

Annual Report  
**2021-22**



**Shiva Global  
Agro Industries Ltd.**



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## **COMPANY INFORMATION:**

### **Registered Office & Works**

Shri Hanuman Nagar,  
Osman Nagar Road, Village Dhakni,  
Nanded 431708, Maharashtra.

### **Auditors**

M/s. Falor Jhavar Khatod & Co.  
Chartered Accountants  
Office No. 205, 2nd floor,  
Sanman Tower, Vazirabad,  
Nanded 431601, Maharashtra.

### **Bankers**

Union Bank of India,  
Santkripa Market, G. G. Road,  
Nanded 431601, Maharashtra.

### **Registrar & Share Transfer Agent**

Aarathi Consultants Pvt. Ltd.  
1-2-285, Domalguda,  
Hyderabad 500 029, Telangana



# NOTICE OF THE 30TH ANNUAL GENERAL MEETING OF THE COMPANY

## To the Members of the

### Shiva Global Agro Industries Limited

Notice is hereby given that the 30th Annual General Meeting (AGM) of the Members of Shiva Global Agro Industries Limited will be held on Thursday, September 29, 2022 at 1.00 P.M. through Video Conferencing (VC)/ Other Audio Visual Means (OAVM), to transact the following business :

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2022, the Report of the Auditors' thereon and the Report of the Board of Directors, and in this regard to consider and, if deemed fit, to pass the following Resolution as an **Ordinary Resolution** :  
**"RESOLVED THAT** the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2022, the Report of the Auditors' thereon and the Report of the Board of Directors placed before the 30th Annual General Meeting be and are hereby received and adopted."
2. To receive, consider and adopt the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022, the Report of the Auditors' thereon and in this regard to consider and, if deemed fit, to pass the following Resolution as an **Ordinary Resolution** :  
**"RESOLVED THAT** the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022 and the Report of the Auditors' thereon placed before the 30th Annual General Meeting be and are hereby received and adopted."
3. To declare a dividend for the financial year ended March 31, 2022, and in this regard to consider and, if deemed fit, to pass, the following Resolution as an **Ordinary Resolution** :  
**"RESOLVED THAT** a dividend of Rs.0.75 per share (7.5% on Face Value of Rs.10 each) be declared for the financial year ended March 31, 2022 and that the same
4. To appoint a director in place of Mr. Deepak Maliwal [Director Identification Number (DIN): 00452540], who retires by rotation and, being eligible, offers himself for re-appointment and in this connection to consider and if deemed fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution** :  
**"RESOLVED THAT** pursuant to the provisions of Section 152 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or reenactment there of for the time being in force), Mr. Deepak Maliwal (DIN: 00452540), who retires by rotation and being eligible for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."
5. To ratify the appointment of M/s. Falor Jhavar Khatod & Co., Chartered Accountants, (Firm Regn. No.104223W), as Auditors for the period from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and in this connection, to consider and if deemed fit, to pass the following Resolution as an **Ordinary Resolution** :  
**"RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and other Rules framed thereunder, as amended from time to time, the appointment of M/s. Falor Jhavar Khatod & Co., Chartered Accountants, (Firm Regn. No.104223W), as Auditors of the Company for a period of 5 consecutive years, made at the Twenty Ninth Annual General Meeting (AGM) held on September 29, 2021, be and is hereby ratified to hold office for the period from the



conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting on a remuneration of Rs.4,00,000/- (Rupees Four Lacs Only) plus reimbursement of out of pocket expenses and applicable taxes and the Board of Directors of the Company be and is hereby authorized to pay such increased audit fee as they may deem fit."

#### SPECIAL BUSINESS

6. Continuation of directorship of Mr. Omprakash Gilda, Managing Director [Director Identification Number (DIN): 01655503] in terms of provisions of Section 196(3)(a) of companies Act, 2013 :

To consider, and if thought fit, to pass, the following resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to Section 196, 197, 203, Schedule V and any other applicable provisions of the Companies Act, 2013, read with rule 3 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, (Including any statutory modification(s) / amendment(s) / re-enactment(s) thereto), and applicable provisions of SEBI (LODR) Regulation 2015, and such other approvals as may be necessary in this regard, approval of the Members of the company be and is hereby accorded for the continuation of office of Mr. Omprakash Gilda (DIN: 01655503), aged 70 years for his remaining term of five years starting from September, 29, 2019 and be liable to retire by rotation."

7. To ratify the remuneration of the Cost Auditors for the financial year 2022-23 and in this regard to consider and if deemed fit, to pass, the following resolution as an **Ordinary Resolution** :

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 read with Rule 14(a) of the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof, for the time being in force), Mr. Jayant B. Galande (Membership No.5255), Cost Accountant in Whole-Time Practice, Aurangabad, who was appointed as the Cost Auditor of the Company by the Board of Directors, for conducting the audit of the cost accounting records of the Company for the financial year ending March 31, 2023, at a remuneration of Rs.25,000/- (Rupees Twenty Five Thousand Only) excluding taxes, travelling and other out of pocket expenses incurred by him in connection with the aforesaid audit be and is hereby ratified.

**RESOLVED FURTHER THAT** the Board of Directors or Key Managerial Personnel of the Company be and they are hereby severally authorised to do all acts and take all

such steps as may be necessary, proper or expedient to give effect to this resolution."

**By order of the Board**  
For Shiva Global Agro Industries Limited

Place: Nanded

Date: May 30, 2022

**Omprakash Gilda**  
Managing Director

Corporate Identification Number (CIN)  
L24120MH1993PLC070334

#### Registered Office:

'Shri Hanuman Nagar', Osmannagar Road, Village Dhakni, Taluka Loha, District-Nanded, Maharashtra.

Tel: +91 2462 284036/39

Fax: +91 2462 284729

E-mail Id: admin@shivaagro.org

Website: <https://www.shivaagro.org>

#### NOTES:

1. In terms of the General Circular number 20/2020 read with General Circular numbers 14/2020, 17/2020, 02/2021, 19/2021, 21/2021 and 2/2022 issued by the Ministry of Corporate Affairs (MCA) and Circular numbers SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 issued by the Securities and Exchange Board of India (SEBI) (hereinafter collectively referred to as "the Circulars"), companies are allowed to hold Annual General Meeting ("AGM") through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM"). Hence, in compliance with the Circulars, the 30th AGM of the Company is being held through VC/OAVM, hereinafter called as electronic Annual General Meeting ("e-AGM"). The deemed venue for this e-AGM shall be the registered office of the Company. The detailed procedure for participating in the e-AGM is given below and will also be available at the Company's website [www.shivaagro.org](http://www.shivaagro.org).
2. In compliance with the aforesaid Circulars, this e-AGM Notice, together with the Annual Report for the financial year 2021-22, is being sent only through electronic mode to those Members whose E-mail addresses are registered with the Company/ Depositories, unless any Member has requested for a physical copy of the same. The e-AGM Notice and

Annual Report of the Company are also available on the Company's website at [www.shivaagro.org](http://www.shivaagro.org) and on the website of the Stock Exchange where the shares of the Company are listed i.e. [www.bseindia.com](http://www.bseindia.com). Members who have not registered their email address are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically-[www.bseindia.com](http://www.bseindia.com). The Company has published a Notice by way of advertisement in the newspapers viz., Shramik Ekjoot on September 06, 2022, giving the required details of 30th AGM and Dividend related information.

3. As this AGM is being held through VC / OAVM, physical attendance of Members has been dispensed with and they can attend the meeting through login credentials provided to them. Accordingly, the facility for appointment of proxies by the Members will not be available and hence the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
4. Corporate / Institutional Members (i.e., other than Individuals, HUF, NRI, etc.,) are required to send scanned certified true copy (PDF Format) of the Board Resolution/ Authority Letter etc. pursuant to Section 113 of the Companies Act, 2013 ("the Act"), together with attested specimen signature(s) of the duly authorised representative(s), to company's mail id: [admin@shivaagro.org](mailto:admin@shivaagro.org). The scanned image of the abovementioned documents should be in the naming format "Shiva Global – 30th AGM".
5. Pursuant to Section 102(1) of the Act, an Explanatory Statement in respect of the Special Business to be transacted at the AGM is annexed hereto.
6. As required by Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India, the relevant details of Mr. Deepak S. Maliwal & Mr. Omprakash K. Gilda, Directors seeking re-appointment at this AGM are provided as annexure to the Notice and in the Report on Corporate Governance, forming part of the Annual Report.
7. **Book Closure:** The Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, September 21, 2022 to Thursday, September 29, 2022 (both days inclusive).
8. **Statutory Registers:** The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the Directors are interested under Section 189 of the Act and all other documents referred in the Notice will be available for inspection in electronic mode. Members can send an email for the purpose to [admin@shivaagro.org](mailto:admin@shivaagro.org).
9. **Unclaimed/Unpaid Dividend:** Pursuant to the provisions of Section 124 of the Act, the amounts of dividend declared and remaining unpaid/unclaimed pertaining to the financial year 2012-13, have been transferred from time to time on respective due dates, to the Investors Education & Protection Fund Authority (IEPF). Details of unpaid/unclaimed dividends lying with the Company as on March 31, 2022 is available on the website of the Company at <http://shivaagro.org> and Ministry of Corporate Affairs at <http://www.iepf.gov.in>. Members are requested to contact Aarthi Consultants Pvt. Ltd., 1-2-285, Domalguda, Hyderabad -500 029, Telangana, the Registrar and Share Transfer Agents of the Company, to claim the unclaimed /unpaid dividends.
10. **Compulsory transfer of Equity Shares to IEPF Authority:** As per Section 124(5) of the Act, read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2017 (IEPF Rules) and amendments made thereto, all shares in respect of which dividends remain unpaid or unclaimed for a consecutive period of seven years or more are required to be transferred to the demat account of IEPF Authority. Pursuant thereto, the Company has transferred the underlying shares in respect of which dividends remained unclaimed for a consecutive period of seven years. The Members / claimants whose shares, have been transferred to IEPF may claim the shares by making an application to IEPF Authority in webform IEPF 5 (available on [www.iepf.gov.in](http://www.iepf.gov.in)). The Member / claimant can file only one consolidated claim in a Financial Year as per the IEPF Rules.
11. **Dividend:** The dividend, as recommended by the Board of Directors of the Company, if approved at the e-AGM, will be paid within 30 days from the declaration of dividend at the e-AGM, as provided in the Act, to those Members whose names stand registered on the Company's Register of Members, as at the end of business hours on Tuesday, September 20, 2022.

**12. Tax Deducted at Source (TDS) on Dividend:**

- i. Shareholders may note that in terms of the Income Tax Act, 1961, as amended by the Finance Act, 2020, dividend income will be taxable in the hands of Shareholders w.e.f. April 1, 2020, and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates, as provided in the Finance Act, 2020 and amendments thereof. Shareholders are requested to update their valid PAN, i.e., PAN linked with Aadhaar with Aarthi Consultants Pvt. Ltd. (in case of shares held in physical mode) and with their respective depository participants (in case of shares held in demat mode).
- ii. A resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by sending scanned copy of duly filled form along with PAN on admin@shivaagro.org on or before September 09, 2022. Shareholders are requested to note that in case their PAN is not registered/valid, the tax will be deducted at a higher rate of 20%.
- iii. Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to sending of the mandatory documents, i.e., No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, and any other document which may be required to avail the tax treaty benefits, to admin@shivaagro.org on or before September 09, 2022.
- iv. Dividend will be paid subject to deduction of income tax at source (TDS) at applicable rates. In respect of resident individuals, if the dividend payment is in excess of Rs. 5,000/- (collectively for all folios with the same PAN) for the entire financial year, the TDS will be at the rate of 10%. For all other categories of shareholders, please refer to the TDS rates provided in the Income Tax Act/Rules. TDS Certificates will be sent to concerned shareholders through email or post, as the case may be.
- v. Shareholders who have not furnished return with Income Tax Authority for the immediately preceding previous year for which the due date of filing has expired, and aggregate of TDS is Rs. 50,000/- or more in such preceding previous year, the TDS will be deducted at twice the applicable rate for such shareholder considering its residential status.
- vi. The documents submitted in this regard, are subject to verification by the Company and in case of ambiguity, the Company reserves its right to deduct the TDS as per the provisions of the Income Tax Act, 1961.

13. Members holding shares in electronic form may note that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrars and Share Transfer Agent, Aarthi Consultants Pvt. Ltd. cannot act on any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandates. Members holding shares in electronic form are, therefore, advised to intimate any change in their address or bank mandates to their respective Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates to Company/ Aarthi Consultants Pvt. Ltd.

**14. Mandatory furnishing of PAN, bank account details, KYC details and nomination by shareholders holding shares in physical mode:**

- a. Members holding shares in physical mode are requested to note that SEBI vide its circular SEBI/HO/MIRSDMIRSD\_RTAMB/P/CIR/2021/655 dated November 3, 2021, has made it mandatory for holders of physical securities to furnish PAN, bank account details, email address, mobile number, postal address (KYC details), and to register their nomination or opt-out of nomination. SEBI has notified forms for the purpose, as detailed below:

Forms	Descriptions
Form ISR-1	Request for registering PAN, bank account details, KYC details or changes / updation thereof
Form ISR- 2	Confirmation of Signature of securities holder by the Banker
Form SH-13	Nomination form
Form ISR-3	Declaration for Nomination opt-out
Form SH- 14	Change in Nomination

The above forms can be downloaded from weblinks viz. [www.shivaagro.org](http://www.shivaagro.org) or [www.aarthiconsultants.com](http://www.aarthiconsultants.com) /Members holding shares in physical mode are requested to send the duly filled forms i.e., Form ISR-1, Form ISR-2, Form SH-13 or Form ISR-3 and along with requisite documents as mentioned in the respective forms to the address of Aarthi Consultants Pvt. Ltd.

- b. **Compulsory linking of PAN and Aadhaar:** The Central Board of Direct Taxes (CBDT) mandated linking PAN with Aadhaar number on or before March 31, 2023. PAN linked with Aadhaar numbers shall only be considered as valid PAN. All shareholders holding shares in physical form are requested to submit valid PAN to RTA and RTA shall accept valid PAN only.



**c. Freezing of Folios:**

- i. Folios in which PAN is/are not valid, i.e., PAN not linked to Aadhar as on March 31, 2023 or any other date as may be specified by Central Board of Direct Taxes, shall be frozen thereafter.
- ii. Such Folios wherein any one of the referred documents mentioned in (a) above/ details are not available on or after April 01, 2023, shall be frozen and shareholders shall be eligible for receipt of dividend through electronic mode only after submission of the complete documents / details as referred in (a) above.
- iii. After December 31, 2025, the frozen folios shall be referred by RTA/Company to the Administering Authority under the Benami Transactions (Prohibitions) Act, 1988 and / or Prevention of Money Laundering Act, 2002. Shareholders are also requested to ensure that their PAN is linked to Aadhar by March 31, 2023, or any other date as may be specified by the CBDT and also update the bank account details, KYC details, i.e., email address, mobile number, postal address, etc. as referred to in (a) above to avoid freezing of their folio.

15. **Issuance of securities only in demat mode:** As per the Regulation 39 and 40 of the Listing Regulations, the Company shall issue securities in dematerialized form only while processing any requests from shareholders holding shares in physical mode in respect of i. Issue of duplicate securities certificate; ii. Claim from Unclaimed Suspense Account; iii. Renewal / Exchange of securities certificate; iv. Endorsement; v. Sub-division / Splitting of securities certificate; vi. Consolidation of securities certificates/folios; vii. Transmission and viii. Transposition ("service requests"). The shareholders shall submit duly filled up Form ISR-4 along with requisite documents to RTA. The form ISR-4 is available on the website of the Company at [www.shivaagro.org](http://www.shivaagro.org). The RTA/Company shall verify and process the service requests and thereafter issue a "Letter of Confirmation" to the shareholders in lieu of the physical share certificates. The "Letter of Confirmation" shall be valid for 120 days from the date of its issuance within which shareholders shall make a request to the Depository Participant for dematerializing the said shares. In case the shareholder fails to submit the demat request within the aforesaid period, RTA / Company shall credit the securities to Suspense Escrow Demat Account of the Company
16. **Mandatory furnishing of Valid PAN, KYC details and Nomination by shareholders holding shares in demat mode** SEBI has mandated updation of valid PAN, i.e., linking of PAN with Aadhaar, Nomination or opt out of nomination and updation of KYC details, i.e., Name, Address, Valid PAN, Valid mobile number, Valid email-id and Income Range in the demat account of

shareholders holding shares in demat mode. The demat accounts wherein the above details have not updated for all the 6 KYC attributes, such demat accounts will be frozen for debits on March 31, 2023. Shareholders holding shares in demat mode are requested to approach their Depository participants and update the details at the earliest.

**17. CDSL e-Voting System – For e-Voting and Joining Virtual meetings:**

1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-Voting as well as the e-Voting system on the date of the EGM/AGM will be provided by CDSL.
2. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
3. The attendance of the Members attending the AGM/EGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
4. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can

attend the AGM/EGM through VC/OAVM and cast their votes through e-Voting.

5. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at [www.shivaagro.org](http://www.shivaagro.org). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com). The AGM/EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-Voting system during the AGM/EGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
6. The AGM/EGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with e General Circular number 20/2020 read with General Circular numbers 14/2020, 17/2020, 02/2021, 19/2021, 21/2021 and 2/2022 issued by the Ministry of Corporate Affairs (MCA) and Circular numbers SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 issued by the Securities and Exchange Board of India (SEBI).

**THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:**

**Step 1 :** Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

**Step 2 :** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The voting period begins on Monday, September 26, 2022 at 9 a.m. IST and ends on Wednesday, September 28, 2022 at 5 p.m. IST. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Tuesday, September 20, 2022 may cast their vote electronically. The e-Voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/

CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-Voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-Voting service providers (ESPs) providing e-Voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-Voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-Voting process.

**Step 1:** Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:





Type of shareholders	Login Method
<b>Individual Shareholders holding securities in Demat mode with CDSL</b>	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest at <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</p> <p>2) After successful login in the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-Voting is in progress as per the information provided by company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> homepage or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> the system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-Voting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<b>Individual Shareholders holding securities in demat mode with NSDL</b>	<p>"1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under IDeAS section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select "Register Online for IDeAS" Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</p>
<b>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</b>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Important note :** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL.



Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

**Step 2 :** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,

- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
<b>PAN</b>	Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
<b>Dividend Bank Details</b> <b>OR Date of Birth (DOB)</b>	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

(vi) After entering these details appropriately, click on "SUBMIT" tab.

(vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the

Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xvii) Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting only.

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [admin@shivaagro.org](mailto:admin@shivaagro.org), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. The procedure for attending meeting & e-Voting on the day of the AGM/EGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves

as a speaker by sending their request in advance atleast seven days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at [admin@shivaagro.org](mailto:admin@shivaagro.org). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance four days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at [admin@shivaagro.org](mailto:admin@shivaagro.org). These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email



to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

**General Instructions :**

1. Members will be permitted to participate in the e-AGM on first come first serve basis (FCFS), as the participation through video conferencing is limited to 1,000 members only. The members can login and join 15 minutes prior to the scheduled time of the e-AGM and the window for joining will be kept open till expiry of 15 minutes after the scheduled time of e-AGM on FCFS basis. However, there is no restriction on participation for large shareholders (shareholders holding 2% or more shareholding), Promoters and Institutional Investors.
  2. The attendance of the Members who have logged in & are attending the e-AGM will be counted for the purpose of reckoning quorum under Section 103 of the Act.
  3. **AGM questions prior to e-AGM:** Shareholders who would like to express their views/ask questions during the meeting may mail their queries/views/ questions on admin@shivaagro.org by mentioning the name, demat account number/ folio number, email id, mobile number. The sending of the questions by the shareholders/members shall commence from Tuesday, September 20, 2022 at 9.00 a.m. and shall close on Saturday, September 24, 2022 at 5.00 p.m.
  4. **Speaker Registration during e-AGM session:** Member may send mail on admin@shivaagro.org by mentioning the demat account number / folio number, city, email address, mobile number and submit. The speaker registration shall commence from Tuesday, September 20, 2022 at 9.00 a.m. and shall close on Saturday, September 24, 2022 at 5.00 p.m.
- Other Information :**
- i. You can also update your mobile number and email id in the user profile details of the folio which may be used for sending future communication(s).
  - ii. The e-Voting period commences on Monday, September 26, 2022 (9.00 a.m. IST) and ends on Wednesday, September 28, 2022 (5.00 p.m. IST). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e., Tuesday, September 20, 2022, may cast their vote electronically in the manner and process set out herein above. The e-Voting module shall be disabled for voting thereafter. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently.
  - iii. Those who become Members of the Company after dispatch of the Notice of e-AGM but on or before Tuesday, September 20, 2022 (cut-off date) may write to the company at admin@shivaagro.org requesting for user ID and password.
  - iv. The voting rights of shareholders shall be in proportion to their shareholding of the paid-up equity share capital of the Company as on the cut-off date i.e., Tuesday, September 20, 2022.
  - v. The Board of Directors has appointed Mr. Mohan Lakhotiya (Membership No. 147779), Practicing Chartered Accountant, as the Scrutiniser to scrutinise the e-Voting process in a fair and transparent manner.
  - vi. The Scrutiniser shall, immediately after the conclusion of voting at the e-AGM, first count the votes cast at the meeting, thereafter, unblock the votes cast through remote e-Voting and submit, within a period not exceeding forty eight hours from the conclusion of the meeting, make a consolidated Scrutiniser's Report of the total votes cast in favour or against, if any, to the Chairman or person authorized by the Chairman for counter signature.
  - vii. The Results shall be declared either by the Chairman or by a person authorized in writing by the Chairman and the resolution will be deemed to have been passed on the e-AGM date subject to receipt of the requisite number of votes in favour of the Resolution(s).
  - viii. Immediately after declaration of results, the same shall be placed along with the Scrutiniser's Report on the Company's website www.shivaagro.org and communicated to stock exchange viz., BSE Limited, where the shares of the Company are listed for placing the same in their website.
  - ix. A person who is not a member as on the cut-off date, should treat this Notice for information purpose only.

**Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("the Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")**

**ITEM No. 6**

**Continuation of Directorship of Mr. Omprakash Gilda as Managing Director:**

Mr. Omprakash Gilda, was appointed as managing Director for a term of five years with effect from September, 29, 2019 and his appointment was confirmed by the shareholders of the company at the Annual General Meeting held on September 29, 2019. However, as per provisions of section 196(3)a read with Schedule V of Companies Act, 2013, no company shall appoint or continue to the employment of any person as managing director, Whole time director or manger who is below the age of twenty-one years or has attained the age of seventy years. Mr. Omprakash Gilda will attain the age of seventy during the year 2022-23. Hence, the special Resolution has been proposed.

Mr. Omprakash Gilda is Graduate and has business experience of more than 43 years. He is a visionary

who founded Shiva Global Agro Industries with the aim of improving agricultural practices, first in Maharashtra and then across the country, Mr. Gilda is a commerce graduate.

His experience in the agro-product space and his emphasis on research and commitment to quality has put Shiva Global Agro Industries on a high growth.

**Memorandum of Interest**

Mr. Omprakash Gilda & his relatives are interested in item no. 6 to the extent of their share holding. None of the other Directors/Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in the above resolution. The Board recommends the Special Resolution set out at Item No.6 for approval by shareholders.

**ITEM NO.7****Ratification of remuneration to Cost Auditors:**

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending March 31, 2023, in their meeting held on May 30, 2022. Pursuant to provisions of Section 148 of the Companies Act, 2013 and Rules made thereunder, it was proposed to appoint Mr. Jayant

B. Galande, Cost Accountant, as Cost Auditor of the Company at a remuneration of Rs.25,000/- (Rupees Twenty Five Thousand Only) excluding taxes, travelling and other out of pocket expenses incurred by him in connection with the aforesaid audit, be and is hereby ratified and confirmed. Mr. Jayant B. Galande has submitted a letter regarding their eligibility for appointment of Cost Auditors, which will be available for inspection at the Registered Office of the Company during 9.00 am to 5.00 pm on all working days except Saturday, up to and including the date of the 30th Annual General Meeting of the Company.

In accordance with the provisions of Section 148 of the Act read with Rule 14 (a) of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors approved by the Board has to be ratified by the shareholders of the Company.

Accordingly, consent of the shareholders is being sought for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2023.

**Memorandum of Interest**

None of the Directors/Key Managerial Personnel of the Company/their relatives is, in any way, concerned or interested, financially or otherwise, in the above resolution. The Board recommends the Ordinary Resolution set out at Item No.7 for approval by shareholders.



## ANNEXURE TO NOTICE

Details of the directors seeking appointment/ re-appointment, pursuant to regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2:

Name of the Director	Mr. Deepak Maliwal	Mr. Omprakash Gilda
DIN	00452540	01655503
Date of Birth	July 28, 1959	January 02, 1953
Qualifications	Chartered Accountant	Graduate (B.Com)
Date of Appointment	January 06, 1993	November 11, 1994
Expertise	30 years of Business Experience	43 years of Business Experience
Chairman/ Member of the committees of Board of the Company	Yes	Yes
Member of the Board of the Company		
Chairman/ Member of the committees of Board of the other Company	Nil	Nil
Shareholding as at March 31, 2022	697748 Shares	1190052 Shares
Brief Profile	<p>Mr. Deepak S. Maliwal (62) is the founder member of Shiva Global Agro Industries Limited. He has been on the board of the company since its inception. He is a Chartered Accountant by profession and has experience of more than 35 years in Fertilizers manufacturing business. He is also joint secretary of Nanded Chamber of Commerce and Industries.</p> <p>He is practicing chartered accountant since 1986. His area of specialization includes project financing, subsidy work, taxation and auditing matters. He pioneered in introducing project financing and subsidy work in the region.</p> <p>At Shiva Global Agro Industries, he actively looks after all business functioning &amp; coordination and ensures the smooth functioning of the group's day-to-day operations.</p> <p>His core skills and competencies includes Financial Management, Governance Practices, Corporate Strategy Formulation &amp; Implementation, Business Strategies and general Business Management.</p>	<p>Mr. Omprakash Gilda is a visionary who founded Shiva Global Agro Industries with the aim of improving agricultural practices, first in Maharashtra and then across the country.</p> <p>Mr. Gilda has completed his graduation in Commerce stream. His area of specialization includes Marketing Management and Managerial Economics.</p> <p>He has experience of more than 4 decades in the field of agro-product Business space. Agriculture being at center of his profession, over the decades he has constantly worked towards upliftment of farmers. He has also organized many awareness programs &amp; camps for farmers community.</p> <p>His emphasis on research and commitment to quality has put Shiva Global Agro Industries on a high growth path.</p> <p>His core skills and competencies includes Corporate &amp; Business Strategy Formulation, Governance Practices and general Financial &amp; Business Management.</p>

**Notes:** Directorships in unlisted entities and membership in governing councils, chambers and other bodies are not included. There is no inter-se relationship amongst the Directors and Key Managerial Personnel.

The details of the number of Board and Committee meetings attended during the year are given in the Corporate Governance Report.

By order of the Board  
For Shiva Global Agro Industries Limited

Place : Nanded  
Date : May 30, 2022

Omprakash Gilda  
Managing Director





## BOARD'S REPORT

**To The Members of  
Shiva Global Agro Industries Limited**  
Your Board of Directors have pleasure in presenting

the 30<sup>th</sup> Annual Report together with the Audited Financial Statements for the financial year ended March 31, 2022.

### 1. FINANCIAL HIGHLIGHTS:

(₹ In Lacs)

Particulars	Consolidated		Standalone	
	2021-22	2020-21	2021-22	2020-21
<b>Income</b>				
<b>From Operations</b>	<b>63,831.58</b>	<b>57,266.28</b>	<b>20,497.62</b>	<b>17,513.84</b>
Other	115.50	82.27	34.80	25.12
<b>Total</b>	<b>63,947.08</b>	<b>57,348.56</b>	<b>20,532.41</b>	<b>17,538.97</b>
<b>Profit</b>				
<b>Profit Before Interest, Depreciation and Taxation</b>	<b>3,593.35</b>	<b>2,306.70</b>	<b>2,059.82</b>	<b>778.74</b>
Less: Interest	716.31	527.84	341.54	148.00
Depreciation	273.79	252.05	108.16	102.05
<b>Profit Before Tax</b>	<b>2,603.25</b>	<b>1,526.81</b>	<b>1,610.12</b>	<b>528.69</b>
Less: Provision for Tax (Including Deferred Tax and MAT Credit Entitlement)	649.03	372.85	399.36	125.55
<b>Profit After Tax</b>	<b>1,954.22</b>	<b>1,153.97</b>	<b>1,210.76</b>	<b>403.14</b>

### REVIEW OF OPERATIONS

#### Standalone Numbers:

Your Company's Revenue from Operations for the year was Rs.20,497.62 Lacs as against Rs.17,513.84 Lacs in last year. The profit before Interest, Depreciation and Tax grew to Rs.2,059.82 Lacs from Rs.778.74 Lacs in the previous financial year. The profit before tax for the year also grew to Rs.1,610.12 Lacs as compared to Rs.528.69 Lacs in the previous financial year.

Profit after tax stood at Rs. 1210.76 Lacs as against Rs.403.14 Lacs in previous financial year. The EPS of your company for the financial year ended March 31, 2022 was Rs.12.12 per share as compared to Rs.4.03 per share in previous year.

#### Consolidated Numbers:

The company's consolidated revenue from Operations surged to Rs.63,831.58 Lacs from Rs. 57,266.28 Lacs in previous financial year and Net Profit Before Tax was Rs.3,593.35 Lacs for the year under review as against the previous year's consolidated Net Profit Before Tax of Rs.2,306.70. The Profit after Tax grew to Rs.1954.22 Lacs as against Rs.1153.97 Lacs in Previous year.

During the year company has transferred Rs.10 Lacs to Reserves.

### 2. BUSINESS ENVIRONMENT :

The world economy has observed its fastest growth since last eight decades in 2021. The World Bank estimates show that

the global economy expanded by 5.7%. Relaxation of pandemic-related lock downs and fiscal stimulus helped boost the demand. However, the outlook has deteriorated for 2022 as the emergence of new variants of Covid 19, the Russia-Ukraine crisis, frequent and wider-ranging lockdowns in China, persistent price pressures leading to a tightening of monetary policies in many countries and a commodity price surge in energy and food has increased the risk to growth prospects.

India's GDP is expected to grow by 8.7% during the current financial year. India has been staging a sustained economic recovery since the second half of FY 2020-21. Though the year started on a muted note as the second wave of Covid-19 pandemic stretched the country's health infrastructure, the ramped-up public health measures and policy interventions lent support and reversed the economic slowdown. Major economic indicators like forex reserves, merchandise exports, FDI inflows, GST collections etc., remain healthy. The inflationary trends experienced in the last six months remain a concern area for the economy.

#### COVID-19 PANDEMIC:

India has made significant strides in ensuring a speedy and efficient vaccine rollout for containment and management of the pandemic. India commenced the world's largest vaccination program with an ambitious target to inoculate its entire eligible population by December 31 2021, with at least the first dose. In the last year, it has administered more than 180 crore vaccines. In addition, India's effort and leadership role in ensuring global vaccine equality by supplying ~18 crores of vaccines to the low- and middle-income Countries

has been lauded globally.

### **AGRICULTURE:**

Agriculture is the primary source of livelihood for about 54.6% of India's population. The Indian agriculture sector is expected to grow by 3.3% during the year on account of experiencing strong Kharif and Rabi seasons. The total food grains production in the country is estimated at record 316 million tonnes which is higher by 5.32 million tonnes than the production of food grains during 2020-21, as per the second advance estimates released by Ministry of Agriculture and Farmers Welfare.

The sector has witnessed noteworthy progress during the pandemic with India emerging as a major global supplier of food / essential agriculture products. The supportive Central and State Governments facilitated the continuance of sector operations by exempting agricultural activities during the lockdown. To improve liquidity in the system, direct money transfer programs, Agri credit schemes and record procurement under the MSP programme were implemented. The Government is focusing on leveraging technology and data analytics in agriculture and introduced several reforms to promote its adoption during the year.

There has been significant focus by the government towards modernising agriculture laced with technology, world-class infrastructure and best-in-class equipment and soil inputs. Efforts have been taken to remove roadblocks, and enhancing farm yield and farmer income. The government's increased subsidy disbursements were in line with increased raw material prices and kept the Agri input prices under control. For FY 2021-22, the revised estimate for fertiliser subsidies stands at Rs. 1,40,122 crores (Budget: Rs. 79,529 Crore).

Looking forward, higher Agri commodity prices, Government agriculture focus, the expectation of a normal monsoon, and higher reservoir levels bodes well for agriculture.

### **3. PERFORMANCE REVIEW:**

#### **FERTILIZER**

Amidst the second wave of Covid-19, the business undertook various initiatives at its offices, manufacturing plants and in the marketplace to ensure the safety of its employees, channel partners, the neighbouring communities, and the farmers. The plants operated flexibly to moderate their Annual Turnaround period and maximise production.

The Company's fertiliser business recorded a strong performance during the year, strengthening its branding & marketing capabilities, manufacturing, and supply chain efficiencies.

Safety continued to be a key focus area, and the business undertook structural stability and preventive maintenance activities at the plants. The business has been strengthening its digital and automation capabilities to improve its consumer connect, business intelligence, and predictive analytics. During the year, it worked on several initiatives in

this regard.

During the year, the company managed to cross the production of one lac metric tons of Fertilizers i.e. Single super Phosphate and NPK Fertilizer.

### **4. FINANCE**

Your Company continued to focus on managing cash efficiently and ensured that it had adequate liquidity and back up lines of credit. The outflow towards finance cost increased to Rs.341.54 Lacs in F.Y. 2021-22 from Rs. 148.00 Lacs in F.Y. 2020-21. The rise in finance cost is due to higher utilization of credit limits with Banks. Dramatic increase in cost of raw material including Rock, Acid, etc., packing materials and consumables resulted in higher utilization of credit limits with bank.

