

**SHRI SWAMI SAMARTH FARMERS PRODUCER
COMPANY LIMITED**

**ADDRESS - HOUSE NO. 679 B, A/P KHARSHING, HIRGUDE VASTI ROAD,
TAL - KAVTHEMAHANKAL DIST - SANGLI, 416405**

ANNUAL REPORT

FOR THE PERIOD 01.04.2020 TO 31.03.2021

M/S. K D PATIL & COMPANY

CHARTERED ACCOUNTANTS



INDEPENDENT AUDITOR'S REPORT

To The Members of Shri Swami Samarth Farmers Producer Company Limited.

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying financial statements of **Shri Swami Samarth Farmers Producer Company Limited**. ("The Company") which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss Account for the year ended, 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 Act in the manner so required and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021, and its profit and its cash flows 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 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 Accountant of India together with the ethical requirements that are relevant to our audit of the financial statements under the provision of The Companies Act, 2013 and the rules made thereunder, 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 on the financial statements.

Information other than the financial statements and auditors' 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 Board's Report including Annexures to Board's Report, Business Responsibility Report 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 standalone 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

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards 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.

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 also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit.

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 SA's, we exercise professional judgment and maintain professional scepticism 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 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.
- 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.

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.

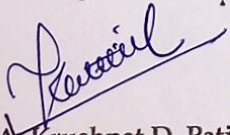
We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



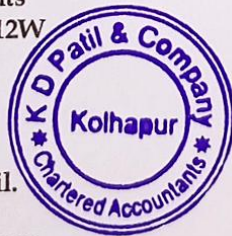
Report on Other Legal and Regulatory Requirements

1. Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act is not applicable.
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 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, the 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 prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accountants) Rules, 2014.
 - e) On the basis of written representations received from the directors, taken on record by the Board of Directors, none of the directors is disqualified, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) 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 does not have any pending litigations which would impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. The clause about requirement of transfer amounts to the Investor Education and Protection Fund by the Company is not applicable to the company.

For K D Patil & Company
Chartered Accountants
Firm Regn. No. 155012W


CA. Krushnat D. Patil.
Proprietor

Membership No. 603088
UDIN- 21603088AAAAAN2405
Place: Kolhapur
Date: 16th September, 2021.



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LTD

HOUSE NO. 679 B, A/P KHARSHING, HIRGUDE VASTI ROAD

TAL - KAVTHE MAHANKAL DIST - SANGLI, 416405

BALANCE SHEET AS AT 31st MARCH, 2021

	PARTICULARS	Note No.	AS AT	AS AT
			31st MARCH, 2021	31st MARCH, 2020
I	<u>EQUITY AND LIABILITIES</u>			
	1 Shareholder's funds			
	(a) Share capital	1	1,00,000	-
	(c) Reserves and surplus	2	41,858	-
	2 Non-current liabilities			
	(a) Long-term borrowings	3	-	-
	(b) Deferred tax liabilities (net)		-	-
	3 Current liabilities			
	(a) Trade payables	4	36,460	-
	(b) Other current liabilities	5	-	-
	(c) Short-term provisions	6	7,500	-
	TOTAL		1,85,818	-
II	<u>ASSETS</u>			
	1 Non-current assets			
	(a) Property, Plants & Equipments			
	(i) Tangible assets	7	-	-
	(ii) Intangible assets		-	-
	(b) Non-current investments	8	-	-
	(c) Deferred tax assets (net)	9	-	-
	2 Current assets			
	(a) Trade receivables	10	5,850	-
	(b) Cash and cash equivalents	11	1,20,568	-
	(c) Short-term loans and advances	12	24,700	-
	(d) Other Current Assets	13	34,700	-
	TOTAL		1,85,818	-
	See accompanying notes forming part of the financial statements	21 & 22	-	-

As per our report of even date

For K D Patil & Company
Chartered Accountants
Firm Regn. No. 155012W



CA Krushnat Patil
Proprietor
Membership No. 603088
UDIN- 21603088AAAAAN2405
Place : Kolhapur
Date : 16th September, 2021

For and on behalf of the Board of Directors of
Shri Swami Samarth Farmers Producer Company Ltd

