

INDEPENDENT AUDITORS' REPORT

**To the Members of
Samaira Agrifoods Private Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Samaira Agrifoods Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the 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 Indian Accounting Standards prescribed under section 133 of the Act read with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, its loss and cash flows for the year ended on that date.

Basis For Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

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



Arun Sabharwal

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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.



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- 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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 Section 143(3) of the Act, based on our audit 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 Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards notified under act (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014).
- e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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



Asmita Sabharwal

b) 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, as amended 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.
- (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.

2. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143(11) of the Act, we give in "Annexure B" a statement of the matters specified in paragraph 3 and 4 of the order.

For H.N. Jhavar & Co.
Chartered Accountants
Firm Reg. No. 000544C



(CA Ashish Saboo)
Partner
M.No.079657

Place: Indore
Date: 25/06/2019

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements section of our report of even date)

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that –

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Major items of fixed assets have been physically verified by the management during the year in accordance with a programmed of verification, which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of inventory.
- (iii) The company has not granted loans to any body corporate covered in the register maintained under section 189 of the Companies Act, 2013.
 - (a) The rate of interest and other terms and conditions on which the loans had been granted to the body corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the company.
 - (b) In the case of loans granted to the body corporate listed in the register maintained under section 189 of the Act, the borrower has been regular in payment of the principal and interest as stipulated.
 - (c) There is no overdue amount in respect of the loans granted to a body corporate listed in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from public within the meaning of Section 73 and 74 of the Act and the rules framed there under to the extent notified.
- (vi) The Central Government has not prescribed maintenance of cost records under of sub- section (1) of Section 148 of the Act, for the nature of industry in which the Company is doing business.
- (vii) (a) Undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess (as applicable) have generally been regularly deposited with the appropriate authorities ***except TDS payments & Professional Tax Payable.***



- (b) No disputed amounts payable in respect of Wealth Tax, Income Tax, Service Tax, Custom Duty, Excise Duty and Cess were in arrears as at 31st March 2019
- (c) There is no amount which were required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act 1956 (1 of 1956) and rules there under.
- (viii) The company did not avail any long-term loan from financial institutions or banks as at the balance sheet date.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments).
- (x) No instance of material fraud on or by the Company, notice or reported during the year, nor have we been informed of any such case by the Management.
- (xi) The Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) The transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) The Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For H.N. Jhavar & Co.
Chartered Accountants
Firm Reg. No. 000544C



(CA Ashish Saboo)
Partner
M.No.079657

Place: Indore
Date: 25/06/2019

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 Samaira Agrifoods Private Limited ("the Company") as of 31 March 2019 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.

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 of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 31 March 2019, 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.

For H.N. Jhavar & Co.
Chartered Accountants
Firm Reg. No. 000544G



(CA Ashish Saboo)
Partner
M.No.079657

Place: Indore
Date: 25/06/2019

SAMAIRA AGRI FOODS PRIVATE LIMITED

CIN :- U15122MH2014PTC258987

Balance Sheet as at March 31, 2019

Particulars	Note No.	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share capital	3	100,000	100,000
(b) Reserves and surplus	4	(70,346,282)	(47,732,541)
		(70,246,282)	(47,632,541)
(2) Long Term liabilities	5	41,027,243	47,443,349
(3) Current liabilities			
(a) Short-term borrowings	6	223,377,275	78,698,820
(b) Trade payables	6a	14,480,553	12,651,436
(c) Other current liabilities	7	23,123,466	22,762,770
		260,981,293	114,113,026
TOTAL		231,762,253	113,923,834
II. ASSETS			
(1) Non current assets			
(a) Fixed Assets			
(i) Tangible Assets	8	58,761,357	71,527,790
(ii) Intangible Assets	8	136,995	136,995
(b) Pre-operative Expenses	9	-	-
(c) Long Term Loans and Advances	10	18,004,261	19,648,636
		76,902,613	91,313,421
(2) Current assets			
(a) Inventories	11	9,350,281	6,965,653
(b) Trade Receivable	12	5,211,167	10,257,255
(d) Other current assets	13	140,111,994	5,039,722
(c) Cash and cash equivalents	14	186,197	347,782
		154,859,639	22,610,412
TOTAL		231,762,253	113,923,834

The accompanying notes are an integral part of the financial statement.