Your company has been credit rated by Brickwork Rating India Pvt. Ltd. The Company's has long-term credit rating remained unchanged at 'BWR BBB-/Stable Assigned' and short term debt rating at 'BWR A3 Assigned'. This reflects a high degree of safety regarding timely servicing of financial obligations and also a vote of confidence reposed in your Company's financials. There were no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this Report.

### **5. DIVIDEND**

Your Directors are pleased to recommend a Dividend of Rs.0.75 per equity share of 10 each' (7.5% on Face value of Rs.10). The total outgo for the year would be `74.9475 Lacs, including tax deducted at source (TDS). The Company has adopted Dividend Distribution Policy in line with the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations). The Dividend Distribution Policy is available on the website of the Company at <https://www.shivaagro.org>

### **6. CONSOLIDATED FINANCIAL RESULTS:**

The consolidated financial statements prepared in accordance with the provisions of the Act and the relevant accounting standards forms part of this Annual Report. As required under the provisions of the Companies Act, 2013 (the Act), a statement showing the salient features of the financial statements of the subsidiaries, associates and joint ventures are enclosed as Annexure A to this Report.

The financial statements of the subsidiary companies will be made available to the members of the Company on request and will also be kept for inspection at the Registered Office of the Company.

### **7. SUBSIDIARIES/JOINT VENTURE/ASSOCIATE COMPANY**

Details of the performance of the subsidiaries of the Company are given below :

#### **a. Shiva - Parvati Poultry Feed Private Limited:**

The Company (a 51% subsidiary) achieved a total turnover of Rs.12549.20 Lacs & earned Rs.83.34 Lacs of Profits After Tax.

**b. Ghatprabha Fertilizers Private Limited**

The Company (a 61.53% subsidiary) achieved a total turnover of Rs.6273.14 Lacs and earned Rs.75.98 Lacs of Profits After Tax.

**c. Shrinivasa Agro Foods Private Limited**

The Company (a 51.01% subsidiary) achieved a total turnover of Rs.25003.44 Lacs and earned Rs.588.23 Lacs of Profits After Tax.

During the year Company has no Joint Venture/s or any Associate Company.

Based on the assessment carried out by the Management and the evaluation of the results of the assessment, the Board of Directors are of the opinion that the Company has adequate Internal Financial Controls system that is operating effectively as at 31st March 2022.

There were no instances of fraud which necessitates reporting of material misstatement to the Company's operations.

There has been no communication from regulatory agencies concerning non-compliance with or deficiencies in financial reporting practices.

**8. RISK MANAGEMENT POLICY :**

The Company has formulated a Risk Management Policy, under which various risks associated with the business operations are identified and risk mitigation plans have been put in place, details of which are set out in the Management Discussion and Analysis Report. The Company has in place a Risk Management framework to identify, evaluate business risks and challenges across the Company both at corporate level as also separately for each business division.

**9. ADEQUACY OF INTERNAL CONTROLS AND**
**COMPLIANCE WITH LAWS :**

Your Company's internal financial control systems are commensurate with the nature, size and complexity of the businesses and operations. These are periodically tested and certified by Statutory as well as Internal Auditors. Significant audit observations and the follow up actions are reported to the Audit Committee.

The Company, during the year has reviewed its Internal Financial Control systems and has continually contributed to establishment of more robust and effective internal financial control framework, prescribed under the ambit of Section 134(5) of the Act. The preparation and presentation of the financial statements is pursuant to the control criteria defined considering the essential components of Internal Control - as stated in the "Guidance Note on Audit of Internal Financial Controls Over Financial Reporting" issued by the Institute of Chartered Accountants of India.

The control criteria ensures the orderly and efficient conduct of the Company's business, including adherence to its policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and the timely preparation of reliable financial information.

The Company has its own corporate internal audit function to monitor and assess the adequacy and effectiveness of the Internal Controls and System across all key processes covering various locations. Deviations are reviewed periodically and due compliance ensured. Summary of Significant Audit Observations along with recommendations and its implementations are reviewed by the Audit Committee and concerns, if any, are reported to the Board.

**10. RELATED PARTY TRANSACTIONS**

There are no materially significant Related Party Transactions made by the Company with Promoters, Directors, Key Managerial Personnel which may have a potential conflict with the interests of the Company at large.

All related party transactions were placed before the Audit Committee for approval. Prior omnibus approval of the Audit Committee was obtained for the transactions which are foreseen and are repetitive in nature. The related party transactions entered into by the Company are reviewed by independent chartered accountants to confirm that they were in the ordinary course of business and at arm's length basis. Related party transactions entered during the financial year under review are disclosed in Notes to the financial statements of the Company for the financial year ended March 31, 2022. The Policy on Related Party Transaction is available on the Company's website at [www.shivaagro.org](http://www.shivaagro.org).

None of the Directors had any pecuniary relationship or transactions with the Company, except the payments made to them in the form of remuneration, sitting fee and commission.

**11. AUDITORS:**
**i) STATUTORY AUDITORS**

M/s. Falor Jhavar Khatod & Co. (Firm Regn. No.F.R.N.) 104223W) were appointed as the Statutory Auditors of the Company for the period of five years commencing from the conclusion of 29th Annual General Meeting until the conclusion of the 34th Annual General Meeting of the shareholders of the Company. As required under the provisions of Section 139 of the Act, a resolution for the yearly ratification of their appointment is being placed before the shareholders for their approval.

As required under Regulation 33 of the Listing Regulations, Falor Jhavar Khatod & Co., have confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

The Auditor's Report given by Falor Jhavar Khatod & Co., on the financial statements of the Company for the year ended March 31, 2022 forms part of the Annual Report. The Auditor's Report does not contain any qualification,



reservation or adverse remark. During the year under review, the Auditors had not reported any matter under Section 143(12) of the Act. Therefore no disclosure is required in terms of Section 134(3)(ca) of the Act.

## **ii. COST AUDITORS**

Pursuant to Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 and amendments thereof, the Company is required to maintain cost accounting records in respect of its certain products and accordingly such accounts and records are made and maintained in the prescribed manner. Further, the cost accounting records maintained by the Company are required to be audited.

For the financial year 2021-22, Mr. Jayant B. Galande was appointed as Cost Auditors. On the recommendation of the Audit Committee, the Board has re-appointed Mr. Jayant B. Galande, Cost Accountants as the Cost Auditors for auditing the cost records of the Company for the financial year 2022-23.

The Act mandates that the remuneration payable to the Cost Auditor is ratified by the shareholders. Accordingly, a resolution seeking the shareholders' ratification of the remuneration payable to the Cost Auditors for the FY 2022-23 is included in the Notice convening the 30th Annual General Meeting. During the year, the Company filed the Cost Audit Report for the financial year 2020-21 with the Ministry of Corporate Affairs within the prescribed time limit.

## **iii. SECRETARIAL AUDITOR**

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, the Board had appointed M/S V&V CO. LLP, Company Secretaries, to undertake the secretarial audit of the Company for the financial year 2021-22. The report of the Secretarial Auditor is enclosed as Annexure B and forms part of this report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

In terms of Regulation 24A of the Listing Regulations, Every listed entity and its material unlisted subsidiaries incorporated in India shall undertake secretarial audit and shall annex a secretarial audit report given by a company secretary in practice, in such form as specified, with the annual report of the listed entity. Hence, the secretarial Audit report of all the material subsidiaries are enclosed as Annexure C and forms part of this report. The Secretarial Audit Reports of the unlisted material subsidiaries does not contain any qualification, reservation or adverse remark.

## **12. BOARD, COMMITTEES OF THE BOARD AND OTHER INFORMATION :**

### **i. DIRECTORS**

Your Company is managed and controlled by a Board comprising an optimum blend Directors. As on March 31,

2022, the Board of Directors comprised of Seven (07) Directors consisting of a Managing Director, Non-executive Directors, out of which three (3) Directors are Independent Directors, including one Woman Director.

The composition of the Board is in conformity with Regulation 17 of Listing Regulations and the relevant provisions of the Act. The Directors possess requisite qualifications and experience in general corporate management, strategy, finance, engineering, information technology and other allied fields which enable them to contribute effectively to the Company in their capacity as Directors of the Company.

In accordance with the Section 152 of the Companies Act 2013, Mr. Deepak Maliwal retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

Consequent to the changes in the Board composition, the Committees of Board were also reviewed and re-constituted, as applicable, the details of which are in the Corporate Governance section of the Report.

### **ii. NUMBER OF BOARD MEETINGS**

A calendar of meetings is prepared and circulated in advance to the Directors. During the year 2021-22, Four Board Meetings were held, the details of which are given in the Report on Corporate Governance.

### **iii. INDEPENDENT DIRECTORS & THEIR DECLARATION OF INDEPENDENCE**

As on March 31, 2022, the Independent Directors of the Company included Mrs. Sandhya Maheshwari, Mr. Rajesh Agrawal and Mr. Prakash Nihalani. All the Independent Directors of the Company have furnished the necessary declaration in terms of Section 149(6) of the Act affirming that they meet the criteria of Independence as stipulated thereunder and under the Listing Regulations. In the opinion of the Board, all the Independent Directors have the integrity, expertise and experience, including the proficiency required to effectively discharge their roles and responsibilities in directing and guiding the affairs of the Company.

### **iv. FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS**

On their appointment, Independent Directors are familiarized about the Company's operations and businesses. Interaction with the Business Heads and key executives of the Company is also facilitated. Detailed presentations on the business of each of the division are also made to the directors. Direct meetings with the chairman and the managing director are further facilitated for the new appointee to familiarize him/her about the Company/its businesses and the group practices.

The role, rights, duties and responsibilities of Independent Directors have been incorporated in the Letters of Appointment issued to them. The amendments / updates in statutory provisions are informed from time to time. The

details of familiarisation programme as above are also disclosed on the Company's website.

#### **v. REMUNERATION POLICY**

On the recommendation of the Nomination and Remuneration Committee, the Board has, framed a policy for selection and appointment of Directors, Senior Management and their remuneration. Salient features of the Remuneration Policy are set out in the Corporate Governance Report. The Remuneration Policy is available on the Company's website at <https://www.shivaagro.org>

#### **vi. BOARD EVALUATION**

In accordance with the provisions of Section 134 of the Act and Regulation 17 of the Listing Regulations, the Board has carried out evaluation of its own performance, the performance of Committees of the Board, namely, Audit Committee, Stakeholders Relationship Committee, and Nomination and Remuneration Committee and also the Directors individually.

#### **vii. AUDIT COMMITTEE**

As on March, 2022, the Audit committee comprised of Mr. Rajesh Agrawal, Chairperson, Mrs. Sandhya Maheshwari, Member and Mr. Deepak Maliwal, Member. During the year, Four Audit Committee Meetings were held, the details of which are provided in the Corporate Governance Report, which is a part of this Annual Report. During the year, all the recommendations made by the Audit Committee were accepted by the Board.

#### **viii. DIRECTORS RESPONSIBILITY STATEMENT**

As required pursuant to the provisions of Section 134(3) and 134(5) (c) of the Act, the Directors' Responsibility Statement is enclosed as Annexure D to this Report and forms part of the Report.

### **13. KEY MANAGERIAL PERSONNEL**

Pursuant to the provisions of Section 203 of the Act read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Mr. Omprakash Gilda, Managing Director, Mr. Umesh Bang, Chief Financial Officer and Mrs. Rashmi Agrawal, Company Secretary are the Key Managerial Personnel (KMP) of the Company.

### **14. POLICY ON PREVENTION, PROHIBITION & REDRESSAL OF SEXUAL HARASSMENT AT WORKPLACE**

In line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has in place Prevention of Sexual Harassment Policy. An Internal Compliance Committee has been set up to redress complaints received regarding sexual harassment. All employees are covered under this Policy. During the financial year 2021-22, no incidents of sexual harassment was reported.

### **15. VIGIL MECHANISM / WHISTLE BLOWER POLICY**

The Company believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical conduct. The Company has a Whistle Blower Policy under which the employees are free to report violations of the applicable laws and regulations and the Code of Conduct.

Further, as per the provisions of Regulation 18 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (Listing Regulations) read with Part C of Schedule II to Listing Regulations, the Audit Committee has reviewed the functioning of whistle blower mechanism of the Company and found the same satisfactory. A copy of the Whistle Blower Policy is available on the website of the Company at [www.shivaagro.org](http://www.shivaagro.org).

### **16. CORPORATE GOVERNANCE**

The Company is committed to maintain the highest standards of Corporate Governance. As stipulated under the Listing Regulations, the Report on Corporate Governance is appended as Annexure F to this Report. The requisite certificate from the Auditor confirming compliance with the conditions of Corporate Governance by the Company is also attached to the Report on Corporate Governance.

### **17. MANAGEMENT DISCUSSION AND ANALYSIS**

A report on Management Discussion and Analysis, which forms part of this Annual Report, inter-alia, deal with the operations as also current and future outlook of the company, is furnished separately.

### **18. CORPORATE SOCIAL RESPONSIBILITY**

The Shiva group is known for its tradition of patronage and community service. The Group's philosophy is to reach out every deprived individual of the community, especially in the field of education and healthcare.

The Company has earmarked a part of its income for carrying out its social responsibilities. The Company has put in place a Corporate Social Responsibility (CSR) policy, which is available on the website of the Company at [www.shivaagro.org](http://www.shivaagro.org)

As per the provisions of section 135 (9) of the companies Act, 2013, where the amount to be spent by a company under sub-section (5) of section 135, does not exceed fifty lakh rupees, the requirement under sub-section (1) of section 135, for constitution of the Corporate Social Responsibility (CSR) Committee shall not be applicable and the functions of such Committee provided under this section shall, in such cases, be discharged by the Board of Directors of such company.

Accordingly, in view of the said provisions of the companies

Act, 2013, all the functions and responsibilities of the CSR Committee vests with Board of Directors.

As per the provisions of Section 135 of the Companies Act and the Rules made thereunder, the Company is required to spend Rs.9.66 Lacs for the financial year 2021-22, (i.e. least 2% of the average net profits of the Company made during the three immediately preceding financial years) in pursuance of its Corporate Social Responsibility Policy. Accordingly, the said earmarked amount shall be spent within the applicable time limits specified in the Act and the Rules made thereunder.

## 19. HEALTH, SAFETY AND ENVIRONMENT

Company's focus on Health, Safety and Environment continued during the year under review across all locations with all manufacturing plants maintaining high safety standards. Your Company maintained high standards of environmental performances with all facilities operating well within norms. The overall safety environment continued to improve during the year under review. To improve Environmental Management reporting, advanced emission monitoring equipment were installed and maintained at the sites.

### INITIATIVES FOR SOCIETY AND EMPLOYEE SAFETY DURING COVID-19 PANDEMIC

Your Company has remained equally focused like last year to address the prevention and protection measures for Covid. From encouraging mental wellness to ensuring that employees are financially secure during the outbreak, to continuous awareness sessions on COVID-19, precautions, dos & don'ts, through posters bringing visual display awareness on Covid has helped considerably. Wearing of face mask, social distancing, thermal scanning, use of hand sanitizers at various places, body disinfection, are some of the major actions being taken.

## 20. OTHER DISCLOSURES

### i. SHARE CAPITAL

The paid-up equity share capital of the Company as on March 31, 2022, was Rs.999.3 Lacs i.e. 99,93,000 Equity Shares of Face value Rs.10/- each fully paid.

No equity shares were allotted during the year.

### ii. MATERIAL SUBSIDIARY POLICY

The Company has adopted a policy for determining material subsidiary, in line with the requirements of the Listing Regulations. The Policy on Material Subsidiary is available on the website of the Company i.e. on [www.shivaagro.org](http://www.shivaagro.org).

### iii. ANNUAL RETURN

In accordance with Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022, is available on the website of the Company viz. [www.shivaagro.org](http://www.shivaagro.org).

## iv. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year, your company had carried out full fledged energy audit at plants. The recommendations received states some areas where plant is having some potential to save energy. The same will be undertaken in FY 22-23.

The particulars as prescribed under Sub-section (3)(m) of Section 134 of the Act, read with Rule 3 of the Companies (Accounts) Rules, 2014, are detailed below:

### a) CONSERVATION OF ENERGY:

Detailed below are various energy conservation steps taken by the Company that have yielded considerable energy savings during the year 2021-22 :

- Energy efficient LED lighting systems were installed.
- Phase-wise replacing old motors and lightings with energy efficient motors, LED Lights.
- Installation of new energy efficient motors and gear box for reduction in power consumption.
- Replacement of faulty capacitor for power factor improvement.
- Small teams have been re-constituted to constantly look at the energy conservation, other improvement schemes which have resulted in considerable energy savings.

### b) TECHNOLOGY ABSORPTION:

- Upgraded Air Quality Monitoring Systems & Emission monitoring systems across Plants.
- Capacity of the plant was enhanced by incorporating new equipment & by process optimization.
- Enhanced flexibility in use of raw materials.
- The plant has been operated at its full efficiency level.
- Company has fully absorbed the technology to manufacturing Single Super Phosphate (SSP) with an installed capacity of 400 TPD.