Director
(Amol S.Kore)
DIN- 09112770
Place : Sangli
Date : 16th Sept, 2021

Director
(Abhijit S. Mali)
DIN- 09112784
Place : Sangli
Date : 16th Sept, 2021

SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LTD

HOUSE NO. 679 B, A/P KHARSHING, HIRGUDE VASTI ROAD

TAL - KAVTHE MAHANKAL DIST - SANGLI, 416405

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2021

PARTICULARS	NOTE NO.	AS AT	AS AT
		31st MARCH, 2021	31st MARCH, 2020
		₹	
Revenue			
Revenue from Operation	14	6,74,890	-
Other Income	15	-	-
i Total Revenue		6,74,890	-
Expenses			
Cost of Material Consumed	16	5,56,936	
Direct Expenses	17	19,230	-
Employee Benefit Expenses	18	-	-
Depreciation & Amortisation Expenses	19	-	-
Administrative & Other Expenses	20	56,866	-
ii Total Expenses		6,33,032	-
iii Profit Before Exceptional & Extraordinary Items and tax (i - ii)		41,858	-
iv Exceptional Items		-	-
v Profit Before Extraordinary Items and Tax (iii - iv)		41,858	-
vi Extraordinary Items		-	-
vii Profit Before Tax (v-vi)		41,858	-
Tax Expense			
viii Current Tax		-	-
ix Deferred Tax		-	-
x Profit/(Loss) for the Period From Continuing Operations(vii-viii-ix)		41,858	-
xi Profit / (Loss) From Discontinuing Operations		-	-
xii Tax Expense of Discontinuing Operations		-	-
xiii Profit / (Loss) from Discontinuing Operations (after tax) (xi-xii)		-	-
xiv Profit / (Loss) For The Period (x-xiii)		41,858	-
xv Earning Per Equity Share			
xvi Basic		41.86	-
xvii Diluted		41.86	-

As per our report of even date

For K D Patil & Company

Chartered Accountants

Firm Regn. No. 155012W

CA Krushnat Patil

Proprietor

Membership No. 603088

UDIN- 21603088AAAAAN2405

Place : Kolhapur

Date : 16th September, 2021



For and on behalf of the Board of Directors of

Shri Swami Samarth Farmers Producer Company Ltd

Director

(Amol S.Kore)

DIN- 09112770

Place : Sangli

Date : 16th Sept, 2021

Director

(Abhijit S. Mali)

DIN- 09112784

Place : Sangli

Date : 16th Sept, 2021

SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LTD

HOUSE NO. 679 B, A/P KHARSHING, HIRGUDE VASTI ROAD

TAL - KAVTHE MAHANKAL DIST - SANGLI, 416405

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
1	SHARE CAPITAL		
a i)	Authorised Share Capital		
	10,000 Equity Shares of ₹ Rs. 100 each	10,00,000	-
ii)	Issued, Subscribed and Paid up		
	10,000 Equity Shares of ₹ Rs. 100 each Fully paid	1,00,000	-
	Less: Calls in Arrears	-	-
	Total	1,00,000	-

b (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
	Equity shares		
	10,000 Equity Shares at the beginning of the year	-	-
	Add : Fresh Issue of shares	1,00,000	-
	Less: Buy back of shares	-	-
	10,000 Equity shares at the end of the year	1,00,000	-

c Terms/ Rights attached to Equity Shares

The company has only one class of share Capital i.e Equity Shares having face value of Rs. 100/- per share. Each holder is Entitled to one vote per share.

d List of Shareholders holding more than 5% of Share Capital

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
1.	Amol Sahadev Kore		
	No of Share	100	-
	% of Holding	10%	-
2.	Sarika Amol Kore		
	No of Share	100	-
	% of Holding	10%	-
3.	Manik Savanta Mali		
	No of Share	100	-
	% of Holding	10%	-
4.	Sopan Dhondiram Mali		
	No of Share	100	-
	% of Holding	10%	-
5.	Abhijeet Sadashiv Mali		
	No of Share	100	-
	% of Holding	10%	-
6.	Savanta Shankar Mali		
	No of Share	100	-
	% of Holding	10%	-
7.	Mahadev Nathaji Mali		
	No of Share	100	-
	% of Holding	10%	-
8.	Sadashiv Mahadev Mali		
	No of Share	100	-
	% of Holding	10%	-
9.	Suresh Jagannath Patil		
	No of Share	100	-
	% of Holding	10%	-
10.	Rajaram Keshav Kore		
	No of Share	100	-
	% of Holding	10%	-



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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
2	RESERVES AND SURPLUS		
	General Reserve		
	Opening balance	-	-
	Add: Transfer from Profit & Loss Statement	41,858	-
	Less: Utilised / transferred during the year		
	Closing balance	41,858	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
3	LONG TERM BORROWINGS		
	Secured	-	-
	Unsecured	-	-
	Total	-	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
4	TRADE PAYABLES		
	(i) Dues to micro and small enterprises	-	-
	(ii) Dues to other than micro and small enterprises	36,460	-
	Total	36,460	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
5	OTHER CURRENT LIABILITIES		
	(i) GST Payable	-	-
	(ii) Advance from Customer	-	-
	Total	-	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
6	SHORT TERM PROVISIONS		
	(i) Professional Fees Payable	7,500	-
	(ii) Salary Payable	-	-
	(iii) Provision for Income Tax	-	-
	Total	7,500	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
7	PROPERTY, PLANT & EQUIPMENTS		
	a Tangible	-	-
	b Intangible	-	-
	(i) Gross Block	-	-
	(ii) Less - Depreciation	-	-
	(iii) Net Block	-	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
8	NON CURRENT INVESTMENTS		
	(I) Non-Trade Investments		
	Gold ornaments	-	-
	Recurring Deposits	-	-
	Total	-	-