As per our report of even date

For H.N. Jhavar & Co.
Chartered Accountants
F.R.N. 000544C

Ashish Saboo
CA Ashish Saboo

Partner
M.No. 079657

Place: Indore
Date: 25/06/2019



For and on behalf of the Board of Directors
Samaira Agri Foods Private Limited

Anil Jhavar
Anil Jhavar

Director
DIN: 00966490

Premas Jhavar
Premas Jhavar

Director
DIN: 00061525

SAMAIRA AGRI FOODS PRIVATE LIMITED

CIN :- U15122MH2014PTC258987

Statement of Profit and Loss for the year ended 31 March 2019

Particulars	Note No.	For the year ended March 31, 2019 Rs.	For the year ended March 31, 2018 Rs.
I. INCOME			
(a) Revenue from Operation	15	59,005,817	51,068,566
(b) Other income	16	14,960	3,013,055
Total Revenue		59,020,777	54,081,622
II. EXPENSES			
Cost of raw materials and stores consumed	17	10,028,356	24,139,145
Increase/(Decrease) in Inventory of Finished Good	18	299,510	(181,886)
Employee Benefits Expenses	19	10,122,620	14,841,775
Finance Cost	20	16,268,549	12,683,556
Other Expenses	21	31,587,832	26,309,108
Depreciation	8	13,327,652	9,453,234
Total Expenses		81,634,518	87,244,932
III. (Loss) before extraordinary items & tax (I - II)		(22,613,741)	(33,163,310)
IV. Tax expense			
V. (Loss) for the year after tax		(22,613,741)	(33,163,310)
VI. Earnings per equity share of Rs. 10/- each.			
Basic and Diluted		(2,262)	(3,317)
The accompanying notes are an integral part of the financial statement			

As per our report of even date

For H N Jhavar & Co.
Chartered Accountants
F.R.N. 000544C



CA Ashish Saboo
Partner
M.No. 079657



For and on behalf of the Board of Directors
Samaira Agri Foods Private Limited



Anil Jhavar Pranav Jhavar
Director Director
DIN: 0096649 DIN: 00061525

Place: Indore
Date: 25/06/2019

SAMAIIRA AGRI FOODS PRIVATE LIMITED
CIN :- U15122MH2014PTC258987
Cash Flow Statement
For the year ended as on 31/03/2019

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
<u>(A) Cash Flow from Operating Activity</u>		
Net Profit/(Loss) before tax	(22,613,741)	(33,163,310)
<u>Adjustments :-</u>		
Depreciation	13,327,652	9,453,234
Finance Cost	16,268,549	12,683,556
Interest Income	(14,960)	(13,055)
Operating profit before working capital changes	6,967,500	(11,039,576)
<u>Change in working capital :-</u>		
<u>Adjustment for Increase/(Decrease) in Operating Assets</u>		
Inventories	(2,384,628)	(3,273,948)
Trade Receivable	5,046,088	(9,554,406)
Other current assets	(135,072,272)	(4,653,887)
Long term loans and advances	1,644,375	(10,205,920)
<u>Adjustment for Increase/(Decrease) in Operating Liabilities</u>		
Trade payable	1,829,116	11,151,183
Other Current Liability	360,696	20,815,823
Net Cash flow from Operating Activity (A)	(121,609,124)	(6,760,730)
<u>(B) Cash Flow from Investing Activity</u>		
Interest Income	14,960	13,055
Tangible Assets Purchase	(561,219)	(35,024,223)
Intangible Assets Purchase	-	-
Pre-operative Expenses	-	-
Net Cash flow from Investing Activity (B)	(546,259)	(35,011,168)
<u>(C) Cash Flow from Financing Activity</u>		
Finance Cost	(16,268,549)	(12,683,556)
Short Term borrowing	144,678,455	7,028,081
Long Term Borrowing (Secured Loan)	(6,416,106)	47,443,349
Equity Share capital issued	-	-
Net Cash flow from Financing Activity (C)	121,993,800	41,787,874
Net decrease in Cash and cash equivalents (A+B+C)	(161,585)	15,975
Cash and cash equivalents at the beginning of the year	347,782	331,807
Cash and cash equivalents at the end of the year	186,197	347,782

