



INDEPENDENT AUDITOR'S REPORT

To,

The Members,

SEWARTHA AGRO PRODUCER COMPANY LIMITED

C/o Mr. PRAMOD GAWANDE, GOYANKA NAGAR, MURTIZAPUR,

DISTRICT. AKOLA, MH 444107 IN

CIN: U01400MH2021PTC359844

Report on the Audit of Standalone Financial Statements:

Opinion

We have audited the Standalone Financial Statements of **SEWARTHA AGRO PRODUCER COMPANY LIMITED** ("the Company"), which comprises the Balance sheet as at **31st March, 2022**, and the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

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 Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at **31st March 2022**, and its loss for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standard on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of Standalone Financial Statement section of our report. We are independent of the company in accordance with the Code of Ethics issued by the Institute of Chartered Accountant of India (ICAI) together with the ethical independence requirements that are relevant to our audit of the standalone Financial Statement 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 opinion.

Key Audit Matters

Key audit matters ('KAM') are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have nothing to report as Key Audit Matters

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

The Company's management and Board of Directors are responsible for the other information. The information comprises the information included in the Board of Directors Report, but does not include the standalone financial statements and auditor's report thereon.

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

In connection with our audit of the standalone financial statements our responsibilities is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the 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.

Responsibility of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position (state of affairs), financial performance (Profit/ Loss), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) 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 of the assets of the Company and for preventing and detecting frauds and irregularities; selections 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 and Board of Directors are 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 also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone Financial Statements as a whole are free from material misstatement, whether due fraud or error, and to issue an auditor's report that include 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. Misstatement 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 standalone 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 standalone Financial Statements, whether due to fraud or error, design and perform audit procedure 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 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 disclosure 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 disclosure 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 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 significance audit findings, including any significant deficiencies in internal controls 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

relationship and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report On Other Legal and Regulatory Requirements

1. Reporting as required by the Companies (Auditor's Report) Order, 2020 (the "order") issued by the Central Government in terms of section 143(11) of the Act is not applicable to the Company and hence no report is furnished on the matters specified in paragraph 3 and 4 of the said order.
2. 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 explanation which to the best of our knowledge and believe were necessary for the purposes of our audit.
 - b) In our opinion, proper books of accounts 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, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this report are in agreement with the relevant Books of Accounts.
 - d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards (Ind AS) specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on **31st March, 2022** taken on record by the Board of Director, none of the director is disqualified as on **31st March, 2022** from being appointed as a director in terms of section 164(2) of the Act.
 - f) With respect to the reporting on the adequacy of Internal Financial Control Over Financial Reporting of the Company and the operating effectiveness of such controls under section 143(3)(i) of the Act is not applicable in view of the exemption available to the Company in terms of the notification no. G.S.R. 583(E) dated 13th June 2017 issued by the Ministry of Corporate Affairs, Government of India, read with general circular No. 08/2017 dated 25th July 2017.
3. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Company(Audit and Auditors) Rule 2014, In our opinion and to the best of our information and according to the explanation given to us:
 - i. The Company has disclosed the impact of pending litigations, if any, as at **31st March, 2022** on its financial position in its standalone financial statements- Refer Notes to the standalone financial statements.
 - ii. The Company did not have any long term contracts including derivative contract for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, 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;

- v. The management has represented, that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts, 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; and
- vi. Based on such audit procedures that has considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- vii. The company has not declared any dividend during the year under section 123 of the Companies Act, 2013.

Place: Amravati
Date: 03/02/2023



For, PHAFAT & RATHI
Chartered Accountants
(FRN: 126026W)

A handwritten signature in blue ink, appearing to read "Zhawar".