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TAL - KAVTHE MAHANKAL DIST - SANGLI, 416405

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
9	DEFERRED TAX ASSETS / LIABILITIES (Net)		
(i)	Deferred Tax Liabilities	-	-
(ii)	Deferred Tax Assets	-	-
	<u>Note:</u> Deferred tax effect on losses has not been considered in computing current year deferred tax assets or liability. Since we are not claiming set off of current years losses against profits of future years.		
	Net Deferred Tax Assets	-	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
10	TRADE RECEIVABLES		
	(a) Trade Receivables considered good - Secured	-	-
	(b) Trade Receivables considered good - Unsecured	5,850	-
	(c) Trade Receivables which have significant increase in Credit Risk	-	-
	(d) Trade Receivables - credit impaired.	-	-
	Total	5,850	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
11	CASH AND CASH EQUIVALENTS		
	Cash On Hand	17,568	-
	Balance With Bank	1,03,000	-
			-
			-
	Total	1,20,568	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
12	SHORT TERM LOANS & ADVANCES		
	<u>(a) Loans and advances</u>		
	(a) Adv. Receivables considered good - Secured	-	-
	(b) Adv. Receivables considered good - Unsecured	24,700	-
	(c) Adv. Receivables which have significant increase in Credit Risk	-	-
	(d) Adv. Receivables - credit impaired.	-	-
	<u>(b) Deposits</u>		
	Bank Deposit Considered Good	-	-
	<u>(c) Balances with Government Authorities</u>		
	Unsecured, considered good	-	-
	-TDS Paid	-	-
	-GST Receivable	-	-
	Total	24,700	-

NOTE No.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
13	OTHER CURRENT ASSETS		
	Preliminary Expenses	34,700	-
			-
	Total	34,700	-



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LTD

HOUSE NO. 679 B, A/P KHARSHING, HIRGUDE VASTI ROAD

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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

NOTE NO.	PARTICULARS	As At 31st March, 2021	As At 31st March, 2020
14	REVENUE FROM OPERATION		
a	Sales of Service	-	-
b	Sales of Goods	6,74,890	-
	Total	6,74,890	-
15	OTHER INCOME:		
a	Interest on Income	-	-
b	Other Misc Income or W/Off	-	-
	Total	-	-
16	COST OF GOODS SOLD		
a	Op. Stock of Material	-	-
b	Add : Purchase Of Raw Material	5,56,936	-
c	Less : Clo. stock of Material	-	-
	Total	5,56,936	-
17	DIRECT EXPENSES		
a	Transport charges paid	11,747	-
b	Loading and Unloading Charges	7,483	-
c	Consumables Packing & Others	-	-
	Total	19,230	-
18	EMPLOYEE BENEFITS EXPENSES		
a	Directors Remuneration	-	-
b	Salary & Wages	-	-
c	Staff Welfare	-	-
	Total	-	-
19	DEPRECIATION & AMORTISATION COST		
	Depreciation Expenses	-	-
	Total	-	-
20	ADMINISTRATIVE AND OTHER EXPENSES		
	Audit Fees	7,500	-
	Salaray And Wages Expenses	5,000	-
	Office Expenses	11,780	-
	Sales Promotion Expenses	14,690	-
	Printing & Stationery	1,346	-
	Labour Welfare Expenses	6,450	-
	Travelling & Conveyance	7,450	-
	Preoperative Expenses	2,000	-
	Telephone expenses	650	-
	Total	56,866	-



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LIMITED

21 NOTES TO ACCOUNTS

1. INFORMATION REGARDING IMPORTS AND FOREIGN EXCHANGE CURRENCY TRANSACTIONS

There are no imports during the period under audit.