See accompanying notes forming part of the financial statements
In terms of our report attached.

For H N Jhavar & Co,
Chartered Accountants
F.R.N. 000544C

CA Ashish Saboo
Partner
M.No. 079657

Place: Indore
Date: 25/06/2019



For and on behalf of the Board of Directors
Samaira Foods and Beverages Private Limited

Amil Jhavar
Director
DIN: 00966490

Pransy Jhavar
Director
DIN: 00061525

NOTE 1:**Corporate Information:**

Samaira Agri Foods Private Limited is a Private Limited Company domiciled in India incorporated under the Companies Act, 2013. During the Year company has not started any business activities.

NOTE 2:**Significant Accounting Policies:****2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 211(3C) of the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act/ 2013 Act, as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2 USE OF ESTIMATES

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialize.

2 FIXED ASSETS:**TANGIBLE ASSETS**

Tangible Fixed Assets are carried at cost of acquisition or construction less accumulated depreciation. They are stated at historical costs. Cost comprises of purchase/ acquisition price, import duties, other non-refundable taxes and any directly attributed cost of bringing the asset to its working condition for its intended use.

2 DEPRECIATION ON FIXED ASSETS:

- i) Depreciation on Tangible Fixed Assets is provided on original cost of Fixed Assets on the estimated life on WDV method specified in Schedule II of the Companies Act, 2013.
- ii) Depreciation on additions to fixed assets during the year is provided on prorata basis from the date of such additions. Depreciation on assets sold, discarded or demolished is provided on pro-rata basis.
- iii) Assets costing less than Rs. 5000 each are fully depreciated in the year of capitalisation.



3 TIMING OF REVENUE RECOGNITION

Revenue (Income) is recognized when no significant uncertainty as to measurability or collectability

3 OPERATING REVENUE

Service revenue is recognized on time proportion basis and excludes service tax.

3 TAXES ON INCOME

Income Taxes are accounted for in accordance with Accounting Standard (AS 22) – Accounting for Taxes on Income, notified under the Companies (Accounting Standards) Rules, 2006. Income Tax comprises both current and deferred tax.

Current tax is measured at the amount expected to be paid to/recovered from the revenue authorities, using applicable tax rates and laws.

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax asset or deferred tax liability. They are measured using the substantively enacted tax rates and tax regulations as of the Balance Sheet date. Deferred tax assets are recognised only to the extent that there are timing differences, the reversal of which will result in sufficient income or there is virtual certainty that sufficient taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date.

3 OPERATING LEASES :

Lease rental expenses are accounted on straight line basis over the lease term.

3 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are 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 not recognized but are disclosed in the notes.

Contingent Assets are neither recognized nor disclosed in the financial statements.



SAMAIRA AGRI FOODS PRIVATE LIMITED

Notes forming part of the Financials Statements

Particulars	As at March 31, 2019		As at March 31, 2018	
	No. of Shares	Rs.	No. of Shares	Rs.
NOTE 3: <u>SHARE CAPITAL</u>				
<u>Authorised:</u> 50,000 Equity shares of Rs.10/- each	50,000	500,000	50,000	500,000
	50,000	500,000	50,000	500,000
<u>Issued, subscribed and paid-up:</u> 10,000 Equity shares of Rs.10/- each, fully paid-up	10,000	100,000	10,000	100,000
	10,000	100,000	10,000	100,000
Terms/rights attached to equity shares The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote Per share				
<u>Notes:</u> (i) Details of equity shares held in the company by each shareholder holding more than 5% shares:				
Name of the shareholder	As at 31st March 2019		As at 31st March 2018	
	No. of Shares held	Holding of Shares (in %)	No. of Shares held	Holding of Shares (in %)
Jies Logistic Limited	9,999	99.99	9,999	99.99