### c) FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Foreign Exchange outgo during the FY-2021-22 is Rs.2932.33 Lacs as against Rs.2561.05 Lacs in previous financial year 2020-21.

## v. PARTICULARS OF EMPLOYEES AND REMUNERATION

The disclosure with respect to remuneration as required under Section 197 of the Act read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is appended as Annexure E to this report.



The statement containing names of top ten employees in terms of remuneration drawn and the particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in a separate Annexure forming part of this report.

However, the annual report is being sent to the members, excluding the aforesaid Annexure. In terms of section 136 of the act, the said Annexure is open for inspection. Any member interested in obtaining such information may address their email to [admin@shivaagro.org](mailto:admin@shivaagro.org)

#### **vi. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

Details of loans and guarantees given and investments made under Section 186 of the Act are given in the Notes to the Financial Statements.

#### **vii. PUBLIC FIXED DEPOSIT**

Your Company is eligible to accept deposit from public pursuant to Section 73 of the Companies Act, 2013 ("the Act") and the Companies (Acceptance of Deposits) Rules, 2014 ("the Rules"). Pursuant to the Special Resolution passed by the members at the Annual General Meeting (AGM) of the Company held on September 30, 2014, the Board of Directors of the Company, approved the Fixed Deposit Scheme for acceptance of deposits from Members in accordance with the requirements of the Act and the Rules.

The Company has accepted/renewed deposits of Rs.43.50 Lacs during the year under review and total Rs.56.95 Lacs were outstanding as on March 31, 2022. There were no defaults in respect of repayment of any deposits or payment of interest thereon during the year under review.

The Company has not accepted any deposits which are not in compliance with the requirements of the Act. The Company has no overdue deposits as at the end of the year under review.

#### **viii. COMPLIANCE OF SECRETARIAL STANDARDS**

The Company has complied with the Secretarial Standards issued by The Institute of Company Secretaries of India and approved by the Central Government.

#### **ix. REPORTING OF FRAUDS**

There was no instance of fraud during the year under review, which required the Auditors to report to the Audit Committee and/or Board under Section 143(12) of the Act and the Rules made thereunder.

#### **21. DECLARATION AND AFFIRMATIONS**

During the year under review

- There are no significant material orders passed by

the Regulators or Courts that would impact the Company's going concern status and future operations.

- There are no applications made or any proceedings pending under the Insolvency and Bankruptcy Code, 2016.
- The Company has not made any one time settlement with any Bank or Financial Institution as such disclosure or reporting requirements in respect of the details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions is not required.

#### **22. BANKS AND FINANCIAL INSTITUTIONS:**

Your Company is prompt in paying interest and repayment of loans to the financial institutions/banks. Banks and Financial Institutions continue their unstinted support in all aspects, and the Board had placed its appreciation for the same on record.

#### **23. ACKNOWLEDGEMENT**

Your Directors wish to express their grateful appreciation for the valuable support and cooperation received from bankers, business associates, lenders, financial institutions, shareholders, various departments of the Government of India, as well as the State Governments, the farming community and all our other stakeholders.

The Directors acknowledge and would like to place on record the commitment and dedication on the part of the employees of your Company for their continued efforts in achieving good results.

**For and on behalf of the Board of Directors**

**Dated: May 30, 2022**

**Place: Nanded**

**Omprakash Gilda**  
**Managing Director**

**ANNEXURES TO BOARD'S REPORT****ANNEXURE - A**

Statement showing salient features of the financial statements of subsidiaries and joint ventures and associates as per the Companies Act, 2013

**Subsidiaries :**

(Rs. in Lacs)

Particulars	Ghatprabha Fertilizers Pvt. Ltd.	Shiva-Parvati Poultry Feed Pvt. Ltd.	Shrinivasa Agro Foods Pvt. Ltd.
Date on which Subsidiy was aquired	March 31, 2010	March 31, 2010	March 31, 2010
Share Capital	278.33	450.00	923.10
Reserves and Surplus	1,492.35	1,809.70	3,437.18
Total Assets	3,975.45	5,669.51	6,733.27
Total Liabilities	2,204.77	3,409.81	2,372.99
Details of Investments			
Investments in Equity Shares	-	0.55	-
Turnover	6,273.14	12,549.20	25,003.44
Profit/(Loss) Before Taxation	102.48	112.20	783.93
Provision for Taxation	26.50	28.85	195.70
Profit After Taxation	75.98	83.34	588.23
Proposed Dividend	-	-	-
% of shareholding	61.53%	51.00%	51.00%
Reporting Period	March 31, 2022	March 31, 2022	March 31, 2022
Reporting Currency	Indian Rupees	Indian Rupees	Indian Rupees

**Notes :**

1. There are no subsidiaries which are yet to commence operations.
2. There are no subsidiaries which have been liquidated or sold during the year.
3. There are no joint ventures/ associates during the year.

**For and on behalf of the Board of Directors**

**Omprakash K. Gilda**  
Managing Director

**Deepak S. Maliwal**  
Director

**Place: Nanded**  
**Date: May 30, 2022**

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary



**ANNEXURE – B**  
**SECRETARIAL AUDIT REPORT OF SHIVA GLOBAL AGRO INDUSTRIES LIMITED**

Form No. MR-3

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 as amended]

To

**The Members**

**Shiva Global Agro Industries Limited**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Shiva Global Agro Industries Limited** (CIN:L24120MH1993PLC070334) (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iv. The Company has complied with the applicable provisions of Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment. There were no External Commercial Borrowings and Foreign Direct Investment during the year under review;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (there were no events requiring compliance during the review period);
- d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 (there were no events requiring compliance during the review period);
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (there were no events requiring compliance during the review period);
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 (there were no events requiring compliance during the review period);
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (there were no events requiring compliance during the review period);
- i. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- vi. Following significant laws specifically applicable to the Company in view of the management:
  - 1) Fertiliser (Control) Order, 1985;
  - 2) The Hazardous Wastes (Management and Handling) Rules, 1989
  - 3) The Insecticide Act, 1968 and Insecticides Rules, 1971;
  - 4) The Legal Metrology Act, 2009;

We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by the Institute of Company Secretaries of India.  
During the period under review, the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, and Standards as mentioned above subject to the following observations:
  1. The company has not filed Form MGT-14 for appointment of Secretarial Auditor for the Financial Year 2020-21.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with provisions of the Act.

Adequate notice was given to all Directors at least seven days in advance to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that there are adequate systems and processes in the company commensurate size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period the Company does not have specific actions having major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards referred to above.

Yours faithfully,

For **V&V Co. LLP**  
Practising Company Secretaries  
FRN: L2017KR003100  
P.R No - 1608/2021

**CS. Vinayak Bhat**  
Partner

Date: 30th May 2022      M. No: F10889; CP. No: 14286  
Place: Bangalore      UDIN: F010889D000439011

Note: This report is to be read with our letter of even date which is annexed as ANNEXURE-B (i) and forms an integral part of this report.

## **ANNEXURE - B (i)**

To  
The Members,  
**SHIVA GLOBAL AGRO INDUSTRIES LIMITED**

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company as well as correctness of the values and figures reported in various disclosures and returns as required to be filed by the company under the specified laws.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.
5. It is the responsibility of the management of the company to devise proper systems to ensure compliance with the provisions of Corporate and other applicable laws, rules, regulations, standards and to ensure that the systems are adequate and operate effectively. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **V&V CO. LLP**,  
Practising Company Secretaries  
FRN : L2017KR003100  
P.R No - 1608/2021

Place: Bangalore  
Date: May 30, 2022

**CS. Vinayak Bhat**  
Partner  
M. No: F10889; CP. No: 14286  
UDIN: F010889D000439011





**ANNEXURE – C**  
**SECRETARIAL AUDIT REPORT OF MATERIAL SUBSIDIARIES**

**Annexure C (i)**

Form No. MR-3

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 as amended]

To

**The Members**

**Ghatprabha Fertilizers Private Limited**

'Shiva House', Near SBI Bank,  
New Mondha, Nanded.  
Maharashtra-431602

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Ghatprabha Fertilizers Private Limited (CIN: U24129MH2005PTC156501)** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2022 generally complied with some exceptions with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of:

- I The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment. There are no External Commercial Borrowings and Foreign Direct Investment during the year under review;

We have also examined compliance by the Company with the applicable clauses of the Secretarial Standard on Meetings of

Board of Directors (SS-1) and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company Secretaries of India.

During the period under audit, the Company has complied with the provisions of the Act, Rules, Regulations, Standards, etc. mentioned above.

During the period under audit, provisions of the following acts, rules and regulations were not applicable to the Company:

- i) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder with respect to External Commercial Borrowings;
- ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992:-
  - a. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 relating to the Companies Act, 2013 and dealing with clients;
  - b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - c. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - d. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - e. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - f. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - g. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - h. The Securities and Exchange Board of India

(Delisting of Equity Shares) Regulations, 2009; and

i. Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018

ii. The Company has not entered into any listing agreements with the stock exchanges.

iii. The Management has identified and confirmed the following laws as being specifically applicable to the Company:

- Fertiliser (Control) Order, 1985;
- The Hazardous Wastes (Management and Handling) Rules, 1989
- The Insecticide Act, 1968 and Insecticides Rules, 1971;
- The Legal Metrology Act, 2009;

**We believe that** the audit evidence which we have obtained is sufficient and appropriate to provide a basis for our audit opinion. In our opinion and to the best of our information and according to explanations given to us, we believe that the compliance management system of the Company is adequate to ensure compliance of laws as mentioned above.

During the period under review and as per the explanations and the representations made by the management and subject to clarifications given to us, the Company has generally complied with some exceptions with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**We further report that -**

i) The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. There is no change in the composition of the Board of Directors during the period under review.

ii) Adequate notice is given to all directors before the schedule of the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Notes on agenda which are circulated less than the specified period, the necessary compliances under the Companies Act, 2013 and Secretarial Standards on Board Meetings are complied with.

During the year under review, directors have participated in the committees/board meetings through video conferencing, such meetings were properly convened and recorded in compliance with

the provisions of Section 173 (2) of the Act read with Rule 3 & 4 of Companies (Meetings of Board and its Powers) Rules, 2014. Further, the Circulars, Regulations and Guidelines issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India and other relevant regulatory authorities in view of the pandemic pertaining to Board/ Committee meetings, General Meetings and other provisions of the Act, Rules and Regulations have been complied with by the Company.

Based on the verification of the records and minutes, the decisions were carried out with the consent of the Board of Directors / Committee Members and no Director / Member dissented on the decisions taken at such Board / Committee Meetings. Further, in the minutes of the General Meeting, the Members who voted against the resolution(s) have been recorded.

**We further report that** based on the review of compliance mechanism established by the Company, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period, there were no specific events/actions having major bearing on the Company's affairs in pursuance of above referred laws, rules, regulations, guidelines and standards during the period under review.

For **PHK & Associates**  
Company Secretaries

**Pawan Kasat**  
**Proprietor**

Place: Nanded  
Date: August 08, 2022

Membership No. F12023  
Certificate of Practice No.17249  
UDIN:F012023D000932360

Note: This report is to be read with our letter of even date which is annexed as ANNEXURE to C (i) and forms an integral part of this report.



**ANNEXURE to C (i)**

To  
The Members,  
**GHATPRABHA FERTILIZERS PRIVATE LIMITED**  
CIN: U24129MH2005PTC156501  
'Shiva House', Near SBI Bank,  
New Mondha, Nanded.  
Maharashtra-431602

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.
5. It is the responsibility of the management of the company to devise proper systems to ensure compliance with the provisions of Corporate and other applicable laws, rules, regulations, standards and to ensure that the systems are adequate and operate effectively. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **PHK & Associates**  
Company Secretaries

Place: Nanded  
Date: August 08, 2022

**Pawan Kasat**  
**Proprietor**  
Membership No. F12023  
Certificate of Practice No.17249  
UDIN:F012023D000932360



## Annexure C (ii)

Form No. MR-3  
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 as amended]

To

**The Members****SHIVA-PARVATI POULTRY FEED PRIVATE LIMITED**

'Shiva House', Near SBI Bank,  
New Mondha, Nanded.  
Maharashtra-431602

Secretaries of India.

During the period under audit, the Company has complied with the provisions of the Act, Rules, Regulations, Standards, etc. mentioned above.

During the period under audit, provisions of the following acts, rules and regulations were not applicable to the Company:

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Shiva-Parvati Poultry Feed Private Limited (CIN: U01222MH2004PTC145045)** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2022 generally complied with some exceptions with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment. There are no External Commercial Borrowings and Foreign Direct Investment during the year under review;

We have also examined compliance by the Company with the applicable clauses of the Secretarial Standard on Meetings of Board of Directors (SS-1) and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company

- i) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder with respect to External Commercial Borrowings;
- ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992:-
  - a. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 relating to the Companies Act, 2013 and dealing with clients;
  - b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - c. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - d. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - e. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - f. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - g. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - i. Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018





- iii) The Company has not entered into any listing agreements with the stock exchanges.
- iv) The Management has identified and confirmed the following laws as being specifically applicable to the Company:
  - The Hazardous Wastes (Management and Handling) Rules, 1989
  - The Legal Metrology Act, 2009;

**We believe that** the audit evidence which we have obtained is sufficient and appropriate to provide a basis for our audit opinion. In our opinion and to the best of our information and according to explanations given to us, we believe that the compliance management system of the Company is adequate to ensure compliance of laws as mentioned above.

During the period under review and as per the explanations and the representations made by the management and subject to clarifications given to us, the Company has generally complied with some exceptions with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**We further report that -**

- i) The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. There is no change in the composition of the Board of Directors during the period under review.
- ii) Adequate notice is given to all directors before the schedule of the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Notes on agenda which are circulated less than the specified period, the necessary compliances under the Companies Act, 2013 and Secretarial Standards on Board Meetings are complied with.

During the year under review, directors have participated in the committees/board meetings through video conferencing, such meetings were properly convened and recorded in compliance with the provisions of Section 173 (2) of the Act read with Rule 3 & 4 of Companies (Meetings of Board and its Powers) Rules, 2014. Further, the Circulars, Regulations and Guidelines issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India and other relevant regulatory authorities in view of the pandemic pertaining to Board/ Committee meetings, General Meetings and other provisions of the Act, Rules and Regulations have been complied with by the Company.

Based on the verification of the records and minutes, the

decisions were carried out with the consent of the Board of Directors / Committee Members and no Director / Member dissented on the decisions taken at such Board / Committee Meetings. Further, in the minutes of the General Meeting, the Members who voted against the resolution(s) have been recorded.

**We further report that** based on the review of compliance mechanism established by the Company, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period, there were no specific events/actions having major bearing on the Company's affairs in pursuance of above referred laws, rules, regulations, guidelines and standards during the period under review.

For **PHK & Associates**  
Company Secretaries

**Pawan Kasat**  
Proprietor

Place: Nanded

Date: August 08, 2022

Membership No. F12023

Certificate of Practice No.17249

UDIN:F012023D000932382

Note: This report is to be read with our letter of even date which is annexed as ANNEXURE to C (ii) and forms an integral part of this report.



**ANNEXURE to C (ii)**

To  
The Members,  
**SHIVA-PARVATI POULTRY FEED PRIVATE LIMITED**  
U01222MH2004PTC145045  
'Shiva House', Near SBI Bank,  
New Mondha, Nanded.  
Maharashtra-431602

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.
5. It is the responsibility of the management of the company to devise proper systems to ensure compliance with the provisions of Corporate and other applicable laws, rules, regulations, standards and to ensure that the systems are adequate and operate effectively. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **PHK & Associates**  
Company Secretaries

**Pawan Kasat**  
**Proprietor**

Membership No. F12023  
Certificate of Practice No.17249  
UDIN:F012023D000932382

Place: Nanded  
Date: August 08, 2022



## Annexure C (iii)

## Form No. MR-3

## SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 as amended]

To

The Members

**SHRINIVASA AGRO FOODS PRIVATE LIMITED**

'Shiva House', Near SBI Bank,

New Mondha, Nanded.

Maharashtra-431602

Secretaries of India.

During the period under audit, the Company has complied with the provisions of the Act, Rules, Regulations, Standards, etc. mentioned above.

During the period under audit, provisions of the following acts, rules and regulations were not applicable to the Company:

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Shrinivasa Agro Foods Private Limited (CIN: U99999MH2005PTC157949)** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2022 generally complied with some exceptions with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of:

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment. There are no External Commercial Borrowings and Foreign Direct Investment during the year under review;

We have also examined compliance by the Company with the applicable clauses of the Secretarial Standard on Meetings of Board of Directors (SS-1) and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company

- i) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder with respect to External Commercial Borrowings;
- ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992:-
  - a. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 relating to the Companies Act, 2013 and dealing with clients;
  - b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - c. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - d. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - e. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - f. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - g. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - i. Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018
- iii) The Company has not entered into any listing agreements with the stock exchanges.