FOREIGN EXCHANGE EARNING - NIL

2. RELATED PARTY DISCLOSURE

Related parties and their relationship-

A. Key Management personnel-

1. Mr.	Amol Sahadev Kore	DIRECTOR
2. Mr.	Sarika Amol Kore	DIRECTOR
3. Mr.	Manik Savanta Mali	DIRECTOR
4. Mr.	Sopan Dhondiram Mali	DIRECTOR
5. Mr.	Abhijeet Sadashiv Mali	DIRECTOR

B. Companies over which Key Management Personnel or their relatives have control or significant influence- Nil

C. Managerial Remuneration Paid during the year.

Sr. No.	Name of Director	Current year	Previous Year
1	NIL	NIL	NIL
	Total		

D] Transactions with related parties during 2020-21

Sr. No.	Description of nature of transactions	Key Management personnel/ Directors	Proprietorship	Partnership	HUF	Relatives of Key Managerial personnel
1	Purchases of material	Nil	Nil	Nil	Nil	Nil
2	Expenses	NIL	Nil	Nil	Nil	Nil
3	Other receipts	Nil	Nil	Nil	Nil	Nil
4	Sale of Assets	Nil	Nil	Nil	Nil	Nil



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LIMITED

5	Guarantees given (For Loan)	Nil	Nil	Nil	Nil	Nil
6	Loans & Advances Taken Repaid	Nil	Nil	Nil	Nil	Nil
7	Dividends	Nil	Nil	Nil	Nil	Nil
8	Outstanding balance of unsecured loans taken at the year end	Nil	Nil	Nil	Nil	Nil

3. AUDITORS REMUNERATION

Particulars	2020-21 Rs.	2019-20 Rs.
a) Audit Fees	7,500	-
b) Consultation Fees	-	-
Total	7,500	-

4. EARNING PER SHARE

Particulars	2020-21 Rs.	2019-20 Rs.
Net Profit for the year	41,858	-
No of Shares	1,000	-
Earnings / (Loss) per share	41.85	-

22. SIGNIFICANT ACCOUNTING POLICIES

1. System of Accounting

The company has followed 'Mercantile System' of accounting. Financial statements have been prepared on historical cost convention generally in accordance with the normally accepted accounting principals. Major considerations governing the selection & application of accounting policies are prudence, substance over form & materiality.



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LIMITED

2. Fixed Assets

Fixed Assets are valued at cost less accumulated depreciation. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the assets to its working conditions for the intended use. Any trade discount or rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases future economic benefits from the existing assets beyond its previously assessed standard of performance. All the other expenses, existing fixed assets, day to day repair and maintenance expenditure and cost of replacing parts are debited to the statement of profit and loss for the period during which such expenses are incurred.

2. Revenue Reorganization

The Company recognizes revenue on the sale of products, when the products are delivered to the dealer / customer, which is when risks and rewards of ownership pass to the dealer / customer.

Interest income is recognized on the time basis determined by the amount outstanding and the rate applicable and where no significant uncertainty as to measurability or collectability exists.

3. Investments

Investments which are readily realizable and intended to be held for less than 1 year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments.

On initial recognition all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Long term investments are stated at costs. Provision for diminution in value of assets is made only if such decline is other than of temporary nature. Current investments are carried at cost or quoted value/ fair value computed category wise.

On disposal of an investment the difference between it's carrying amount and net disposal proceeds is charged to the statement of profit and loss.



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LIMITED

4. Depreciation on Tangible Fixed Assets

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. While calculating depreciation, the subsidy portion has been reduced from cost of fixed asset on pro rata basis from respective assets.

5. Contingent liability

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements

6. Impairment of Assets:

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to profit and loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed, if there has been change in estimate of recoverable amount

7. Borrowing Cost:

Borrowing cost that are attributable to the acquisition or construction of qualifying asset are capitalized as a part of the cost of such capital asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

8. Earning Per Share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a right issue, share split and reverse share split that have changed the number of equity share outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to the equity shareholders and the weighted average



SHRI SWAMI SAMARTH FARMERS PRODUCER COMPANY LIMITED

number of shares outstanding the period are adjusted for the effects of all dilutive potential equity shares.

9. Provisions

A provision is recognized when the company has a present obligation as a result of past event & it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made.

10. Income Tax:

Tax expense comprises current and deferred tax

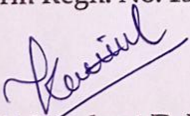
A). Current Taxes

Current Income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961 enacted in India And tax laws prevailing in the respective tax jurisdiction where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date. Current Income tax relating to the items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

B). Deferred Taxes:

Deferred tax expense or benefit is recognized on timing differences being the difference between taxable incomes & accounting income that originate in one period & are capable of reversal in one or more subsequent periods. Deferred tax assets & liabilities are measured using the tax rates & tax laws that have been enacted or substantively enacted by balance sheet date. In the event of unabsorbed depreciation and carry forward of losses, deferred tax asset are recognized only to the extent that there is virtual certainty that sufficient future taxable income will be available to realize such assets. In other situations, deferred tax assets are recognized only to the extent, there is reasonable certainty that sufficient future taxable income will be available to realize these assets.

For K D Patil & Company
Chartered Accountants
Firm Regn. No. 155012W


Krushnat D. Patil.
Proprietor

Membership No. 603088
UDIN- 21603088AAAAAN2405
Place: Kolhapur
Date: 16th September, 2021.