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 4: <u>Reserves and surplus</u>		
<u>Surplus in Statement of Profit and Loss :</u>		
Balance as per last balance sheet	(47,732,541)	(14,569,231)
Add: (Loss) for the year	(22,613,741)	(33,163,310)
Closing balance TOTAL	(70,346,282)	(47,732,541)



SAMAIRA AGRI FOODS PRIVATE LIMITED

Notes forming part of the Financials Statements

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 5: Long Term liabilities		
<u>(a) Secured Loan :</u>		
Term Loans (Kotak Bank)0751TL0100000522	23,784,786	27,038,587
Term Loans (Kotak Bank)0751TL0100000528	17,242,457	20,404,762
TOTAL	41,027,243	47,443,349
Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 6		
Short term borrowings		
<u>Unsecured Loan :</u>		
(a) Other loans:		
- From Holding Companies	91,281,395	83,676,900
- From Others	118,384,850	(16,224,493)
<u>(b) Secured Loan :</u>		
Kotak Mahindra bank (Note no. 6)	5,047,266	1,651,802
Term Loans (Kotak Bank)0751TL0100000522	4,582,811	5,499,373
Term Loans (Kotak Bank)0751TL0100000528	4,080,952	4,095,238
TOTAL	223,377,275	78,698,820
NOTE 6 a		
Trade payables		
-Due to Micro, Small and Medium Enterprises		
-Due to others	14,480,553	12,651,436
TOTAL	14,480,553	12,651,436
Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 7:		
Other current liabilities		
(a) Statutory liabilities	4,684,684	2,825,503
(b) Audit fee payable	10,000	10,950
(c) Other payables	3,047,816	2,897,745
(d)Capital Advance (Liability)	14,237,217	16,085,724
(e)Advance from Customer	719,320	942,847
(f) Employee Liability	424,429	-
TOTAL	23,123,466	22,762,770



NOTE -8
TANGIBLE ASSETS

SAMAIRA AGRI FOODS PRIVATE LIMITED
13-B, SECTOR-A, INDUSTRIAL AREA, SANWER ROAD, INDORE-452015
STATEMENT OF FIXED ASSETS UNDER FOR THE YEAR ENDED ON 31/03/2019

5. No.	Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK	
		Rate of Dep. %	Gross Block As on 01.04.2018	Addition / Deletion during the year	Gross Block As on 31.03.2019	As at 01.04.2018	Provided during the year 18-19	Total up to 31.03.2018	As on 31.03.2019	As on 31.03.2018
1	LAB & PLANT EQUIPMENT	-	1,029,341	75,720	1,105,061	400,781	253,423	654,204	450,856	628,559
2	ELECTRIC INSTALLATION	10	4,672,206	-	4,672,206	699,819	721,136	1,420,955	3,251,251	3,972,387
3	Plant & Machinery	14	72,105,744	485,500	72,591,244	13,432,342	10,630,504	24,062,846	48,528,398	58,673,402
4	Furniture & Fixtures	18	2,338,205	-	2,338,205	412,209	501,983	914,192	1,424,013	1,925,996
5	Vehicles	26	355,148	-	355,148	202,672	49,177	251,849	103,299	152,476
6	Computers	40	545,301	-	545,301	368,219	80,990	449,209	96,092	177,082
7	Office Equipment	-	92,798	-	92,798	84,003	4,155	88,158	4,640	8,795
8	Building	-	6,565,252	-	6,565,252	576,160	1,086,283	1,662,443	4,902,809	5,989,092
	Sub Total	(a)	87,703,994	561,220	88,265,214	16,176,204	13,327,652	29,503,855	58,761,357	71,527,790
(B)	Intangible Assets	-	-	-	-	-	-	-	-	-
	Barcode	-	53,500	-	53,500	-	-	-	53,500	53,500
	Trade Mark	-	83,495	-	83,495	-	-	-	83,495	83,495
	Sub Total	(d)	136,995	-	136,995	-	-	-	136,995	136,995
	Total		87,840,989	561,220	88,402,209	16,176,204	13,327,652	29,503,855	58,898,352	71,664,785