- iv) The Management has identified and confirmed the following laws as being specifically applicable to the Company:
- The Hazardous Wastes (Management and Handling) Rules, 1989
  - The Legal Metrology Act, 2009;

**We believe that** the audit evidence which we have obtained is sufficient and appropriate to provide a basis for our audit opinion. In our opinion and to the best of our information and according to explanations given to us, we believe that the compliance management system of the Company is adequate to ensure compliance of laws as mentioned above.

During the period under review and as per the explanations and the representations made by the management and subject to clarifications given to us, the Company has generally complied with some exceptions with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**We further report that -**

- The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. There is no change in the composition of the Board of Directors during the period under review.
- Adequate notice is given to all directors before the schedule of the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Notes on agenda which are circulated less than the specified period, the necessary compliances under the Companies Act, 2013 and Secretarial Standards on Board Meetings are complied with.

During the year under review, directors have participated in the committees/board meetings through video conferencing, such meetings were properly convened and recorded in compliance with the provisions of Section 173 (2) of the Act read with Rule 3 & 4 of Companies (Meetings of Board and its Powers) Rules, 2014. Further, the Circulars, Regulations and Guidelines issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India and other relevant regulatory authorities in view of the pandemic pertaining to Board/ Committee meetings, General Meetings and other provisions of the Act, Rules and Regulations have been complied with by the Company.

Based on the verification of the records and minutes, the decisions were carried out with the consent of the Board of Directors / Committee Members and no Director / Member dissented on the decisions taken at such Board / Committee Meetings. Further, in the minutes of the General Meeting, the Members who voted against the resolution(s) have been recorded.

**We further report that** based on the review of compliance mechanism established by the Company, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period, there were no specific events/actions having major bearing on the Company's affairs in pursuance of above referred laws, rules, regulations, guidelines and standards during the period under review.

**For PHK & Associates**  
Company Secretaries

**Pawan Kasat**  
**Proprietor**

Place: Nanded

Date: August 08, 2022

Membership No. F12023

Certificate of Practice No.17249

UDIN:F012023D000932448

Note: This report is to be read with our letter of even date which is annexed as ANNEXURE to C (iii) and forms an integral part of this report.





**ANNEXURE to C (iii)**

To  
The Members,  
**SHRINIVASA AGRO FOODS PRIVATE LIMITED**  
U99999MH2005PTC157949  
'Shiva House', Near SBI Bank,  
New Mondha, Nanded.  
Maharashtra-431602

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.
5. It is the responsibility of the management of the company to devise proper systems to ensure compliance with the provisions of Corporate and other applicable laws, rules, regulations, standards and to ensure that the systems are adequate and operate effectively. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **PHK & Associates**  
Company Secretaries

**Pawan Kasat**  
**Proprietor**

Membership No. F12023  
Certificate of Practice No.17249  
UDIN:F012023D000932448

Place: Nanded  
Date: August 08, 2022



**ANNEXURE - D**  
**Directors' Responsibility Statement**

Pursuant to the provisions of Section 134(3)(c) and 134(5) of the Companies Act, 2013, the Board of Directors of Shiva Global Agro Industries Limited make the following statements, to the best of their knowledge and belief and according to the information and explanations obtained by them;

- 1) That in the preparation of the annual financial statements for the year ended March 31, 2022, the applicable accounting standards have been followed and there have been no material departures therefrom;
- 2) That the accounting policies mentioned in Note 2 of the Notes to the Standalone Financials Statements have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022 and of the profits of the Company for the year ended on that date;
- 3) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- 4) That the annual financial statements have been prepared on a going concern basis;
- 5) That proper internal financial controls have been laid down to be followed by the Company and such internal financial controls are adequate and operating effectively; and
- 6) That proper systems are in place to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

**For and on behalf of the Board of Directors**

Place: Nanded  
Date: May 30, 2022

\_\_\_\_\_  
**Omprakash Gilda**  
**Managing Director**

**ANNEXURE - E**

**A. The details of remuneration during the year 2021-22 as per Rule 5(1) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules 2014 are as follows:**

**i Ratio of Remuneration of each Director to the median remuneration of the employees of the Company for the financial year:**

Sr. No.	Name of the Director	Designation	Ratio of the remuneration to the median remuneration of the employees
1.	Mr. Omprakash K. Gilda	Managing Director	Nil
2.	Mr. Arunkumar R. Toshniwal	Non Executive Director	Nil
3.	Mr. Deepak S. Maliwal	Non Executive Director	Nil
4.	Mr. Narayanlal P. Kalantri	Non Executive Director	Nil
5.	Mr. Vijayprakash O. Agrawal	Non Executive Director	Nil
6.	Mr. Rajesh Agrawal	Non Executive Independent Director	0.08^
7.	Mr. Prakash Nihalani	Non Executive Independent Director	0.08^
8.	Mrs. Sandhya S. Maheshwari	Non Executive Independent Director	0.14^
9.	Mr. Divakar Shetty*	Non Executive Independent Director	0.06^
10.	Mr. Santosh Malpani*	Non Executive Independent Director	0.06^

^ Number of times to the median remuneration of employees

\* Ceased to be director on completion of tenure with effect from close of business hours on August 14, 2021

**ii Percentage increase in the remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:**

Sr. No.	Name	Designation	% increase in remuneration in the financial year
1.	Mr. Omprakash K. Gilda	Managing Director	Nil
2.	Mr. Arunkumar R. Toshniwal	Non Executive Director	Nil
3.	Mr. Deepak S. Maliwal	Non Executive Director	Nil
4.	Mr. Narayanlal P. Kalantri	Non Executive Director	Nil
5.	Mr. Vijayprakash O. Agrawal	Non Executive Director	Nil
6.	Mr. Rajesh Agrawal	Independent Director	Nil
7.	Mr. Prakash Nihalani	Independent Director	Nil
8.	Mrs. Sandhya S. Maheshwari	Independent Director	Nil
9.	Mr. Umesh O. Bang	Chief financial Officer	13.30 %
10.	Mrs. Rashmi G. Agarwal	Company Secretary	66.67%

**iii. Percentage increase or decrease in the median remuneration of employees in the financial year**

**2021-22 : 25.72%**

**ii. Number of permanent employees on the rolls of the company as on March 31, 2022 – 105****iii. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration :**

During the year 2021-22, the company has not paid any managerial remuneration to the directors including managing director. However, sitting fees is paid to the independent directors.

**iv. Affirmation that the remuneration is as per the remuneration policy of the Company:**

The Company is in compliance with its remuneration policy.

**For and on behalf of the  
Board of Directors**

**Place: Nanded  
Dated: May 30, 2022**

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**Omprakash K. Gilda  
Managing Director**



# REPORT ON CORPORATE GOVERNANCE

## ANNEXURE-F

### Pursuant to Regulation 34 read with Schedule V of the SEBI

(Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (Listing Regulations),  
Compliance with the requirements of Corporate Governance is set out below:

#### 1) COMPANY'S PHILOSOPHY

The Company believes in creating value for its stakeholders following the principles of fairness, equity, transparency, accountability and dissemination of information. Good Governance is an essential ingredient of any business, a way of life rather than a mere legal compulsion.

Shiva Global Agro Industries Limited ("the Company"), a constituent of the Shiva Group, is committed to the highest standards of corporate governance in all its activities and processes.

The Company's philosophy of good Corporate Governance aims at establishing a system which will assist the management to fulfill its corporate objectives as well as to serve the best interest of the stakeholders at large viz. Shareholders, Customers, Employees, Society, Suppliers, Lenders etc.

The entire process begins with the functioning of the Board of Directors ('Board'), with leading professionals and experts serving as Independent Directors and represented in various Board Committees. Systematic attempt is made to eliminate informational asymmetry between Executive and Non-Executive Directors. Shiva's commitment to ethical and lawful business conduct is a fundamental value shared by the Board of Directors, the senior management and all other employees of the Company.

Key elements of corporate governance are transparency, internal controls, risk management, internal and external communications, high standards of safety, health, environment, accounting fidelity and product & service quality. The Board has empowered responsible persons to implement its broad policies and guidelines and has set up adequate review processes/mechanisms to serve this purpose.

#### 2) Board of Directors

The Company's Board composition resonates Board diversity and is best demonstrated in the well balanced and independent structure of the Company's Board of Directors which has a very balanced representation of Executive, Non-Executive and Independent Directors for enhancement of organizational capabilities. Members of the Board have been handpicked to provide an apt mix of knowledge, experience, vigilance and security for enhancement of organizational capabilities.

As on March 31, 2022, the Board of Directors comprised of eight Directors, of which the Managing Director is Executive Director. The remaining directors comprise of Non-Executive Directors in which there are three Independent Directors. One Independent Director is a Woman Director.

The Independent Directors have been issued formal letter of appointment, and the terms and conditions of their appointment have also been disclosed on the website of the Company. The Independent Directors have given declarations to the Company about their independence to enable the Board for determining its composition as envisaged in Regulation 17 of the Listing Regulations and further confirming compliance as per Section 149 of the Companies Act, 2013 read with the Rules made thereunder.

The Non-Executive Directors bring independent judgment in the Board's deliberations and decisions. All material information is circulated to the Directors, including the information that is required to be made available to the Directors under Part A of Schedule II of the Listing Regulations.

**Boards' Composition & other Details:**
**1. BOARD OF DIRECTORS**

a. **Composition and size of the Board and the number of Directorship, Membership and Chairmanship held in Committees of other Companies as on March 31, 2022.**

Sr. No.	Name of the Director(s)	Category of Directorship	No. of other Directorship in Public Limited Companies* (Including this entity)	No. of other Committee Members **	
1	Mr. Omprakash K. Gilda	Executive Promoter Director	1	Nil	1
2	Mr. Arunkumar R. Toshniwal	Non-Executive Promoter Director	1	1	Nil
3	Mr. Deepak S. Maliwal	Non-Executive Promoter Director	1	Nil	1
4	Mr. Narayanlal P. Kalantri	Non-Executive Director	1	Nil	Nil
5	Mr. Vijayprakash O. Agrawal#	Non-Executive Director	1	Nil	Nil
6	Mr. Rajesh K. Agrawal*	Non-Executive Independent Director	1	Nil	1
7	Mr. Prakash N. Nihalani *	Non-Executive Independent Director	1	1	Nil
8	Mrs. Sandhya S. Maheshwari	Non-Executive Independent Director	1	Nil	1
9	Dr. Santosh H. Malpani ##	Non-Executive Independent Director	1	Nil	1
10	Mr. Divakar N. Shetty ##	Non-Executive Independent Director	1	1	NIL

\* Excludes alternate directorships/directorships in associations, private, foreign and section 8 Companies.

\*\* Represents Directorships/Memberships of Audit and Stakeholders' Relationship Committee of Public Limited Companies.

# Resigned with effect from 11/05/2022

## Resigned with effect from 14/08/2021, due to personal reasons.

• Appointed with effect from 14/08/2021.

The Board composition of your Company encompasses right mix of skill and competencies, namely Directors having experience and expertise in general management, business strategy, corporate strategy, governance practices, etc. All the Directors have the ability to make points succinctly and effectively at Board Meetings.

b. **Board Meetings and attendance:** During the Financial year 2021-2022, Four Meetings of the Board of Directors were held. The dates on which the meetings were held as follows:

Sr.No	Date of Meeting	Board Strength	No. of Directors present
1	June 30, 2021	8	8
2	August 14, 2021	8	8
3	November 13, 2021	8	8
4	January 15, 2022	8	8

**c. Attendance of each Director at the Board Meetings and the last Annual General Meeting (AGM):**

Directors	Board Meetings	Annual Genneral Meeting
Mr. Omprakash K. Gilda	4	Yes
Mr. Arun R. Toshniwal	4	Yes
Mr. Deepak S. Maliwal	4	Yes
Mr. Narayanlal P. Kalantri	4	Yes
Mr. Vijayprakash O. Agrawal	4	Yes
Mr. Rajesh K. Agrawal	2	Yes
Mr. Prakash N. Nihalani	2	Yes
Mrs.Sandhya S. Maheshwari	4	Yes
Dr. Santosh H. Malpani	2	Yes
Mr. Divakar N. Shetty	2	Yes

**d. Separate Meeting of Independent Directors:**

A meeting of the Independent Directors was held on January 15, 2022 which was attended by all the Independent Directors. The Independent Directors have evaluated the performance of the non-independent directors, the Board as a whole and the Chairman of the Board. The Board was briefed on the deliberations made at the Independent Directors Meeting.

**e. Board Familiarisation:**

The details of Familiarisation Program imparted to Independent Directors of the Company are available on website of the Company at [www.shivaagro.org](http://www.shivaagro.org)

**f. Board Evaluation**

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of the Listing Regulations, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of the Committees of the Board, namely, Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee. Structured questionnaires were prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. A separate exercise

was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of participation in the meetings and contribution, independence of judgments safeguarding the interest of the Company and other stakeholders, etc. The performance evaluation of the Independent Directors was carried out by the entire Board. During such evaluation, the Director whose performance was evaluated was not present at the meeting. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors.

- g. The Company has received the requisite declarations from its Independent Directors confirming that they meet the criteria of independence prescribed both under the Companies Act, 2013 and the Listing Regulations. The Board at its meeting held on May 11, 2022 has taken on record the declarations received from the Independent Directors. In the opinion of the Board, the Independent Directors of the Company fulfill the conditions specified in the Listing Regulations and are independent of the Management.
- h. A brief profile of Directors seeking appointment / re-appointment viz. Mr. Deepak Maliwal and Mr. Omprakash Gilda, along with the additional information required as per Regulation 36(3) of the Listing Regulations and Secretarial Standards - 2 is given as annexure to the notice of Annual General Meeting.

- l The Board of Directors has laid down a 'Code of Conduct' (Code) for all the Board Members and the senior management personnel of the Company and this Code is posted on the Website of the Company. Annual declaration is obtained from every person covered by the Code. In terms of Schedule V to the Listing Regulations, a declaration signed by the Managing Director is enclosed at end of this report.
- j. A certificate from M/s. V&V CO. LLP., practicing company secretary certifying that none of the directors on the Board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority and certificate is annexed to this report.

## 2. AUDIT COMMITTEE :

### Brief description of Terms of Reference

The terms of reference of the Audit Committee encompasses the requirements of Section 177 of Companies Act, 2013 and Regulation 18 of the Listing Regulations and, inter alia, includes :

- ❖ Overseeing the financial reporting process and disclosure of financial information;
- ❖ Recommending the appointment / re-appointment of statutory auditors and fixation of audit fee;

- ❖ Review of financial statements before submission to the Board;
- ❖ Review of adequacy of internal control system, findings of internal audit, whistle blower mechanism, related party transactions, scrutiny of intercorporate loans & investments;
- ❖ Approval and review of related party transactions;
- ❖ Valuation of assets/undertakings of the Company and appointment of registered valuers;
- ❖ Reviewing the compliance of SEBI (Prohibition of Insider Trading) Regulations, 2015, etc. and
- ❖ Reviewing the financial statements of unlisted subsidiary companies and, in particular, the investments made by them.

### Composition, Meetings and Attendance

The Audit Committee as at the end of the year March 31, 2022 consisted of 3 (three) directors of which (two) are Independent Directors. During the year, the Committee had (Four) meetings: on June 30, 2021; August 14, 2021; November 13, 2021; & January 15, 2022. Details of attendance of the Members at such meetings are given as follows:

Name	Designation	Category of Directorship	Attendance
Mr. Divakar N. Shetty*	Ex-Chairman	Independent Non-Executive	2
Mr. Deepak S. Maliwal	Member	Non-Independent Non-Executive	4
Mrs. Sandhya S. Maheshwari	Member	Independent Non-Executive	4
Mr. Rajesh K. Agrawal	Chairman	Independent Non-Executive	2

\*Ceased to be a member on completion of his tenure as Independent Director with effect from close of business hours on August 14, 2021 The resignation was accepted board. Accordingly, the Audit Committee was reconstituted.

Appointment of Mr.Rajesh K. Agrawal on Board of the company as Independent Non-executive director, was approved by shareholders in 29<sup>th</sup> AGM and Mr.Agrawal was elected as chairman of the Audit committee. The Company Secretary is the Secretary of the Committee. The Managing Director, Chief Financial Officer, along with the Statutory Auditors are invitees to the Audit Committee Meetings. Cost Auditors are invited to the meeting as and when required.

During the year, the Audit Committee, in its meetings, discussed among other things, the following:

- ✓ Reviewed with management, quarterly, half yearly and annual financial statements, before submission to the Board.
- ✓ Reviewed with the Management, and the

Statutory Auditors, adequacy of internal control system.

- ✓ Recommended appointment & fees of Auditor's and discussed with the Management & the Statutory Auditors the scope and program of internal Audit.
- ✓ Discussed with the Management, Auditors finding in the audit report.
- ✓ Deliberated on the applicability, compliance and impact of various Accounting Standards and guidelines issued by the Institute of Chartered Accountants of India from time to time.

The Chairman of the Audit Committee has briefed the Board of Directors, about the Audit committee on various issues discussed at its meetings. Minutes of the Audit Committee Meetings are also circulated to all the board members along with agenda of the subsequent meeting.