SIGNATURE
CA DEEPAK SHARADKUMARJI
ZHAWAR
PARTNER
MEMBERSHIP NO: 128118
UDIN: 23128118BGUSOS2896

Balance Sheet as at 31st March 2022

₹ in thousand

Particulars	Note No.	As at 31st March 2022	As at 31st March 2021
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital		1,000.00	1,000.00
Reserves and surplus		(376.28)	(462.04)
Money received against share warrants			
		623.72	537.96
Share application money pending allotment			
Non-current liabilities			
Long-term borrowings		12,366.56	6,061.94
Deferred tax liabilities (Net)			
Other long term liabilities			
Long-term provisions			
		12,366.56	6,061.94
Current liabilities			
Short-term borrowings		4,761.77	4,817.36
Trade payables			
(A) Micro enterprises and small enterprises			
(B) Others		1,683.05	1,635.73
Other current liabilities			
Short-term provisions		27.85	49.00
		6,472.67	6,502.09
TOTAL		19,462.95	13,101.99
ASSETS			
Non-current assets			
Property, Plant and Equipment and Intangible assets			
Property, Plant and Equipment		552.26	559.02
Intangible assets			
Capital work-in-Progress		6,985.15	5,725.08
Intangible assets under development			
Non-current investments			
Deferred tax assets (net)			
Long-term loans and advances			
Other non-current assets		16.00	16.00
		7,553.41	6,300.10
Current assets			
Current investments			
Inventories		8,229.74	3,610.93
Trade receivables		405.33	294.88
Cash and cash equivalents		965.99	679.45
Short-term loans and advances		466.38	466.38
Other current assets		1,842.11	1,750.25
		11,909.54	6,801.89
TOTAL		19,462.95	13,101.99

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

As per our report of even date

For PHAFAT & RATHI
Chartered Accountants
(FRN: 0126026W)

[Signature]

DEEPAK SHARADKUMARJI
ZHAWAR
PARTNER
Membership No.: 128118
Place: Amravati
UDIN: 23128118BGUSOS2896
Date: 03/02/2023



For and on behalf of the Board of Directors

[Signature]

SHUBHANGI PRAMOD
GAWANDE
Director
DIN: 08258798

[Signature]

ATUL MADHUKAR GODSE
Director
DIN: 08261531

Statement of Profit and loss for the year ended 31st March 2022

₹ in thousand

Particulars	Note No.	31st March 2022	31st March 2021
Revenue			
Revenue from operations		9,319.75	3,655.21
Less: Excise duty			
Net Sales		9,319.75	3,655.21
Other income		1,113.09	138.61
Total Income		10,432.84	3,793.83
Expenses			
Cost of material Consumed		11,815.60	6,501.07
Purchase of stock-in-trade		(4,618.81)	(3,610.93)
Changes in inventories		190.00	178.00
Employee benefit expenses		896.82	295.60
Finance costs		1,033.08	41.09
Depreciation and amortization expenses		1,030.39	365.53
Other expenses		10,347.08	3,770.36
Total expenses		85.76	23.46
Profit before exceptional, extraordinary and prior period items and tax		85.76	23.46
Exceptional items			
Profit before extraordinary and prior period items and tax		85.76	23.46
Extraordinary items			
Prior period item			
Profit before tax		85.76	23.46
Tax expenses			
Current tax			
Deferred tax			
Excess/short provision relating earlier year tax			
Profit(Loss) for the period		85.76	23.46
Earning per share-in ₹			
Basic			
Before extraordinary Items			
After extraordinary Adjustment			
Diluted			
Before extraordinary Items			
After extraordinary Adjustment			

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

As per our report of even date
For PHAFAT & RATHI
Chartered Accountants
(FRN: 0126026W)

Shawar
DEEPAK SHARADKUMARJI
ZHAWAR
PARTNER
Membership No.: 128118
Place: Amravati
UDIN: 23128118BGUSOS2896
Date: 03/02/2023