SAMAIRA AGRI FOODS PRIVATE LIMITED

Notes forming part of the Financials Statements

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 9 :		
Pre-Operative Expenses :		
Opening Balance	-	-
Freight Inward	-	-
TOTAL	-	-
NOTE 10 :		
<u>Long Term Loans and Advances</u>		
<u>Deposits</u>		
CBI FDR A/C 3456078171 (Sales Tax)	15,000	15,000
GS1 India New Delhi (Deposits)	6,000	6,000
Accrued Interest (FDR)	17,449	3,985
Sales Tax Mumbai (Deposit)	25,000	25,000
S S Foods Chennai (Deposit)	-	(6,770)
Accrued Interest (Deposit)	10,476	10,476
Jaipur Vidyut Vitran Nigam Limited (Deposit)	550,548	550,548
Fixed Deposit (Kotak Bank)	200,000	200,000
Benett Coleman and Company	6,750,000	6,750,000
TOTAL (d)	7,574,473	7,554,239
<u>(a) Capital Advance</u>		
Aakriti Consultants	25,000	25,000
Heat And Control (South Asia) Pvt Ltd.	160,000	825,000
Nichrome India Ltd.	989,010	1,052,198
Print Packaging Systems Mumbai	11,446	-
Thermax Ltd.	240,001	635,883
Umax Packaging (A Unit of Uma Polymers Ltd) Jodhpur	2,500,000	2,500,000
Naved Qureshi	75,000	75,000
Er. Yashi Srivastava Indore(Consultancy)	20,000	20,000
Bhawani Engineering Works	12,000	12,000
DYNAMECH ENGINEER INDORE	386,800	386,800
Envision Jaipur Sales Pvt. Ltd . Jaipur	70,801	144,751
Shivalaya Machinery Mfg. Co. Indore	3,111,040	4,102,240
Johnson Controls Hitachi Airconditioning (I) Ltd	79,949	79,949



SAMAIRA AGRI FOODS PRIVATE LIMITED

Notes forming part of the Financials Statements

Kamlesh Kumar Choudhary Jaipur	30,246	30,246
KG Electricals Jaipur	1,200	1,200
Mettler Toledo India Pvt. Ltd. Delhi	-	29,500
M.M. Enterprises Jaipur	25,000	25,000
Mr. Ritam Das Jaipur	8,000	8,000
M/s. Neelgiri Machinery Delhi	2,000	2,000
Naman Industries Jaipur	25,000	25,000
Rajasthan State Pollution Control Board Jaipur	84,000	84,000
Rawat Electricals Jaipur	1,000,000	1,000,000
Rinac India Ltd. New Delhi	22,967	587,070
Sanjay Sobhagya & Associates Jaipur	65,000	100,000
Shakshi Industries Ghaziabad	82,516	82,516
The Solutions Indore	25,000	25,000
Vishnu Bagadi Jaipur	6,200	6,200
Neelkanth Crockery & Hotel Wares Jaipur	-	51,001
Rudra International Delhi	-	34
Shyam Traders Jaipur	-	708
Raju Ram Jaipur	-	2,000
Vivek Jaswal Jaipur	-	21,067
Capital Work in Progress Jaipur		
Boring-CWIP(Jaipur)	155,035	155,035
Jaipur Project Big Basket -CWIP	1,216,578	-
TOTAL (a)	10,429,788	12,094,398
GROSS TOTAL (a+b)	18,004,261	19,648,636
Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 11:		
<u>Inventories</u>		
Inventory at the end of the year	9,350,281	6,965,653
TOTAL	9,350,281	6,965,653