All the suggestions/recommendations of the Audit Committee during the financial year 2021-2022 have been accepted by the Board of Directors.



## **1. NOMINATION AND REMUNERATION COMMITTEE:**

### **Brief description of Terms of Reference**

The terms of reference of the Nomination & Remuneration Committee, inter alia, include:

- ❖ To formulate the criteria for appointment of Directors/Senior Management including determining qualifications, positive attributes and independence of Directors;
- ❖ Recommend to the Board the appointment of Directors, recommend re-election of Directors retiring by rotation;
- ❖ Devise policy on Board diversity;
- ❖ Formulate criteria for evaluation of Independent Directors/Board;

- ❖ Evaluation of the Directors' performance; and
- ❖ Recommend the Remuneration policy to the Board and ensuring Board ; and

Recommend to the Board, all remuneration in whatever form, payable to the Senior Management etc

### **Composition, Attendance and Meetings**

During the year Nomination & Remuneration Committee had four meetings. The committee consist of 3 (three) directors of which 2 (two) are Independent Directors.

Meetings were held on June 30, 2021; August 14, 2021; November 13, 2021; & January 15, 2022. Details of the composition of the Nomination & Remuneration Committee and attendance of Members during the year are as follows :

Name	Designation	Category of Directorship	Attendance
Mr. Narayanlal P. Kalantri	Member	Non-Executive	4
Mr. Prakash N. Nihalani	Chairperson	Independent & Non-Executive	2
Mr. Rajesh K. Agrawal	Member	Independent & Non-Executive	2
Mr. Santosh H. Malpani*	Ex-Chairman	Independent & Non-Executive	2
Mr. Divakar N. Shetty*	Ex-Member	Independent & Non-Executive	2

\*Ceased to be a member on completion of their tenures as Independent Director with effect from close of business hours on August 14, 2021. Accordingly, the Nomination and Remuneration Committee was reconstituted. Mr. Prakash N. Nihalani and Mr. Rajesh K. Agrawal were appointed as chairperson and member of Nomination and remuneration committee, respectively.

## **4. STAKEHOLDERS' RELATIONSHIP COMMITTEE:**

### **Brief description of Terms of Reference**

The terms of reference of the Stakeholders Relationship Committee are in accordance with and covers all the matters specified under Section 178 of the Act and Regulation 20 of the Listing Regulations read with Part D of Schedule II of the Listing Regulations, and inter-alia include:

- ❖ Formulation of investor servicing policies;
- ❖ Review and redressal of investor complaints;
- ❖ Approval/overseeing of transfers, transmissions, transpositions, splitting, consolidation of securities,

issue of new / duplicate certificates, demat/remat requests, administering the unclaimed shares suspense account;

- ❖ Performing other functions as delegated to it by the Board from time to time.

### **Composition, Attendance & Meetings**

During the year the Committee had 4 (four) Meetings. Meetings were held on June 30, 2021; August 14, 2021; November 13, 2021; & January 15, 2022. Details of the composition of the Stakeholders Relationship Committee and attendance of Members in the meeting during the year are as follows :

Name	Designation	Category of Directorship	Attendance
Mr. Arun R. Toshniwal	Chairman	Non-Executive	4
Mr. Omprakash K. Gilda	Member	Non-Executive	4
Mr. Prakash N. Nihalani	Member	Independent & Non-Executive	2
Mr. Santosh H. Malpani*	Ex-Member	Independent & Non-Executive	2



\*Ceased to be a member on completion of his tenure as Independent Director with effect from close of business hours on August 14, 2021. Accordingly, the Stakeholders' Relationship committee was reconstituted. During the year, Mr. Prakash N. Nihalani was appointed as member of the Nomination and remuneration committee.

• **Name, designation and address of the Compliance Officer :**

**Mrs. Rashmi Ganesh Agrawal**  
Company Secretary and Compliance Officer  
"Shiva House", Near State Bank of India,  
New Mondha, Nanded – 431602.  
Ph. No. 02462 – 284400, Fax : 02462 – 284729  
Email ID: admin@shivaagro.org

• During the year the Company had not received any complaints from the investors. There are no complaints pending at the end of the financial year.

• In order to facilitate faster redressal of investors' grievances, Investors & Shareholders can lodge their query/complaints to email id admin@shivaagro.org

**5. REMUNERATION TO DIRECTORS:**

During the year there are no remuneration paid to the Directors except sitting fees paid to independent Directors.

**6. SHAREHOLDINGS:**

The details of Shareholdings of the Directors in the Company as at March 31, 2022 are as follows:

Name & Category of Directorship	No. of Shares held
<b>Executive Directors :</b>	
Mr. Omprakash K Gilda	1190052
<b>Non-Executive Directors :</b>	
Mr. Deepak S. Maliwal	697748
Mr. Narayanlal P. Kalantri	365991
Mr. Arun R. Toshniwal	206125
Mr. Vijayprakash O. Agrawal*	NIL
<b>Non-Executive Independent Directors :</b>	
Mr. Rajesh K. Agrawal	NIL
Mr. Prakash N. Nihalani	NIL
Mrs. Sandhya S. Maheshwari	NIL

\*Mr. Vijayprakash O. Agrawal Resigned from directorship of the company on May 11, 2022.

**7. ANNUAL GENERAL MEETINGS:**

During the year, the Company had conducted its 29th Annual General Meeting through video conferencing / other audio-visual means on September 29, 2021 (AGM), in accordance with the circulars and notifications issued by the Ministry of Corporate Affairs and Securities & Exchange Board of India. All the Directors, Key Managerial Personnel, Statutory Auditors and Scrutiniser joined the AGM through video conferencing. The Chairmen of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee also attended the AGM.

**Location and time, where last three AGMs held:**

Particulars	FY 2018-19	FY 2019-20	FY 2020-21
<b>Day</b>	Saturday	Wednesday	Wednesday
<b>Date</b>	September 28, 2019	September 30, 2020	September 29, 2021
<b>Time</b>	1:00 p.m.	1:00 p.m.	1.00 p.m
<b>Venue</b>	Shri Hanuman Nagar, Osman Nagar Road, Village - Dhakni, Nanded 431708, Maharashtra.	Video Conferencing (VC)/ Other Audio Visual Means (OAVM)	Video Conferencing (VC)/ Other Audio Visual Means (OAVM)
<b>Whether any special resolutions passed in the previous 3 AGM's</b>	Yes.	Yes.	No.

**Special Resolutions passed during the previous three**
**Annual General Meetings:**
**1. AGM held on September 28, 2019**

- a Reappointment Mrs. Sandhya Satish Maheshwari, as an independent director of the Company to hold office for a period of 5 (five) years.

**2. AGM held on September 30, 2020**

- a Continuation of directorship of Mr. Divakar Nagappa Shetty, Director in terms of Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- b Continuation of directorship of Mr. Narayanlal Pannalal Kalantri, Director in terms of Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**3. AGM held on September 29, 2021**

- a No Special resolutions passed at the meeting

**8. DISCLOSURES:**
**i. CEO and CFO Certification**

The Managing Director and the Chief Financial Officer of the Company have given a Certificate to the Board as contemplated in Regulation 17 of the Listing Regulations.

**ii. Related Party Transactions**

There were no materially significant related party transactions, which had potential conflict with the interests of the Company at large. The Register of Contracts containing the transactions in which Directors are interested and details of which are required to be entered therein are placed before the Board.

Transactions with the Related Parties as required under Indian Accounting Standard (Ind AS) – 24, Related Party Transactions, are disclosed in Note No. 42 of the financial statements forming part of this Annual Report.

The Company has framed a Policy on Related Party Transactions and the same is available on website of the Company at .

**iii. Compliance**

A Statement of Compliance with all Laws and Regulations as certified by the Managing Director and the Company Secretary is placed at periodic intervals for review by the Board. The Board considers material Show Cause/Demand Notices received from Statutory Authorities and the steps/action taken by the Company in this regard. The Board reviews the compliance of all the applicable Laws and gives appropriate directions wherever necessary.

**iv. Code of Conduct**

The Board of Directors have laid-down a “Code of Conduct” (Code) for all the Board Members and the senior management of the Company and this Code is posted on the Website of the Company. Annual declaration is obtained from every person covered by the Code.

**v. Risk Management:**

The Board regularly discusses the significant business risks identified by the management and the mitigation process being taken up. The Management along with the Board guidance monitor the Risk management and Risk mitigation process.

A detailed note on the risk identification and mitigation is included in Management Discussion and Analysis annexed to the Directors Report.

**vi. Vigil Mechanism:**

The Company has established a whistle blower mechanism to provide an avenue to raise concerns. The mechanism provides for adequate safeguards against victimization of employees who avail of it and also for appointment of an Ombudsperson who will deal with the complaints received. The policy also lays down the process to be followed for dealing with complaints and in exceptional cases, also provides for direct appeal to the Chairperson of the Audit Committee. During the year, no employee was denied access to Chairman of the Audit Committee.

**vii. Pecuniary transactions with Non-Executive Directors:**

There were no pecuniary transactions with any of the Non-Executive Directors except for Sitting Fees paid to them as Directors of the Company.

**viii. Strictures/Penalty :**

No strictures or penalties have been imposed on the Company by either Stock Exchanges or Securities and Exchange Board of India or any other statutory authority for non-compliance on any matter related to capital markets during the past three years.

**ix. Material Subsidiary Policy**

The Company has adopted a policy for determining material subsidiary, in line with the requirements of the Regulation 16 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015. The said policy can be accessed on your Company's website at [www.shivaagro.org](http://www.shivaagro.org)

**x. Subsidiary Companies:**

All subsidiaries of the Company are managed by their respective Board of Directors in the best interest of those companies and their shareholders. The Minutes of Board Meetings of the subsidiary companies and details of significant transactions & arrangements entered into by them are placed before the Board of Directors of the

Company. The annual financial statements of the subsidiary companies are reviewed by the Audit Committee of the Company. Performance review reports of wholly owned subsidiaries are also placed before the Board of Directors of the Company on a Quarterly basis

a	Number of complaints filed during the financial year	NIL
b	Number of complaints disposed of during the financial year	NIL
c	Number of complaints pending as on end of the financial year	NIL

**xi. Details of compliance with mandatory requirements and adoption of Discretionary Requirement:**

The Company has complied with the mandatory requirements of the Corporate Governance norms as per Listing Regulations during the financial year ended March 31, 2022. The Company has complied with the disclosure requirements under Schedule V of the Listing Regulations. Pursuant to Schedule V of the Listing Regulations, the certificate from the practicing Company Secretary regarding compliance of conditions of Corporate Governance is annexed at end of this report.

**xii. Other Disclosures**

- During the year under review, the Company had not raised any money from public through preferential allotment or qualified institutions placement as specified under Regulation 32(7A) of Listing Regulations.
- The company has complied with all the requirements of corporate governance as specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Listing Regulations.
- During the year, there was no instance of any non-acceptance by the Board of Directors of the recommendations of any Committee of the Board, where it is mandatorily required, during the financial year under review.
- The Certificate from Practicing Company Secretary w.r.t. qualification for continuing as Director on the Board of Company as per Ministry of Corporate Affairs or any other statutory authority is enclosed as Annexure to Corporate Governance Report.
- Total fees amounting to Rs.12.25 Lacs for all services paid by the company and its subsidiaries, on a consolidated basis, to the statutory auditor.
- There are no loans and advances given by the Company and its subsidiaries to firms/companies in which directors are interested during the financial year 2021-22.
- During the year no Postal Ballot was conducted. Also the ensuing Annual General Meeting, there are no item on the Agenda that requires approval through Postal Ballot.
- Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

**9. MANAGEMENT DISCUSSION AND ANALYSIS:**

Management Discussion & Analysis is annexed to the Directors' Report which forms part of this Annual Report.

**10. MEANS OF COMMUNICATION:**

Half Yearly / Quarterly Results are of the Company's financial performance are published in the newspapers

viz. Daily Ekjoot. These, before release to the press, are submitted to the Stock Exchange. The results are also displayed on the Company's website: [www.shivaagro.org](http://www.shivaagro.org)

**11. NOMINATION FACILITY**

Section 72 of the Act provides the facility of nomination to share / debenture / deposit holders. The facility is mainly useful for all those holding the shares / deposits in single name. In cases where the securities / deposits are held in joint names, the nomination will be effective only in the event of the death of all the holders. Shareholders are advised to avail of this facility, especially investors holding securities in single name.

Shareholders are requested to note that SEBI has mandated registration of nomination or opt out of nomination for all shareholders of the Company either holding shares in physical mode or Demat mode along with valid PAN and KYC details.

Shareholders holding shares in physical mode are requested to refer to the Notice of the AGM and submit the prescribed forms along with requisite documents to RTA regarding mandatory submission of Nomination PAN, and KYC details on or before March 31, 2023. Shareholders holding shares in demat mode are requested to submit the necessary forms to their respective depository participant regarding mandatory submission of Nomination Valid PAN, and KYC details on or before March 31, 2023

**12. SHARE TRANSFER SYSTEM.**

As per amended Regulation 39 and 40 of Listing Regulations, the Company shall issue securities in dematerialised form only while processing any requests from shareholders holding shares in physical mode in respect of i. Issue of duplicate securities certificate; ii. Claim from Unclaimed Suspense Account; iii. Renewal / Exchange of securities certificate; iv. Endorsement; v. Sub-division / Splitting of securities certificate; vi. Consolidation of securities certificates/folios; vii. Transmission and viii. Transposition ("service requests"). Shareholders holding shares in physical mode are requested to refer to the Notice of the AGM for details regarding service requests. All queries and service requests shall be addressed to the RTA in prescribed form along with requisite documents.

- During the year, Company has not issued any GDR / ADR / Warrants or any convertible instrument, which is likely to have impact on the Company's Equity.



14. Commodity price risk or foreign exchange risk and hedging activities are managed/hedged in accordance with the Policy framed by the Company for that purpose and periodical update is given to the Board on a quarterly basis.

**15. GENERAL SHAREHOLDER INFORMATION :**

1.	Day, Date, Time and Venue of Annual General Meeting:	Thursday, September 29, 2022 at 1.00 PM. Pursuant to the Circular No. 20/2020 read with general circular no. 14/2020, 17/2020, 02/2021, 19/2021 & 02/2022 of Ministry of Corporate Affairs, the AGM will be convened through Video Conferencing (VC).
2.	Financial Year/Calendar	<ul style="list-style-type: none"> <li>o Financial Year – April to March</li> <li>o First Quarter Results – within 45 days of the end of the quarter.</li> <li>o Half-yearly Results – within 45 days of the end of the quarter.</li> <li>o Third Quarter Results – within 45 days of the end of the quarter.</li> <li>o Results for the year ending March 31, 2023 – within 60 days of the end of the quarter.</li> </ul>
3.	Date of Book Closure	From September 21, 2022- Wednesday To September 29, 2022 – Thursday (Both days inclusive)
4.	Dividend	Dividend of Rs.0.75 per share (7.5% on Face Value of Rs.10 each) for the financial year 2021-22, subject to approval by share holders at AGM
5.	Listing of Shares	<b>Bombay Stock Exchange Limited (BSE Ltd.)</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001 (Listing fees for the financial year 2022-23 have been paid)
6.	Registrar & Share Transfer Agent (RTA) & Address for investor's correspondence	Aarthi Consultants Pvt Ltd, 1-2-285, Domalguda, Hyderabad - 500 029, Telangana.
7.	Phone, Fax, E-mail of RTA	Phone : (040) 2763 8111, 2763 4445 Fax : (040) 2763 2184 E-mail : <a href="mailto:aarthiconsultant@gmail.com">aarthiconsultant@gmail.com</a>
8.	Stock Code & Scrip ID	530433 "SHIVAAGRO"
9.	Demat ISIN in NSDL and CDSL	INE960E01019
10.	Share Transfer System	All the transfers received are processed and approved by the Stakeholder Relationship Committee at its meetings or by circular resolutions.
11.	Credit Rating obtained by the Company during the financial year 2021-22	'BWR BBB-/Stable reaffirmation' and short term debt rating at 'BWR A3 reaffirmation' by Brickwork Rating India Pvt. Ltd.

12.	Dematerialisation of shares and Liquidity	97.78% of the shareholding has been dematerialized as on March 31, 2022.
13.	Outstanding GDR/ADR/ Warrants/Convertible instruments, Conversion Date & likely impact on Equity	The Company has not issued any GDR / ADR / Warrants or any convertible instrument, which is likely to have impact on the Company's Equity.
14.	Commodity price risk or foreign exchange risk and hedging activities	As the Company is not engaged in commodity business, commodity risk is not applicable. Foreign Exchange risk is managed / hedged in accordance with the Policy framed by the Company for that purpose and periodical update is given to the Board on a quarterly basis.
15.	Registered Office	'Shri Hanuman Nagar', Osmannagar Road, Village Dhakni, Taluka Loha, District Nanded - 431 602, Maharashtra.
16.	Administrative Office	"Shiva House", Near State Bank of India, New Mondha, Nanded District Nanded – 431 602. Maharashtra.
17.	Phone, Fax, E-mail	Phone: (02462) 284036, 284039 Fax: (02462) 284729 E-mail: <a href="mailto:admin@shivaagro.org">admin@shivaagro.org</a> website : <a href="http://www.shivaagro.org">www.shivaagro.org</a>
18.	Plant Locations	1. Shri Hanuman Nagar', Osmannagar Road, Village Dhakni, Taluka Loha, District Nanded - 431 602, Maharashtra.  2. B-17/2 MIDC, Nanded, Dist. Nanded - 431 602, Maharashtra.