For and on behalf of the Board of Directors

Shubhangi Pramod Gawande
SHUBHANGI PRAMOD
GAWANDE
Director
DIN: 08258798

Atul Madhukar Godse
ATUL MADHUKAR GODSE
Director
DIN: 08261531

Trade payables

₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
(B) Others		
ATUL GODSE		31.39
HUSSAIN STEEL TRADERS	142.49	142.49
KL ENGINEERING	300.60	300.60
PRAJAKTA MACHINERY DAL MILL	80.00	80.00
SAI ELECTRICAL	195.03	195.03
KISHOR GULHANE	149.42	420.00
POONAM ENGINEERING WORKS	34.00	34.00
PRAMOD GAWANDE		372.63
VISHAL ENTERPRISES	59.60	59.60
AKSHAY P THOKAL	30.00	
Balashaheb Gawande	146.15	
Gangadhar Gawande	70.27	
Gawande Construction	250.00	
Hariom Agro Producer Co.	15.00	
Rajendra Ganeshpure	175.50	
Sagar Digambar Dhore	35.00	
Umesh Gadge	50.00	
Vaishnavi Ghate	(50.00)	
	1,683.06	1,635.74
Total	1,683.06	1,635.74

Note No. Loans and advances

₹ in thousand

Particulars	As at 31st March 2022		As at 31st March 2021	
	Long-term	Short-term	Long-term	Short-term
Security Deposit				
Unsecured, considered good				10.00
				10.00
Other loans and advances				
OTHER DEBIT BALANCES		466.38		456.38
		466.38		456.38
Total		466.38		466.38

Note No. Other non-current assets

₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
Other Assets		
Unamortised Preliminary Expenses	16.00	16.00
Total	16.00	16.00

Note No. Inventories

₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
(Valued at cost or NRV unless otherwise stated)		
TOOR	2,502.45	1,000.04
CHANA SEED	5,542.20	2,610.89
Wheat	185.09	
Total	8,229.74	3,610.93

General Notes :

1. No depreciation if remaining useful life is negative or zero.
2. Depreciation is calculated on pro-rata basis in case assets is purchased/sold during current F.Y.
3. If above assets is used for any time during the year for double shift, the depreciation will increase by 50% for that period and in case of the triple shift the depreciation shall be calculated on the basis of 100% for that period.

Revaluation Details

Current Year

Whether the Company has revalued its Property, Plant and Equipment

Previous Year

Whether the Company has revalued its Property, Plant and Equipment

If Yes, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017

Note No. Trade receivables ₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
Secured, Considered good		294.88
Unsecured, Considered Good	405.33	
Doubtful		
Allowance for doubtful receivables		
Total	405.33	294.88

(Current Year) ₹ in thousand

Particulars	Outstanding for following periods from due date of payment#					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables (considered good)		405.33				405.33
(ii) Undisputed Trade Receivables (considered doubtful)						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						
(v) Provision for doubtful receivables						

(Previous Year) ₹ in thousand

Particulars	Outstanding for following periods from due date of payment#					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables (considered good)		294.88				294.88
(ii) Undisputed Trade Receivables (considered doubtful)						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						
(v) Provision for doubtful receivables						

Note No. Trade receivables: Exceeding six months: Unsecured, Considered Good, Undisputed ₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
DREAM CREATION		13.00
M/S PREMIER IRRIGATION AGRITECH PVT LTD	25.00	25.00
NITIRAJ ENGINEER	12.97	12.97
IFFCO KISANSANCHAR	121.02	174.81
SAMUNNATI AGRO SOLUTIONS PVT LTD	36.88	69.10
Jay Malhar Adat	60.36	
Prajapati Adat	149.11	
Total	405.33	294.88

Note No. Cash and cash equivalents ₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
Balance with banks	49.97	558.02
BANK BALANCE	49.97	558.02
Total		
Cash in hand	916.01	121.43
Cash in hand	916.01	121.43
Total	965.99	679.45
Total		

Note No. Other current assets ₹ in thousand

Particulars	As at 31st March 2022	As at 31st March 2021
Other Assets	91.86	
DUTIES and TAXES	1,750.25	1,750.25
DUTIES and TAXES	1,842.11	1,750.25
Total		

