development is charged as an expense through the natural heads of accounts in the year in which incurred.
- (b) Expenditure which results in creation of fixed assets is carried as fixed assets and depreciation is provided on such assets.

12. Taxes on Income

Tax expense comprises of current tax and deferred tax.

Current tax is measured at the amount expected to be paid to the tax authorities, computed in accordance with the applicable tax rates and tax laws. In case of tax payable as per provisions of MAT under section 115JB of the Income Tax Act, 1961, deferred MAT Credit entitlement is separately recognized under the head "Loans and Advances". Deferred MAT credit entitlement is recognized and carried forward only if there is a reasonable certainty of it being set off against regular tax payable within the stipulated statutory period.

Deferred tax liabilities and assets are recognized at substantively enacted rates on timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax asset is recognized only to the extent there is reasonable certainty with respect to reversal of the same in future years as a matter of prudence.

13. Provisions / Contingencies

Provision involving substantial degree of estimation in measurements is recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent Liabilities are shown by way of notes to the Accounts in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered not probable.

A Contingent Asset is not recognized in the Accounts.

14. Material Events occurring after Balance Sheet date are taken into consideration.

15. Earning per Share

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding at the year end, except where the results would be anti dilutive.



2 Share Capit

1050000 Equity Shares of Rs.10each
Issued & Subscribed-
177785 Equity Shares of Rs.10 each
called and paid in full

₹	₹
31.03.2021	31.03.2020
<u>10,500,000</u>	<u>10,500,000</u>
<u>1,777,850</u>	<u>1,777,850</u>

Reconciliation of the number of shares outstanding:

Number of shares at the beginning

177,785	177,785
177,785	177,785

Number of shares at the end

The Company has one class of equity shares, having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after liquidation of all preferential accounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The details of shareholders holding more than 5% shares in the company:

	2020-21		2019-20	
	No. of shares	Percentage %	No. of shares	Percentage %
Anant.Saharia	13931	7.84	13931	7.84
Deepika Saharia	10350	5.82	10350	5.82
K.K.Agarwal	21666	12.19	21666	12.19
Diksam Tea Co.Pvt.Ltd	19950	11.22	19950	11.22
Skyview Investments Pvt Ltd	24200	13.61	24200	13.61
Abhinandan Abasan Pvt.Ltd	20000	11.25	20000	11.25
3 Reserves & Surplus:			58,997,016	58,997,016
General Reserve			1,925,413	1,925,413
Capital subsidy			39,608,816	39,608,816
Revaluation Reserve				
Statement of Profit & Loss as per last account	-42,539,104		<u>-51,159,417</u>	<u>-42,539,105</u>
Less: Loss for the year	<u>-8,620,313</u>		<u>49,371,828</u>	<u>57,992,140</u>
4 Long-Term Borrowings			350,358	776,523
ICICI Bank against Vehicle				
5 Short term Borrowings			22,650,143	18,213,110
From Others				
6 Other current liabilities:			72,091,949	62,916,259
Current liabilities			<u>72,091,949</u>	<u>62,916,259</u>
7 Short-term provisions:			1,717,320	2,101,411
Tea cess			22,359,918	20,620,639
Provident Fund			4,879,131	9,026,753
Employee Benefits			721,595	814,641
Taxation(net)			28,391	28,391
Vat Payable			378,452	322,764
Professional Tax Payable			132,835	132,835
Central Sales Tax			<u>30,217,642</u>	<u>33,047,434</u>

02



Schedule of Fixed Assets for the year ended 31st March, 2021

Note

8 Particulars	GROSS BLOCK			DEPRECIATION			Total Depreciation	Net Carrying Value as on 31.03.2021
	As on 01/04/2020	Addition	Less Re Adjustment	Net Gross as on 31/03/2021	As on 01.04.20	For the year		
Estate	74,024,660	3,753,288	-	77,777,948	-	-	-	77,777,948
Building	57,373,558	-	-	57,373,558	28,193,262	2,672,402	30,865,664	26,507,894
Plant & Machinery	26,408,785	111,228	-	26,520,013	12,106,148	1,327,434	13,433,582	13,086,431
Electrification	3,772,069	-	-	3,772,069	1,945,215	218,990	2,164,205	1,607,864
Computer	551,580	185,109	-	736,689	489,646	76,939	566,585	170,104
Furniture & Fixture	270,957	66,730	-	337,687	198,996	33,694	232,690	104,997
Motor Vehicles	7,221,898	-	-	7,221,898	4,192,437	276,495	4,468,932	2,752,966
Motor Cycle	36,000	-	-	36,000	34,200	-	34,200	1,800
Deep Tube Well	473,154	-	-	473,154	129,758	20,388	150,146	323,008
Office Equipment	-	11,718	-	11,718	-	5,281	5,281	6,437
Irrigation Plant	575,746	-	-	575,746	259,506	29,551	289,056	286,690
	<u>170,708,407</u>	<u>4,128,073</u>	<u>-</u>	<u>174,836,480</u>	<u>47,549,168</u>	<u>4,661,174</u>	<u>52,210,341</u>	<u>122,626,139</u>
Previous Year	<u>160,464,518</u>	<u>10,278,293</u>	<u>24,404</u>	<u>170,708,407</u>	<u>42,950,927</u>	<u>4,598,241</u>	<u>47,549,168</u>	<u>123,159,241</u>