SAMAIIRA AGRI FOODS PRIVATE LIMITED
Notes forming part of the Financials Statements
Trade Receivable
2018-19

NOTE 12	Trade Receivable	Less than 6 month	More than 6 Month	More than 1 year
	IITC Limited - Foods Business Division	4,191,139		
	Sunrise Bakers and Confectioners Jaipur			3,195
	Advance Enterprises Sendliwa			4,824
	Atharwa Agency Dhar		14,369	
	Bholenath Traders Pachore			782
	Chhotu Pan Center Parasliya			563
	Easy Price Indore			120,582
	Guru Kirpa Enterprises Kukshi			1,163
	Mahaveer Telecom Makshi			1,008
	M/s Kishanlal Marketing Ujjain			5,863
	M/s. Satram Agency Sidhi			1,364
	Netram Uttamchand Kirana Stores Sehore			482
	Noori Traders Harda			327
	Parth Enterprises Indore			2,047
	P MART Indore			6,818
	Poonam Marketing Udairagar			1,113
	Prakhar Marketing Badwaha			1,407
	Sai Agarbatti Burhanpur			1,485
	Saikripa Kirana, Balwada			837
	Sharda Kirana Store Rau			1,515
	Shilpa Bockers, Indore			21,130
	Shree Ramrajya Enterprises Tikamgarh		6,445	
	Shri Maruti Enterprises Pithampur			3,075
	Shri Rani Kirana, Makdon			2,422
	Shiweta Confectionary Dewas			7,413
	Siddhi Confectionary Ratlam			1,118
	SIDDHI VINAYAK SWEETS, PITHAMPUR			2,423
	Solanki Enterprises Barlai	58,803		
	Solanki Sweets & Trader Pachore			83
	Somani Traders Gwalior			1,172
	Sourab Kirana, Pithampur			8,306
	S.S. Enterprises, Indore			115
	Tanjal Enterprises Dhar			22,227
	Taru & Krishna Marketing, Khandwa		144	
	JICS Logistic Ltd. Mumbai			5,494
	Shree Marketing Sangli			20,235
	Wah! Restaurants Pvt. Ltd. Mumbai			41,811
	Samaira Foods and Beverages Pvt. Ltd.(Debtor)			277,132
	Yamada Automation Pvt. Ltd.			29,649
	ARUN DIWEDI	1,200		
	Braj Traders Indore		3,248	
	Deepak Richhariya Tikamgarh	38		
	KRISHNA ENTERPRISES, MITOW	18,400		
	Manglam Enterprises Dewas		131,848	
	Manish Kumar, Muradpura	11,519		
	Prakash Kirana, Indore	11,927		
	Rajesh Paswar (Local Sale)	6,040		
	Sagar Enterprises Shukhliya Indore	13,222		
	Seva Food Product Ratlam		308	
	Siddheshwar Mahakal Dhaba	4,917		
	Madhura Enterprises Solapur		76	
	Nainka Enterprises Mumbai		138,345	
	(Trade Receivable) TOTAL	4,317,205	294,783	599,180



SAMAIRA AGRI FOODS PRIVATE LIMITED
Notes forming part of the Financials Statements

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
NOTE 13:		
<u>Other current assets</u>		
(Unsecured, considered good)		
TDS On Conterctor (94 C) Receivable A.Y. 18-19	462,294	462,294
TDS On Conterctor (94 C) Receivable A.Y. 18-19	1,058,274	
TDS Receivable A.Y. 18-19	2,660	1,164
Advance to Employees	680,374	1,005,646
Advance to Others	343,661	369,583
R.K. Agro E- Commtrad	133,096,986	-
Advance to Party	1,747,467	1,127,760
VAT/ET Receivable	85,661	72,586
GST Receivable	2,634,616	2,000,688
TOTAL	140,111,994	5,039,722
NOTE 14:		
<u>Cash and cash equivalents</u>		
(a) Cash on hand	76,706	547,503
(b) Balance with banks		
- In current account	109,491	(199,721)
TOTAL	186,197	347,782