Revenue from operations ₹ in thousand

Particulars	31st March 2022	31st March 2021
Sale of products	9,087.44	1,084.98
CHANA SEED SALE		2,570.23
SOYABEEN	44.24	
Toor Sales	188.08	
Wheat Sales	9,319.76	3,655.21
	9,319.76	3,655.21
Net revenue from operations		

Other income ₹ in thousand

Particulars	31st March 2022	31st March 2021
Other non-operating income		29.00
GAT SHETI GRANT		109.61
SEED GRANT	1,006.73	
Krushvi Vibhag Anudan	106.36	
Other Income	1,113.09	138.61
	1,113.09	138.61
Total		

Purchase of stock-in-trade ₹ in thousand

Particulars	31st March 2022	31st March 2021
Chana Seed Purchase	10,154.74	2,610.89
Soyabean Purchase		1,000.00
Soya seed purchase		1,890.15
Factory Insurance	205.61	1,000.03
PURCHASES@18%	1,125.25	
Toor Purchase	330.00	
Wheat Purchase		6,501.07
Total	11,815.60	

Note No. Changes in inventories

₹ in thousand

Particulars	31st March 2022	31st March 2021
Inventory at the end of the year		
Finished Goods	8,229.74	
Traded Goods		3,610.93
	8,229.74	3,610.93
Inventory at the beginning of the year		
Traded Goods	3,610.93	
	3,610.93	
(Increase)/decrease in inventories		
Finished Goods	(8,229.74)	
Traded Goods	3,610.93	(3,610.93)
	(4,618.81)	(3,610.93)

Employee benefit expenses

₹ in thousand

Particulars	31st March 2022	31st March 2021
Salaries and Wages		
Salary and wages	190.00	178.00
	190.00	178.00
Total	190.00	178.00

Finance costs

₹ in thousand

Particulars	31st March 2022	31st March 2021
Interest		
1373		295.60
Interest on long-term loans from banks	896.82	
	896.82	295.60
Total	896.82	295.60

Depreciation and amortization expenses

₹ in thousand

Particulars	31st March 2022	31st March 2021
Depreciation on tangible assets	1,033.08	41.09
Total	1,033.08	41.09

Other expenses

₹ in thousand

Particulars	31st March 2022	31st March 2021
Hamali	215.06	
Printing and stationery	13.70	36.56
Travelling Expenses	3.10	
Professional Expenses	45.00	16.00
Audit fees	18.85	20.00
Bank Charges	29.34	9.63
Preliminary expenses written off		8.00
Accounting Charges.		22.00
Electricity expenses	17.72	30.00
PROCESSING FEE	94.88	47.19
Brokerage		10.00
Miscellaneous expenditure	52.90	44.06
Seed certification expenditure	324.85	79.34
Factory Insurance		21.77
Trasportation Expenses	197.48	18.50
Professional Tax		2.50
Discount	15.46	
GST Penalty	2.05	
Total	1,030.39	365.53

Note No. Short-term borrowings:OTHERS

₹ in thousand

Particulars	As at 31st March 2022		As at 31st March 2021	
	Amount		Amount	
SANDIP HARANKAR		51.40		220.00
SWAPNAPURTI KRUSHI BAHU CO.		882.00		882.00
Pravin J Kathalkar				343.00
Sagar M Godse				138.00
Vaibhav Godse		85.00		120.00
Total		1,018.40		1,703.00

Note No. Short-term borrowings:Loan from Director

₹ in thousand

Particulars	As at 31st March 2022		As at 31st March 2021	
	Amount		Amount	
Shubhangi Pramod Gawande		654.97		197.57
Atul Godse Madhukar		372.99		50.00
PRAMOD GAWANDE		2,715.42		2,866.79
Total		3,743.37		3,114.36