**19. Market Price Data: High, Low during each month in last Financial year/ Performance in comparison to BSE Sensex:**

Month	Share Price		BSE Sensex	
	High	Low	High	Low
April	36.90	27.45	50,375.77	47,204.50
May	44.90	32.20	52,013.22	48,028.07
June	64.65	39.45	53,126.73	51,450.58
July	83.05	59.50	53,290.81	51,802.73
August	74.35	57.40	57,625.26	52,804.08
September	72.70	59.50	60,412.32	57,263.90
October	71.40	61.00	62,245.43	58,551.14
November	70.00	61.60	61,036.56	56,382.93
December	75.95	63.00	59,203.37	55,132.68
January	96.50	70.10	61,475.15	56,409.63
February	99.50	72.50	59,618.51	54,383.20
March	87.50	76.05	58,890.92	52,260.82

**20. Distribution of Shareholding and Share holding pattern as on March 31, 2022**
**a) Distribution of Shareholding :**

Distribution of Shares (Slabwise)	No. of Shareholders	% to total no. of Shareholders (in %)	No. of Share held	Percentage to total share capital (in %)
Upto5000	2953	82.21%	373979	3.74%
5001 -10000	292	8.13%	237409	2.38%
10001 - 20000	141	3.93%	215904	2.16%
20001 - 30000	61	1.70%	162422	1.63%
30001 - 40000	19	0.53%	69909	0.70%
40001 - 50000	8	0.22%	38136	0.38%
50001 - 100000	40	1.11%	296577	2.97%
100001 & above	78	2.17%	8598664	86.05%
<b>Total</b>	<b>3592</b>	<b>100.00%</b>	<b>9993000</b>	<b>100.00%</b>

**b) Share holding pattern as on March 31, 2022 :**

Sr. No.	Particulars	No. of Shares	% of Shareholding
a.	Promoters & Promoter Group	5991205	59.95%
b.	Central/State Government	2000	0.02%
c.	Private Corporate Bodies	645232	6.46%
d.	Indian Public	3174637	31.77%
e.	NRI's/OCB's	47833	0.48%
f.	Clearing Members	7360	0.07%
g.	IEPF	124733	1.25%
	<b>Total</b>	<b>9993000</b>	<b>100.00%</b>

**c) Mode of Holding, Dematerialisation of shares and liquidity :**

Sr. No.	Particulars	No. of Shares	% of Shares	No. of Share Holders	% of Share Holders
A.	Demat Mode	97714502	97.78%	3333	97.79%
B.	Physical Mode	21550	2.22%	259	2.21%
C.	<b>Total</b>	<b>9993000</b>	<b>100%</b>	<b>3592</b>	<b>100%</b>

**Annexures to Corporate Governance Report**
**Declaration on Code of Conduct**

This is to confirm that the Board has laid down a for all the members of the Board and senior management personnel of the Company. The Code of Conduct has also been uploaded on the website of the Company. It is further confirmed that all the members of the Board and senior management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended on March 31, 2022 as envisaged in Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**On behalf of the Board of Directors**

**Date: May 30, 2022.**  
**Place: Nanded.**

**Omprakash K. Gilda**  
**Managing Director**

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

Pursuant to Regulation 34 (3) read with Schedule V Para-C Sub clause (10) (i) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Members

**Shiva Global Agro Industries Limited**

'Shri Hanuman Nagar', Osman nagar Road,  
Village Dhakni, Taluka Loha, District Nanded.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Shiva Global Agro Industries Limited (CIN: L24120MH1993PLC070334)** having its Registered Office at 'Shri Hanuman Nagar', Osman nagar Road, Village Dhakni, Taluka Loha, District Nanded, (hereinafter referred to as "The Company") produced before us by the Company for the purpose of issuing this certificate, in accordance with Regulation 34 (3) read with Schedule V Part-C Sub clause 10 (i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.

In our opinion and to the best of our knowledge and according to the verifications (including Director Identification Number (DIN) Status at the portal [www.mca.gov.in](http://www.mca.gov.in)) and based on such examination as well as information and explanations furnished to us, which to the best of our knowledge and belief were necessary for the purpose of issue of this certificate and based on such verification as considered necessary, we hereby certify that none of the Directors as stated below on the Board of the Company as on 31st March 2022 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India /Ministry of Corporate Affairs or any such other statutory authority.

Sr. No.	DIN	Name of Directors	Designation
1.	1655503	Omprakash K. Gilda	Managing Director
2.	1689971	Arunkumar R. Toshniwal	Non Executive – Non Independent Director
3.	452540	Deepak S. Maliwal	Non Executive – Non Independent Director
4.	486333	Narayanlal P. Kalantri	Non Executive – Non Independent Director
5.	101836	#Vijayprakash O. Agrawal	Non Executive – Non Independent Director
6.	547824	Santosh H. Malpani	Non Executive – Independent Director
7.	1822463	*Divakar N. Shetty	Non Executive – Independent Director
8.	01131940	*Rajesh K. Agrawal	Non Executive – Independent Director
9.	09265833	Prakash N. Nahalani	Non Executive – Independent Director
10.	6956895	Sandhya S. Maheshwari	Non Executive – Independent Director

\* Resigned from office of director with effect from close of business hours of August 14, 2021

# Resigned from office of director with effect from close of business hours of May 11, 2022

Ensuring the eligibility of, for the appointment/ continuity of, every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **V&V CO. LLP**,  
Practising Company Secretaries  
FRN : L2017KR003100  
P.R No - 1608/2021

**CS. Vinayak Bhat**  
Partner

M. No: F10889; CP. No:14286  
UDIN : F010889D000431562

Place: Bangalore

Date: May 30, 2022



**CERTIFICATE ON CORPORATE GOVERNANCE**

To the Members of  
**Shiva Global Agro Industries Limited**  
Shri Hanuman Nagar', Osman nagar Road,  
Village Dhakni, Taluka Loha, District Nanded

We have examined documents, books, papers, minutes, forms and returns filed and other relevant records maintained by **SHIVA GLOBAL AGRO INDUSTRIES LIMITED** (CIN: L24120MH1993PLC070334), having its Registered Office at 'Shri Hanuman Nagar', Osman nagar Road, Village Dhakni, Taluka Loha, District Nanded, for the purpose of certifying compliance of the conditions of Corporate Governance under Regulation 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C, D and E of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulation 34(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the financial year ended March 31, 2022. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of certification.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the basis of our examination of the records produced, explanations and information furnished, we certify that the Company has complied regarding the conditions of Corporate Governance as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the financial year ended March 31, 2022.

This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

Place: Nanded  
Date: May 30, 2022

CA Jaiprakash S. Falor  
Partner  
Membership No. 043337  
UDIN: 22043337AJXYIO5885

# MANAGEMENT DISCUSSION ANALYSIS

## ECONOMIC OVERVIEW

### Global Economy

The global economy experienced a swift recovery in 2021 with robust demand revival, an uptick in investment and a resumption in merchandise trade. The growth was supported by fiscal stimulus extended by Governments, leading to strong consumer spending. As per World Bank estimates, the economy is expected to grow by 5.7% in 2021 compared to 3.0% in 2020 with advanced economies growing by 5.1% and emerging markets and developing economies by 6.6%.

As the world stepped into a new year, the global economic recovery faces significant headwinds amid new waves of COVID-19 infections, labour market challenges, supply-chain disruptions and rising inflationary pressures.

The inflationary pressure is expected to remain high due to the ongoing pandemic with new variant, impact of Russia & Ukraine war and broadening of the price pressures. As per IMF, inflation is projected at 5.7% in Advanced Economies (AE) and 8.7% in Emerging Markets and Developing Economies (EMDE) in 2022, before moderating in 2023 at 2.5% for the AE and 6.5% for EMDE.

Though COVID-19 induced disruptions affected the mobility and supply chains, the relaxation of pandemic control measures and progress on vaccination improved the economic activities in the second half of 2021. Merchandise trade was stronger than expected, with global trade in goods surpassing pre-pandemic levels. However, supply-side bottlenecks, a stronger-than-anticipated rebound of demand and high commodity prices led to a rise in inflation during the year. Major commodities experienced a significant surge during the year. The Commodity Price Index (tracked by the International Monetary Fund) increased by 70% in the last year, with significant increases in fuel, fertilisers and food.

The war in Ukraine and economic sanctions on Russia have put global energy supplies at risk. Russia supplies around 10% of the world's energy, including 17% of its natural gas and 12% of its oil. Further, Russia & Ukraine, which together account for 28%

and 18% of global trade in wheat and corn, respectively, pose a significant risk to food security, especially in low and middle-income regions. The war setback is also expected to be evident on food prices well into 2023.

With the COVID-19 disruptions and geopolitical uncertainty continuing to impact the global supply chains, industries are looking at diversifying their sourcing and manufacturing bases. They are exploring alternate markets to mitigate procurement risk. Towards this, many companies are exploring the option of a 'China plus One' strategy to reduce their dependence on China and are exploring alternate developing Asian markets as production hubs.

The geopolitical uncertainty, COVID-19 flare-ups, rising commodity prices, fiscal stress, and likely monetary tightening can impact the speed of economic recovery. World Bank has forecasted the World GDP to grow at a modest 2.9% in 2022.

### Indian Economy

India, the second largest constituent of EMDE block, grew at a strong 8.9% in 2021 after a sharp contraction of (6.6%) in 2020, according to IMF. The fast-paced vaccination drive, investor friendly government policies and focus on Aatmanirbhar Bharat have enabled the country to bounce back rapidly. IMF expects India to continue its steady growth in 2022 at 8.2% and stabilise at a 6.9% in 2023. The outbreak of the 2020, according to IMF.

India has taken a calibrated approach in dealing with the pandemic - while protecting life remained paramount, safeguarding the livelihood rose in the hierarchy of priorities. The focus on securing the economic and financial conditions of the vulnerable has resulted in a shift towards targeted containment strategies and a push towards universal vaccination and booster doses. This approach is complemented by the increased adoption of technology in work places and daily activities. Though the health impact of the second wave of COVID-19 encountered during the year was severe, the economic impact was partially cushioned through extended safety measures and financial support by the Government. Significant increases in capital expenditure and

supply-side reforms were undertaken to spur growth and expansion.

Major macro-economic indicators have registered sustained recovery as higher Government tax receipts and investments, merchandise exports and global capital flows supported economic revival. India's merchandise export for the year reached an all-time high level, touching USD 418 billion, a 43% growth over the previous year and 33% growth over the pre-pandemic levels. On the other hand, supply disruptions and scaling up of demand led to inflationary pressures, especially in the energy and commodity sectors. The RBI estimates the inflation for the year at 5.3% levels and 5.7% for 2022-23.

As part of its sustainability push, India pledged its commitment to climate change initiatives during the year. With this, India pledged to cut its total projected carbon emission by 1 billion tons by 2030, reduce the carbon intensity of the nation's economy by less than 45% by the end of the decade and reach net-zero carbon emissions by 2070. This is likely to open investment opportunities across segments like renewables, the EV ecosystem, ethanol blending, improvement in energy efficiencies and carbon capture technologies.

India's vaccination programme started in January 2021 and has administered more than 180 crore vaccinations in a year. With the vaccination programme having covered the bulk of the population, the economic momentum is building up. As per Reserve Bank of India forecasts (April 2022), the economy is expected to grow by 7.2% in 2022-23. India is poised to grow at the fastest pace year-on-year among major economies. This recovery will be supported by higher vaccination coverage and sustained fiscal and monetary support.

## **INDUSTRY OVERVIEW**

### **Global Agriculture**

The agricultural and food sector has demonstrated high resilience compared to other sectors of the economy despite the global COVID-19 pandemic. Global cereal production during the year is expected to increase by 0.8% to 2,799 million tons. The food commodity prices rose significantly by 28% (as captured by Food Price Index) during 2021, led by Vegetable oil, dairy and cereals. The surge is largely associated with the recovery in food demand after the COVID-19 recession and temporary disruptions in logistics rather than with severe food supply disruptions or continued trade restrictions. Further, stockpiling by China, the rise of fertiliser prices, depreciation of the US dollar, and rising international freight costs contributed to the increased food prices.

On the food price front, wheat and edible oil price

pressures are likely to remain elevated in the near term due to export restrictions by key producers as well as loss of supply from the Russia-Ukraine region. Feed cost pressures could continue due to global supply shortages, which can have a spillover impact on poultry, milk and dairy product prices.

As per OECD-FAO Agricultural Outlook 2021-2030, global agricultural production is projected to increase by 1.4% annually, with the additional output predominantly produced in emerging economies and low-income countries. The growth will be driven by broader access to inputs and productivity enhancing investments in technology, infrastructure and agricultural training.

### **Indian Agriculture**

Agriculture is the primary source of livelihood for about 54.6% of India's population. The agriculture sector has experienced stable growth in the past two years compared to the other sectors of the economy. The sector, which is the single largest employer, accounted for a sizeable 15.5% (2021-22) in Gross Value Added (GVA) of the country, registering a growth of 3.3% in 2020-21 and 3.0% in 2021-22. Normal monsoons and improved reservoir levels, higher coverage under assured irrigation, remunerative crop prices, export focus, favourable Government policies including fertiliser subsidy, record procurement under MSP, and push towards new products and technologies have been the key growth drivers for the agriculture sector.

During the year, India experienced a normal South-West & North-East monsoon, which supported higher Kharif and Rabi sowings. As per the 3<sup>rd</sup> Advance estimate, food grain output is expected to grow by 1% to 315 million tons. The horticulture sector has also picked up pace in the last few years.

During the year, the production is estimated at 333 million tons, similar to last year's levels. India's Agri exports crossed USD 50 billion for 2021-22, a growth of 20% over the last year, with major contributions coming from cereals, sugar, marine and cotton segments. Considering the 18% exports growth registered in 2021-22 despite logistical challenges of high freight rates and container shortages, the trend has been highly encouraging and signals the competitiveness of Indian farms.

Amidst the Covid-19 disruptions, the Government ensured that the agricultural activities and price support initiatives remained robust. Direct cash transfers, record procurement under the MSP programme, credit availability and other reform measures ensured the continuance of agricultural activities.

With the changing agriculture landscape, evolving

consumer preferences and digital accessibility, Indian agriculture is swiftly transforming. In a major boost to promote precision farming in India, the Union Ministry of Agriculture and Farmers Welfare has issued guidelines to make drone technology affordable to the stakeholders of this sector.

There has been an increased consumer consciousness toward organic and natural farming. The Government has been promoting organic/natural farming through dedicated schemes by providing financial assistance, training, certification, value addition, and marketing their organic produce.

In India, at present, organic farming is taken up in an area of 3.8 million hectares in the country. To increase the organic farming, during the year, organic cultivation on either side of River Ganga under the National Mission of Clean Ganga (NMCG), natural farming, large area certification and support for individual farmers have also been introduced.

To leverage the digital penetration in rural India and improve connectivity, the Government has initiated the process of creating unique IDs for farmers of the country. The unique identifier of the farmer will link the farmer profile with all the agricultural schemes, improving transparency and speed of delivery. More than 11 crore farmers are currently registered as part of the PM-KISAN scheme. Further, the Government has commenced the work for creating Agri-stack in the country, which would serve as a foundation to build innovative agri-focused solutions leveraging emerging technologies to contribute effectively to creating a better ecosystem for agriculture in India.

Decisive steps from the Government on digital agriculture ushered concrete regulatory changes. In June 2021, the Ministry of Agriculture and Farmers' Welfare published a consultation paper on the country's digital agriculture ecosystem, dubbed the IDEA (India Digital Ecosystem of Agriculture). A three-year action plan with specific milestones, deliverables and timelines was proposed to roll out IDEA across the country. In July, the Ministry introduced a digital platform, Kisan Saathi, to provide farmers with personalised advisories on agriculture and allied sectors. Furthermore, the year witnessed the Government forging several deals with various entities for digital agriculture pilot projects. With more emphasis on "Make in India" initiatives, the industry looks forward to promoting Indian manufacturers through multiple initiatives such as Production Linked Incentive (PLI) for specific products and technologies.

Despite the uncertain business environment, impacted by the Covid-19 related interruptions,

geopolitical uncertainty, supply chain disruptions and firm raw material scenario, company displayed a resilient performance during the year, registering strong growth in Business.

In an aid to fight against the pandemic, during the year, the Company strengthened the Government's efforts in Covid management through vaccination programmes, distributing mask and spreading awareness of Covid protocols with the local communities around its plants and in its extensive rural marketing network throughout the region. The Company focused on operational, sourcing and marketing efficiencies to ensure that Agri inputs are available at the right time to the farmers.