SAMAIRA AGRI FOODS PRIVATE LIMITED

Notes to the financial statements for the year ended 31st March, 2019

15 Revenue From Operations

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Sale of Products:		
(a) Domestic Sale	59,005,817	51,068,566
Revenue from operations (net)	59,005,817	51,068,566

15 Details of product sold

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Domestic Sales:		
i) Indore		
ii) Mumbai	5,862,212	19,454,782
iii) Delhi	367,668	2,811,267
iv) Jaipur	-	741,478
	52,775,937	28,061,040
Less : Sales Return	59,005,817	51,068,566
i) Indore	-	-
Total	59,005,817	51,068,566

16 Other Income

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Interest	-	11,940
Interest on FDR	14,960	1,415
Subsidy of DIC	-	3,000,000
Total	14,960	3,013,055



17. Cost of raw materials and stores consumed

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Goods used for testing (Preliminary Expenses)		
Inventory at the beginning of the year		-
Add: Purchases	6,595,213	3,503,150
	12,712,494	27,231,207
Less: Inventory Transfer to Scrap	19,307,707	30,734,358
Less: Inventory at the end of the year	9,279,351	6,595,213
Cost of raw material consumed	10,028,356	24,139,145

18. Increase/(Decrease) in Inventory of Finished Goods, Stock-in-Process and Stock-in-Trade
Inventories at the close of the year

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Finished Goods		
Total	70,930	370,440
Inventories at the beginning of the year	70,930	370,440

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
	370,440	188,554
Increase/(Decrease) in Inventory	(299,510)	181,886

19. Employee Benefits Expenses

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
- Directors		
(a) Salaries and Incentives	8,616,397	14,314,981
(b) Contributions to - Provident Fund/ ESIC and other fund	709,758	365,022
(c) Staff welfare expenses	796,465	161,772
Total	10,122,620	14,841,775

20. Finance Cost

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Interest to others	16,261,813	12,663,064
Bank Charges	6,735	20,492
Total	16,268,549	12,683,556



21 Other Expenses

Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
Operating Expenditure		
Barcode Renewal Charges	7,000	
Cleaning & Maintenance A/C	51,715	59,334
Freight Inward	15,085	100,090
Job Work	-	705,827
Lab Exp	453,940	250,856
Lab Testing Charges	75,220	9,375
Licence Fee	11,620	-
Local Cartage and Loading/unloading	15,446	219,541
Packaging Charges	19,083	38,825
Plant & Machinery Repairing Exp	3,099,717	1,412,507
Vehicle Running & Maintenance Exp	315,426	408,860
Wages A/C	3,003,250	1,593,179
Electricity Expenses A/c	10,563,934	5,505,364
ETP Exp	-	4,025
Factory Rent @18% GST	3,579,066	4,175,577
House Keeping Exp. A/C	-	1,328
Labour Contract Exp. @ 18 % GST	6,451,064	3,229,842
Packing Exp.	-	92,626
Pest Control Exp.@18% GST	272,083	149,000
Power of DG	-	6,250
Water Exp	313,930	89,180
Trial Run Expenses	-	525
Establishment Expenses		
Travelling Expenses (Jaipur)	23,626	65,998
Boarding & Lodging Expenses	13,039	-
Advertisement and Publicity	-	163,787
Audit Fee	10,000	10,000
Business Promotion	-	24,030
Computer Repair and Maintenance A/C	4,845	7,427
Consultancy Charges	12,000	-
CONVEYANCE CHARGES	174,290	18,516
Courier Exp.	19,189	5,265
ESIC Exp.	22,036	-
Freight Outward	691,145	642,370
General Exp	3,385	38,434
Gst Input Reversed	57,993	-
Insurance Charges A/c	39,138	26,299
Interest on Delay Payment of TDS	104,443	22,072
Legal Expenses	475,931	29,848
Loss on Sale of Fixed Asset	368,250	-
Office Exp.	289,047	98,205
Penalty Charges	498	-
Pest Control Exp	28,500	25,651
PF Damages Charges 14B-7Q	17,843	-
Professional Charges	56,259	836,583
Professional Tax	2,500	-
Rent for Godown (Mumbai)	-	170,700
Sales Promotion	34,295	390,046
STATIONERY AND PRINTER	51,214	39,340
Telephone and Mobile Exp.	7,081	9,990
Transportation Charges	-	3,281,045
Travelling Expenses	401,948	450,724
Write Off	(72,975)	593