Note No. Loans and advances : Security Deposit: Unsecured, considered good

₹ in thousand

Particulars	As at 31st March 2022		As at 31st March 2021	
	Long-term	Short-term	Long-term	Short-term
PDKV AKOLA DEPOSIT				10.00
Total				10.00

Note No. Loans and advances : Other loans and advances: OTHER DEBIT BALANCES

₹ in thousand

Particulars	As at 31st March 2022		As at 31st March 2021	
	Long-term	Short-term	Long-term	Short-term
ANURADHA INDUSTRY				14.90
VIDARBHA TRADERS				61.58
BABURAO SHANKARRAO KANKALE				279.90
VAISHNAVI GHATE				100.00
Other		466.38		
Total		466.38		456.38

Note No. TOOR

₹ in thousand

Particulars (Valued at cost or NRV unless otherwise stated)	As at 31st March 2022		As at 31st March 2021	
	Toor		2,502.45	
Total		2,502.45		1,000.04

Note No. Cash and cash equivalents:Balance with banks:BANK BALANCE

₹ in thousand

Particulars	As at 31st March 2022		As at 31st March 2021	
CANARA BANK-0246		28.61		558.02
SBI-0979		21.37		
Total		49.97		558.02

Other expenses:Miscellaneous expenditure

₹ in thousand

Particulars	31st March 2022		31st March 2021	
Other expenditure		18.10		2.00
Office expenses		31.61		27.47
Petrol Expenses				14.59
Quality Deduction		3.14		
Round Off		0.05		
Total		52.90		44.06

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March 2022

₹ in thousand

PARTICULARS		31st March 2022	31st March 2021
A.	Cash Flow From Operating Activities		
	Net Profit before tax and extraordinary items(as per Statement of Profit and Loss)	85.76	23.46
	Adjustments for non Cash/ Non trade items:		
	Depreciation & Amortization Expenses	1,033.08	41.09
	Finance Cost	896.82	295.60
	Operating profits before Working Capital Changes	2,015.66	360.16
	Adjusted For:		
	(Increase) / Decrease in trade receivables	(110.45)	(294.88)
	Increase / (Decrease) in trade payables	47.32	961.37
	(Increase) / Decrease in inventories	(4,618.81)	(2,610.89)
	Increase / (Decrease) in other current liabilities	(21.15)	19.50
	(Increase) / Decrease in Short Term Loans & Advances		(361.23)
	(Increase) / Decrease in other current assets	(91.86)	(180.21)
	Cash generated from Operations	(2,779.29)	(2,106.19)
	Net Cash flow from Operating Activities(A)	(2,779.29)	(2,106.19)
B.	Cash Flow From Investing Activities		
	Purchase of tangible assets	(2,286.40)	(2,690.05)
	Proceeds from sales of tangible assets		1,432.05
	Other Inflow / (Outflows) of cash		8.00
	Net Cash used in Investing Activities(B)	(2,286.40)	(1,250.00)
C.	Cash Flow From Financing Activities		
	Finance Cost	(896.82)	(295.60)
	Increase in / (Repayment) of Short term Borrowings	(55.59)	980.02
	Increase in / (Repayment) of Long term borrowings	6,304.62	4,022.44
	Net Cash used in Financing Activities(C)	5,352.22	4,706.86
D.	Net Increase / (Decrease) in Cash & Cash Equivalents(A+B+C)	286.53	1,350.66
E.	Cash & Cash Equivalents at Beginning of period	679.45	328.83
F.	Cash & Cash Equivalents at End of period	965.99	679.45
G.	Net Increase / (Decrease) in Cash & Cash Equivalents(F-E)	286.53	350.62
H.	Difference (F-(D+E))		(1,000.04)

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

As per our report of even date:

For PHAFAT & RATHI
Chartered Accountants
(FRN: 0126026W)



DEEPAK SHARADKUMARJI
ZHAWAR
PARTNER
Membership No.: 128118
Place: Amravati
UDIN: 23128118BGUSOS2896
Date: 03/02/2023