NOTE

	31.03.2021	31.03.2020
	₹	₹
9 Non-current Investments:		
Longterm : at cost, quoted		
Equity Shares of ₹. 10 each in		
480 Shares in Warren Tea Ltd.	2,000	2,000
250 Shares in Lynx Machinery Ltd	2,500	2,500
175 Shares in Woolworth (India) Ltd.	7,820	7,820
100 Shares in Fabworth (India) Ltd.	1,000	1,000
364 Equity shares of NHPC Ltd	<u>13,104</u>	<u>13,104</u>
Unquoted	26,224	26,224
50 Equity Shares of ₹. 100/- each in	5,000	5,000
Purbanchal Bank Ltd.	17,868,000	17,868,000
211000 Equity shares of Contemporary Industries Ltd	352,950	352,950
543 Equity Shares of Tarajan Tea Co (P) Ltd		
36 12.5% Deb. In Wool Worth (I) Ltd.	1,800	1,800
of ₹. 90/- each		
50 10% Pref. Shares of ₹. 30/- each in	<u>1,500</u>	<u>1,500</u>
Fabworth (India) Ltd.	<u>18,255,474</u>	<u>18,255,474</u>
Market value of quoted investment	89,725	90,115
10 Inventories:		
Stock of tea	1,797,889	2,689,700
Stock of stores	5,216,782	3,634,673
Stock of shares	<u>1,188,373</u>	<u>1,188,373</u>
	<u>8,203,144</u>	<u>7,512,746</u>
11 Trade receivables:		
unsecured, considered good	1,316,419	69,174
debts over six months	<u>430,177</u>	<u>146,946</u>
other debt	<u>1,746,596</u>	<u>216,120</u>
12 Cash and cash equivalents:		
Cash in hand (as certified)	1,632,137	296,437
Balances with banks	<u>1,763,471</u>	<u>1,558,679</u>
	<u>3,395,608</u>	<u>1,855,116</u>
13 Short-term loans and advances:		
unsecured, considered good		
Advances to related parties-		
Assam Forest Products Pvt. Ltd	9,174,362	10,804,362
Advance recoverable in cash or in kind or for		
received	12,178,827	12,525,635
Advance against shares	5,653,000	5,653,000
Security Deposit	991,958	991,958
Agricultural Income Tax Refundable	<u>187,008</u>	<u>187,008</u>
	<u>28,185,155</u>	<u>30,161,963</u>



NOTE

	31.03.2021	31.03.2020
	₹	₹
14 Revenue from operations:		
Sale of black tea	80,170,458	83,524,398
Sale of greenleaf	5,027,238	7,293,728
Sale of tea waste	<u>277,635</u>	<u>240,244</u>
	85,575,329	91,058,370
15 Other income:		
Interest	-	135,858
Rent	36,749	59,893
Liabilities written back	399,483	1,724,882
Tea Board subsidy - production	729,121	540,830
Profit on Sale of Fixed Assets	-	25,596
Claims Received	-	<u>123,804</u>
	<u>1,165,353</u>	<u>2,670,891</u>
16 Cultivation and manufacturing expenses:		
Purchase - greenleaf	2,425,177	7,100,711
Cultivation, stores and packing materials, etc	<u>13,184,458</u>	<u>17,267,880</u>
	15,609,635	24,368,591
17 Change in inventory of finished goods:		
Opening stock - Tea	2,689,700	5,034,480
- Shares	<u>1,188,373</u>	<u>1,188,373</u>
	3,878,073	6,222,853
Closing stock - tea	1,797,989	2,689,700
- shares	<u>1,188,373</u>	<u>1,188,373</u>
	891,711	2,344,780
18 Employee benefits expenses:		
Salary & wages*	42,191,879	45,436,295
Staff & labour bonus	8,242,434	7,150,161
Staff welfare expenses	6,130,196	7,014,187
Managers' commission & bonus	110,750	90,708
Contribution to provident and other funds	3,970,951	4,039,393
Gratuity	<u>1,241,000</u>	<u>3,184,000</u>
	61,887,210	66,914,744
* includes Directors' Remuneration Rs. 315,000/-		
19 Finance costs:		
Interest expense	<u>1,097,647</u>	<u>1,057,767</u>
20 Depreciation:		
Depreciation on tangible assets	<u>4,661,174</u>	<u>4,598,241</u>



Note	31.03.2021 ₹	31.03.2020 ₹
21 <u>Other expenses:</u>		
Repairs - machinery	599,151	1,275,696
- building roads & bridges	529,700	456,394
Vehicle expenses	1,247,403	1,611,238
Electric expenses	147,605	414,003
Freight & transport	3,126,815	1,743,821
Sale charges	2,514,153	2,896,009
Rent	312,000	283,000
Rates & Taxes	376,538	45,780
Travel & conveyance	650,895	531,141
Insurance	207,166	374,497
Subscription and donation	194,705	293,222
Directors' sitting fees	1,100	1,900
Audit fee	28,000	29,500
Law charges	212,820	444,031
General charges	599,355	897,841
Miscellaneous expenses	<u>436,213</u>	<u>355,224</u>
	<u>11,213,619</u>	<u>11,654,299</u>

22 Notes on accounts:

1. The Management has not carried out a impairment test as required under Accounting Standard (AS)-28 of its fixed assets to determine the realisable value of these assets.
2. Land & Tea Bushes of Estates of the Company were revalued as on 26.03.2018 and the resultant deficit of Rs 85,709,495/- based on the Report of the approved valuer has been re-adjusted against Revaluation Reserve and against Cost of estate in the schedule of fixed Assets.
3. Previous year's re-arranged wherever necessary.