Sample & Testing Exp.	3,430	81,192
Round Off	(10)	(21)
Processing Charges	20,000	213,991
Discount on Sale	31,161	11,328
GST Penalty A/C	76,650	86,830
Incentive On Sales A/c	-	192,917
Miscellaneous Exp.	-	10,088
Order Cancellation Charges	-	500,000
Rate Tax and Legal Exp	2,943	780
Repair and Maintenance A/c	26,623	27,177
Building Repairing & Maintenance	20,710	75,659
Vehical Running & Maintenance Exp	-	77,585
Local Cartage and Loading/unloading	1,958	22,650
Sample & Testing	-	372,617
UTENSIL A/C	-	1,260
Advertisement and Publicity-Jaipur	-	36,024
Cleaning & Maintenance A/C-Jaipur	-	2,028
CONVEYANCE CHARGES-JAIPUR	-	1,620
ETP Exp.-Jaipur	-	7,397
General Exp-Jaipur	-	24,707
Lab Exp.-Jaipur	-	2,352
Legal Expenses- Jaipur	-	62,462
Local Cartage and Loading/unloading- Jaipur Exp.	-	4,680
Office Exp.- Jaipur	-	40,034
Plant & Machinery Repairing Exp	311,264	4,453
STATIONERY AND PRINTERS- JAIPUR	-	1,372
Vehical Running & Maintenance Exp-Jaipur Exp.	-	34,294
Furnitures & Fixtures Repairing Exp.	10,000	4,400
Interest on Delay Payment of TDS	-	-
Total	31,587,832	26,309,108



SAMAIRA AGRI FOODS PRIVATE LIMITED

Notes to the financial statements for the year ended 31st March, 2019

NOTE 22:**Related Party Disclosures**

As per the Accounting Standard 18, the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

(a) List of related parties and relationships:

Sr. No.	Name of the Related Party	Relationship
1	JICS Logistic Limited	Holding Company
2	Yamada logistic Private limited	Associates concern
2	Shri Anil Jhawar	Director
3	Shri Pranav Jhawar	Director

(b) Transactions during the year with related parties:

				(Amount in Rs.)
Sr. No.	Nature of transaction	Holding Company 1	Associate Company 2	Total 3
(i)	Opening Balance	84,376,900		84,376,900
		(89,095,232)		(89,095,232)
(ii)	Loan Taken	242,096,075		242,096,075
		(29,828,043)		(29,828,043)
(iii)	Loan Repaid	126,097,057	-	126,097,057
		(42,880,000)		(42,880,000)
(iv)	Interest paid (Net off TDS)	9,290,327		9,290,327
		(8,333,625)		(8,333,625)
(v)	Balance as at the year-end			
	- Amount Payable	209,666,245	-	209,666,245
		(84,376,900)		(84,376,900)

For H N Jhavar & Co.
Chartered Accountants
F.R.N. 000544C

Ashish Saboo

CA Ashish Saboo
Partner
M.No. 079657



Place: Indore
Date: 25/06/2019

For and on behalf of the Board of Directors
Samaira Agri Foods Private Limited



Anil Jhawar

Anil Jhawar
Director
DIN: 00966490

Pranav Jhawar

Pranav Jhawar
Director
DIN: 00061525