For and on behalf of the Board of Directors

SHUBHANGI PRAMOD
GAWANDE
Director
DIN: 08258798

ATUL MADHUKAR GODSE
Director
DIN: 08261531

Note:

1. The Cash Flow Statement has been prepared by Indirect Method as per AS-3 issued by ICAI.
2. Figures of previous year have been rearranged/regrouped wherever necessary
3. Figures in brackets are outflow/deductions

SEWARTHA AGRO PRODUCER COMPANY LIMITED
Add. C/o Mr. PRAMOD GAWANDE, GOYANKA NAGAR, MURTIZAPUR,
DISTRICT. AKOLA, MH 444107 IN
CIN: U01409MH2018PTC316009
FOR THE YEAR ENDED ON 31ST MARCH, 2023

Note: 1. SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A) Significant Accounting Policies:

1. Basis of Preparation and Presentation of Financial Statements -

The financial statements are prepared on accrual basis under the historical cost convention, except for certain fixed assets which are carried at revalued amounts.

2. Use of Estimates -

The preparation of financial statement is in conformity with the generally accepted accounting principles those requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amount of revenues and expenditures during the reporting year. Difference between the actual result and estimates are recognized in the year in which the results are known / materialized. The management believes that the estimates used in preparation of financial statements are prudent and reasonable.

3. Fixed Assets -

3.01 Tangible Assets :

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and includes amount added on revaluation, less accumulated depreciation and impairment loss. The cost of Tangible Assets comprises cost of acquisition and other incidental expenses related to acquisition and installation. Insurance and Direct expenses during construction period are capitalised, if appropriate, on pro-rata basis.

Subsequent expenditures related to an item of Tangible Assets are added to its book value only if they increase the future benefits from the existing assets beyond its previously assessed standard of performance.

Projects under which assets are not ready for their intended use are disclosed under Capital Work in Progress.

3.02 Depreciation on Fixed Assets except freehold land is provided to the extent of depreciable amount on the Straight Line method. Depreciation is provided based on useful life of the Assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of those Assets where useful life as estimated by the Board of Directors is different than those prescribed in Schedule II to the Companies Act, 2013. In respect of those assets where useful life has not been prescribed in Schedule II of the Companies Act, the useful life as estimated by the Board of Directors is considered for the calculation of Depreciation

4. Borrowings Costs –

Borrowing cost directly attributable to the acquisition, construction or production of an asset that

necessarily takes a substantial period of time to get ready for its intended use is capitalized as part of the cost of that assets. Other costs are charged to Profit and Loss Account.

5. **Investments -**
 - 5.01 Non Current investment are stated at cost. Provision for diminution in the value of non current investments is made only if such a decline is other than temporary.
 - 5.02 Current investments are carried at the lower of cost and fair value determined by category of the particular investment.
6. **Inventories -**

Closing Inventories has been valued by the Management as under :

 - 6.01 Raw material are valued at lower of cost or net realisable value.
 - 6.02 Work in process are valued at cost.
 - 6.03 Finished goods are valued at lower of cost or net realisable value.
 - 6.04 Finished stock with Commission Agent are valued at net realisable value.
 - 6.05 Packing material and stores are valued at cost.
7. **Revenue Recognition -**
 - 7.01 Revenue from sales effected directly, is recognised on issue of invoices (on delivery of goods) except sales on consignment.
8. **Employee Benefits -**
 - a) The liability for the Gratuity and Superannuation Fund is not provided in the Accounts.
 - b) As informed by the management, the liability for the Gratuity and Superannuation Fund are adhoc here fits and hence will be accounted for on pay-as-you-go basis as per Accounting Standard 15.
9. **Foreign Currency Transactions -(No such Transaction)**
 - a) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rates at the date of the transactions.
 - b) Any income or expense on account of exchange difference on settlement is recognized in the Profit and Loss Statement.
 - c) Gains or Loss on account of funding under NOSTRA mode is accounted for, at the time of credit by Banks in Indian Currency.
10. **CENVAT-**

CENVAT credit on Fixed Assets is accrued and adjusted to the cost of the Assets.
11. **Taxes on Income -**
 - a) Current Income Tax is determined in respect of relative taxable amount for the period.
 - b) Deferred tax is recognised, subject to the consideration of prudence, 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 period. Deferred tax assets are not recognised on unabsorbed depreciation and carry forward of losses, unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.
 - c) Company's normal tax liabilities are more than the liability calculated under the MAT and hence no occasion for recognizing the credit of Mat liabilities.

- 12. Accounting for Provisions, Contingent Liabilities and Contingent Assets -**
Provisions are recognized in terms of Accounting Standard 29 - 'Provisions, Contingent Liabilities and Contingent Assets' issued by the ICAI, when there is a present legal or statutory obligation as a result of past events where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made except provision for Retirement Benefits which are dealt as per Accounting Standard 15.
During the year no Contingent Liabilities are recognized and there is no occasion for such recognition.
Contingent Assets are not recognized in the financial statements.
- 13. Prior Period Item / Extra-Ordinary Items -**
Prior period items, and extra ordinary items, if material, are separately disclosed in the notes to the accounts is a policy of the Company.
- 14. Earning per share**
Basic earning per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period.
Adjusted earning per share is computed by dividing net profit after tax by the average number of equity shares including bonus shares outstanding during the period.
- 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 cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.
- B) Notes on Accounts -**
- 1. Exchange Fluctuation**
In accordance with the accounting policy adopted by the Company, the net difference in foreign exchange, on account of Export Sales, arising owing to different rates prevailing on the dates of transactions and the dates of actual realisation, recognised in Profit and Loss for current year and previous year is NIL .
- 2. Depreciation**
Pursuant to the enactment of Companies Act, 2013 the company has applied the estimated useful lives as specified in Schedule II, except in respect of certain assets as disclosed in accounting policy on Depreciation, Amortization and Depletion. Accordingly the unamortized carrying value is being depreciated / amortised over the revised/ remaining useful lives.
- 3. Third Party Confirmation**
In most of the cases, confirmation from the parties grouped under sundry debtors, sundry creditors, loans & advances has not been received by the company. These balances have, therefore been taken as per the books subject to reconciliation & adjustments, if any.
- 4. Long Term Borrowings**
During the year, Company has outstanding Long Term Unsecured Loans from Associate Concern, Directors, Shareholders amounting 1,23,66,560.04 Rs.
- 5. Trade Receivables**
Outstanding debts having found not realizable are treated as bad and has been written off in the relevant financial year.
- 6. Trade Payables**
Outstanding credit balances having found not payable are treated as bad and has been forfeited in the relevant financial year.

7. As informed by the management that the liability / refund of all Indirect Taxes will be accounted on finality of claims from concerned department.
8. Previous years figures have been regrouped and recasted wherever necessary to make them comparable to current years figure.

Deferred Tax

During the year, the company has, adopted accounting standards 22 "Accounting for taxes on income" issued by the Institute of Chartered Accountants of India and in consonance to the transitional provisions contained therein the company recorded the cumulative net deferred tax Assets. Further deferred tax liabilities for the year nil has been recognized in the profit & loss account.

a) The deferred tax Assets as at 31st March, 2022 comprised the following:

Particulars	31.03.2023 (Rs.)	31.03.2022 (Rs.)
Deferred tax liability Related to fixed assets		
Deferred tax assets Related to fixed assets		
Relating to payment of employees		
Provision for deferred tax (Net)	Nil	Nil

16. Relationship with Struck off Companies (No such relationship)

Where the company has any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details:-

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
	Investments in securities	NOT APPLICABLE	NOT APPLICABLE
	Receivables	NOT APPLICABLE	NOT APPLICABLE
	Payables	NOT APPLICABLE	NOT APPLICABLE
	Shares held by struck off company	NOT APPLICABLE	NOT APPLICABLE
	Other outstanding balances (to be specified)	NOT APPLICABLE	NOT APPLICABLE

17. Registration of charges or satisfaction with Registrar of Companies

Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed.

18. Compliance with number of layers of companies

Where the company has not complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, the name and CIN of the companies beyond the specified layers and the relationship/extent of holding of the company in such downstream companies shall be disclosed.

19. Ratios to be disclosed:

SR. NO	Ratios	Numerator	Denominator	Current Reporting Period	Previous reporting period	% of Change	Explanations for change in ratios by 25%
1	Current Ratio	Current Asset	Current liabilities	1.84	1.05	75.24	
2	Debt Equity Ratio	Debt Capital	Shareholder's Equity	27.46	20.22	35.81	
3	Debt Service coverage ratio	Net Operating Income	Debt Service (Int+Principal)	null	null	0.00	
4	Return on Equity Ratio	Profit for the year	Average Shareholder's Equity	0.15	0.04	275.00	
5	Inventory Turnover Ratio	sales	Average Inventory	1.57	1.01	55.45	
6	Trade Receivables turnover ratio	Net Sales	Average trade receivables	26.62	12.40	114.68	
7	Trade payables turnover ratio	Total purchases	Closing Trade Payables	7.12	5.63	26.47	
8	Net capital turnover ratio	Sales	Working capital (CA-CL)	1.71	12.19	-85.97	Changes due to increase in sales
9	Net profit ratio	Net Profit	Sales	0.01	0.01	0.00	Changes due to increase in sales
10	Return on Capital employed	Earnings before interest and tax	Capital Employed	0.06	0.03	100.00	
11	Return on investment(Asset)	Net Profit	Investment	null	null	0.00	

20. Transactions involving foreign exchange:

Particulars	31.03.2023 (Rs.)	31.03.2022 (Rs.)
a) Value of Imports	NIL	NIL
i) Stores & Spare parts	-	-
ii) Capital Goods	-	-
iii) Raw Material	-	-
iv) Trading Goods	-	-
b) Expenditure on commission	NIL	NIL
c) Earning in Foreign Exchange Sales (FOB Value of Direct Export)	NIL	NIL

21. RELATED PARTY DISCLOSURE

1. Number of contracts or arrangements or transactions not at arm's length basis: Nil
2. Number of material contracts or arrangement or transactions at arm's length basis: as under

a) name of the related parties with whom transactions have been entered in the ordinary course of business.

I) Associates concern with whom transactions have been entered during the year

Sr. No.	Name
	-

ii) Director/ key managerial (KMP) and their relatives

Sr. No.	NAME
1	

B) Following transactions carried out with the related parties referred to in above in ordinary course of business are as under

Sr. No.	Name	Nature of Relationship (Director Concern or His Relative)	Nature of Contract	Amount (Rs)
1				

C) Balances with the related parties are as follows.

Sr. No.	Name	Nature of Relationship (Director Concern or His Relative)	Nature of Contract	Amount
1				NIL

22. EARNING PER SHARE

Particulars	31.03.2022 (Rs.)	31.03.2021 (Rs.)
Face Value Per Share	10	-
Net Profit	85,756.62	-
No. of Ordinary Shares	1,00,000	-
No. of Bonus shares	0	-
Earning Per Share (Basic)	0.86	-
Earning Per share (Adjusted) (Bonus)	0.00	-

For,
PHAFAT & RATHI
Chartered Accountants
(FRN : 0126026W)



SIGNATURE
CA DEEPAK SHARADKUMARJI
ZHAWAR
PARTNER
MEMBERSHIP NO: 128118
UDIN: 23128118BGUSOS2896

Date:03/02/2023
Place: Amravati