### **Fertiliser Business**

#### Global Fertiliser Scenario:

The year 2021-22 observed a sharp increase in the prices of raw material and finished products. This was a challenging year for the global fertiliser industry as the surge in raw material prices and constrained supply chain impacted fertiliser availability.

As per IMF, the fertiliser price index rose by 114% during the year due to demand-supply imbalances and a sharp increase in feedstock prices. A number of countries increased their self-sufficiency efforts in the second half of the year and placed trade restrictions on agricultural inputs in anticipation of potential shortages.

As per International Fertilizer Association (IFA) estimates, global nutrient demand is expected to drop by 3% to 198 million tons in 2021-22 due to reduced fertiliser affordability, as international prices of the fertilisers have risen much faster than the crop prices.

In 2022-23, demand for Fertilisers is expected to recover to 204 million tons, a 2.9% growth over last year. However, fertiliser affordability and availability, the geopolitical situation, and Government subsidy support are likely to significantly influence the demand and supply dynamics. It is estimated that the fertiliser prices for the year will remain firm due to supply chain disruptions and raw material prices.

#### **Indian Fertiliser Scenario**

India is the second-largest consumer and the third-largest producer of fertilisers globally. The Indian fertiliser ecosystem comprises the private, Government and cooperative sectors. Over the years, the fertiliser sector in India has played a major role in shaping the Indian farms and driving agricultural prosperity.

The domestic fertiliser manufacturing industry meets roughly two-thirds of the country's plant nutrient

requirements, producing ₹42 million tons of fertilisers annually. In addition to this, India imports around 17 million tons of fertilisers to meet the demand from agriculture. During the year, the overall fertiliser production for the country moved marginally up by 1%, registering higher volumes for Urea and Single Super Phosphate (SSP). The industry consumption dropped by 5% to 63 million tons amidst a higher base in 2021-22. Overall, the consumption growth has been in line with the prior years, with 2020-21 being an exception due to the regularisation of DBT related sales.

The fertiliser availability during the year was impacted by the elevated costs of manufactured and imported products, conflicting demand from key fertiliser consuming markets and supply challenges from the major sources. Further, the three

consecutive years of normal monsoons resulted in lower opening stocks. The Government's proactive approach and close coordination with the industry ensured its timely access to the farmers.

#### Segment Wise and Production Wise Performance

Shiva Global Agro Industries limited (hereafter referred as SGAIL), is one of the largest private-sector marketer and manufacturer of SSP and NPK fertilisers in the region of Marathwada and Maharashtra with an installed capacity of close to 120000 MT for SSP and 72000 MT for NPK Mix Fertilizer. Manufacturing units located at MIDC, Nanded and Dhakni, Nanded have the flexibility to produce multiple grades. The Company enjoys a considerable market presence in the Central Maharashtra including Vidharba and adjacent regions of the state.

Particulars	2020-21		2021-22	
	Production	Sales	Production	Sales
SSP	88366	105663	100100	93489
NPK	6200	7828	16700	17058
<b>Total</b>	<b>94566</b>	<b>113491</b>	<b>116800</b>	<b>110547</b>

#### Key Financial Ratios:

Details of key financial ratio analysis and its elements is given under note no. 44 to Notes to Accounts of Standalone Financial statements

During the year, the fertiliser units operated at optimum capacity. Its manufacturing facilities operated with required caution, which ensured safe operations and improved production. The plants continued to strengthen their operational efficiencies and operated flexibly using multiple sources of rock and acid.

With strong demand for SSP products, the business worked towards maximising output. Company managed to achieved benchmark production volumes of over 1 Lakh MT in a year for SSP. Similarly, NPK mix Fertilizer also showed a steady growth in sales and production volumes as compared to previous year.

The Company engaged in smart sourcing in a highly disrupted supply chain and diversified its sources to improve operational flexibility. Contracts with key suppliers ensured that raw material availability challenges were mitigated.

On the marketing side, continued focus on brand building and farm extension activities helped the Business to achieve a strong consumption-based market share. SGAIL's upgraded new SSP product, Shiva Gold, continued to gain widespread market acceptance with strong volume growth.

The production and sales figures of NPK and SSP for the last two years is shown in the following table:

#### OPPORTUNITIES AND STRENGTHS

##### Opportunities

1. Growth in Indian economy presents significant opportunities for company since it caters to the critical sector of the country.
2. Government's initiatives to improve agricultural productivity by improving soil nutrient balance, encouraging NPK sector.
3. Atmanirbhar Bharat initiative in fertiliser to support capacity creation and value addition. Production Linked Incentive Scheme likely to be introduced for Crop Protection segment.
4. Improved awareness about soil health and sustainable practices to promote balanced nutrient usage, including Bio-pesticides and organic fertiliser usage
5. Acceleration of Agri technologies to improve crop yield, diagnostics and application capabilities
6. Growing area under micro irrigation and demand for nutrient based fertilisers
7. Government support for farm mechanisation through



Custom hiring centres to improve penetration and drive farm productivity.

8. Adopting Nano, slow-release, coated, and water-soluble fertilisers to improve nutrient use efficiency.
9. Central and State Governments' income support schemes for farmers are increasing the disposable income in the hands of farmers for Agri inputs.

### Strengths

1. Strong fundamentals backed by robust knowledge and rich extensive experience in manufacturing and financial prudence.
2. Owning extensive rural retail network having direct connect with farmers and strong distributor/ dealer network.
3. Strong management team with in-depth industry experience.
4. Significant captive infrastructure for manufacturing Phosphatic fertilisers, NPK Fertilizers.
5. Efficient integrated manufacturing operations in fertiliser enabling supply security and low-cost production.
6. Strong Balance Sheet with a cash surplus.
7. Well established supply chain logistic junction
8. Strong systems and process backed with IT systems/tools
9. Strong credit rating: 'BWR BBB-/Stable Reaffirmation' for long term and 'BWR A3 Reaffirmation for short term Tenure by Brickwork Ratings.

### Threats:

1. Trade tension led by Russia-Ukraine war and geopolitical issues.
2. Abrupt regulatory interventions/policy change impacting our business.
3. Abnormal volatility in prices of Sulphuric Acid, Imported Phosphatic Rock along with forex fluctuation impacting raw material pricing.
4. Potential threat of new entrants which could adversely impact our market share.

### Risks and Concerns:

1. Disruption of supply chain due to ongoing Trade tension, Russia-Ukraine war and other geopolitical issues.
2. Dependence on imported raw materials like Phosphatic Rock.

3. Working capital intensive business with dependence on Government subsidy.
4. Lag effect of passing the increase in raw material price to end customers.

### FINANCIAL REVIEW

The Company registered a good performance in FY2021-22 with total standalone revenue at Rs.20497.62 Lacs as compared to Rs.17513.84 Lacs in the previous year. The Company's PBT was at 1610.12 Lacs as compared to Rs. 528.69 Lacs in the previous year. PAT was at Rs.1210.74 Lacs as compared to Rs.403.13 Lacs in the previous year.

### RISK MANAGEMENT

The company has put in place a robust Risk Management Policy framework to traverse the dynamic business environment comprising regulatory changes, technological disruptions and advancements and financial markets. Our sustainable model is built with an objective to absorb market vitality and other uncertainties.

### ERM Framework & Policy Overview:

The Enterprise Risk Management framework includes Risk Management Policy dealing with identification, analysis, evaluation & treatment of risks at Entity Level, Business Level and Operational level. Company has adopted the best risk management best practices & standards.

The robust governance structure has also helped in the integration of the Enterprise Risk Management process with the Company's strategy and planning processes where emerging risks are used as inputs in the strategy and planning process.

The Business level committee comprising of key business and functional heads periodically reviews, the effectiveness of existing controls, implementation of risk mitigation plans for the key risks and new or emerging risks associated with the businesses of the Company. The identified key risks at the Entity Level are evaluated & prioritized based on quantitative and qualitative aspects of impact & likelihood.

Illustrated below are the categorised risks associated with the Company's businesses:

### Environmental Risk

Due to the adverse impact of its effluents on the ecosystem, the Company may face litigation and penalty.

### Economic Risk

Due to downturn or adverse political situations which may negatively impact the Company's organisational objectives.

**Regulatory Risk**

Due to inadequate compliance to regulations, contractual obligations, any other statutory violations and amendments thereto, which may lead to litigations and loss of reputation.

**Operational Risk**

Inherent to business operations including manufacturing and distribution operations, monsoon failures, tangible or intangible property and any other business activity disruptions.

**Financial Risk**

Due to major fluctuations in the currency market, rise in interest rates and possible non recovery of debts, which could impact the organization.

**HR & Legal Risk**

Due to attrition of any Key Managerial Person or disruption of operations due to any other human resources issue. Risk due to non-compliances of laws and regulations applicable.

**IT/Cyber security Risk**

Cyber-attacks could lead to disruption in operations. These are addressed through adequate back-up mechanisms and Disaster recovery process. A dedicated team is set up to constantly keep upgrading the IT Assets and implement the latest technologies to keep the environment safe and secure.

**Pandemic Risk**

Pandemic like Coronavirus, would be having a significant impact across sectors, affecting the way business is being carried out and to be carried out in the future.

The assets of the Company, including its plant and machinery, inventory are adequately insured against loss or destruction by fire and allied perils. The Company also has appropriate insurance coverage.

The evaluation of risk is based on management's perception. Risk Management being continuous process, the key risks associated with the Company's business, its likely impact are continuously analysed and the appropriate mitigation mechanism are implemented by top Management throughout the organization.

**INTERNAL CONTROL SYSTEMS**

The company has laid down well defined scope of internal controls and audit checks. The Company has adequate internal controls commensurate with the nature of its Business and size of its operations to effectively provide for the safety of its assets, reliability of financial transactions with adequate checks and balances, adherence to applicable statutes, accounting policies, approval procedures, and to ensure optimum use of available resources. These systems are reviewed and improved regularly.

The Company has a comprehensive budgetary control system to monitor revenue and expenditure against the approved budget on an ongoing basis. The Company has its own corporate internal audit function, ably supplemented by external firms to monitor and assess the adequacy and effectiveness of the Internal Controls and System across all key processes covering various locations. Deviations are reviewed periodically, and due compliance is ensured. Summary of Significant Audit Observations along with recommendations and their implementations are reviewed by the Audit Committee, and concerns, if any, are reported to the Board.

**HUMAN RESOURCE DEVELOPMENT**

Your Company marched ahead with focused & sustained efforts on capability enhancement, enriching culture, organisation redesign, employee engagement and business transformation with an aim to ensure superior alignment of people & processes to the overall business strategy.

As a key contributor to the successful attainment of organisational goals, holistic development and well-being of employees remain at the forefront of the Company's business approach. Human resource policies are made contextual and contemporary from time to time.

Our people practices emphasis on:

1. Talent Development
2. Leadership Development Programs.
3. Driving Employee Engagement.
4. Investment in Digital Transformation.
5. Employee Value Proposition.
6. Employee Retention.
7. Overall Employee Wellness.

The Company nurtures talent and leadership through various capability management programmes to improve technical and behavioral skills and meet business-specific requirements. The Learning and Development initiatives cater to a wide variety of employee profiles addressing Sales and Marketing, Manufacturing, Operations and Leadership areas.

**Initiatives for society and employee safety during covid-19 pandemic:**

From encouraging mental wellness to ensuring that employees are financially secure during the outbreak, to continuous awareness sessions on COVID-19, precautions, dos & don'ts, through posters bringing visual display awareness on Covid has helped considerably. Wearing of face mask, social distancing, thermal scanning, use of hand sanitizers at various places, body disinfection, are some of the major actions being taken.

**Industrial Relations**

During the year 2021-22, industrial relations across all

plants of SGAIL continued to remain cordial. For plant operative employees, Performance Linked Incentive schemes (PLI) were factored with Key Parameters such as Production, Operational Efficiency, Quality, Safety, Behavioral/TQM, Efficiency and Periodicity.

Workers' education and training as per unit requirements have been deployed across Company. Annual Communications Meetings and other structured social gatherings with Covid protocols as part of employee engagement and work-life balance initiatives across the company have received good support from all employees.

**Employee Engagement:**

Over the years, your Company has been able to create positive experiences for the employees through varied structured initiatives to enable higher engagement levels. Even during the pandemic times, the Company remained focused on delivering an employee experience wherein they felt strongly connected to the brand, the Business and the overarching guiding principles of the Company.

During the year, the Company rolled out various online employee engagement initiatives, including Family connect, Wellness sessions, festival celebrations etc. The leadership team at the company continues to review the key engagement agendas for the organisation through specific action plans.

**Prevention of Sexual Harassment at Workplace:**

Pursuant to Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 read with Rules made thereunder, the internal committee constituted under the said act has confirmed that no complaint / case has been filed / pending with the Company during the year.

The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Harassment cases are dealt with as per the Company's zero-tolerance policy. During the year 2021-22, no case was reported on sexual harassment.

**ENVIRONMENT & SUSTAINABILITY**

As a responsible Company, business operations are closely integrated to drive sustainability across its value chain. The Company continues to make steady progress toward its Environmental, Social and Governance goals.

The Company is working towards setting its long-term sustainability goals. The Company is evaluating its carbon emissions, water footprint, bio-diversity protection, natural resource management, energy

management and adopting strategies to address the global environmental issues in line with business requirements.

The Company has consistently implemented various new initiatives and innovations to reduce the emissions from its value chain. One of such initiative is where the company is producing and captively using Briquette as fuel instead to non-renewable fuels like coal. Manufactured from agri-waste, it results in lower carbon emission, acts as substitute to coal and is cost effective. As such, the company will continue to adapt methods and strategies to address issue of global warming from its operations. The Company has carried out plantation on at Factory premises and in nearby areas.

The company is also committed to work towards the systems that enable farmers to improve productivity and thereby address the issues like food security and world hunger. The business solutions of the company are closely integrated to drive sustainability across

the farming value chain by balancing nutrient needs, improving crop yields and adopting technology to maximize resource use efficiency and drive farm profitability.

**BUSINESS OUTLOOK**

The manner fertilizer industry continues to experience technological advancements – it is imperative for SGAIL to actively pursue developments in upcoming Technology, to not just be aware of the advancement happening within the industry, but also to build a technology absorption platform to fuel its growth and innovation agenda. A renewed focus on advancements in technology and business models has been necessitated at the fringe intersections of various industries.

During the year we have experienced significant increase in raw material prices which put our business resilience to test highlighting our ability to pass through the increase in raw material prices and we will continue to do so if such situation continues. It is these testing times that have led to open new opportunities for the Country and the agricultural sector. Technology advancements, development of agri-infrastructure, the Government's focus on agriculture and reform mindset are likely to positively impact the agriculture sector.

The Company is continuously enhancing its capacities and upgradation of its key operations. We remain confident of continuing our growth trajectory on the back of a robust economic outlook and government's milestone industry reforms.



# **Standalone Financial Statements for the year ended March 31, 2022**

# INDEPENDENT AUDITOR'S REPORT

To,  
The Members of  
Shiva Global Agro Industries Limited

## Report on the audit of the Standalone Financial Statements

### Opinion

We have audited the accompanying Standalone financial statements of **Shiva Global Agro Industries Limited** ("the Company") which comprise the Balance sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then 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 standalone 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 Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

### Basis for Opinion

We conducted our audit of the standalone 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 Responsibility for the Audit of the Standalone

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 ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended March 31, 2022. 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. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.



Sr.No.	Key Audit Matter	Auditor's Response
<b>1</b>	<b>Revenue recognition (as described in note 2.12 of the standalone financial statements)</b>	
	<p>For the year ended March 31, 2022 the Company has recognized revenue from sale of goods of Rs.20497.62 Lacs.</p> <p>Revenue from sale of goods is recognized when the significant risk and rewards of ownership of the goods have been transferred to the customer which generally coincide with the delivery of goods, recovery of consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods and the amount of revenue can be measured reliably. The Company considers estimated time of delivery of goods and this has an impact on the timing and extent of revenue recognition from sale of products. The varied terms that define when title, risk and rewards are transferred to the customer, as well as the high volume of transactions, give rise to the risk that revenue could be recognized in the incorrect period for sales transactions occurring on and around the year end.</p> <p>Accordingly, due to the significant risk associated with revenue recognition, it has been determined to be a key audit matter in our audit of the standalone financial statements.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> <li>• Evaluated the Company's revenue recognition policy and its compliance in terms of Ind AS 115 'Revenue from contracts with customers'.</li> <li>• Understood and tested the operating effectiveness of internal controls as established by the management in relation to revenue recognition.</li> <li>• Performed sales transactions testing based on a representative sampling and traced to sales invoices and other related documents to ensure that the related revenues and trade receivables are recorded appropriately taking into consideration the terms and conditions of the agreements with customers, including the shipping terms.</li> <li>• Tested sales transactions made near the year end by agreeing a sample of sales transactions occurring around the year end to supporting documentation including customer confirmation of receipt of goods to establish that sales and corresponding trade receivables are properly recorded in the correct period.</li> <li>• Performed monthly analytical review of revenue from sale of goods by streams to identify any unusual trends.</li> <li>• Assessed the relevant disclosures made within the standalone financial statements</li> </ul>
<b>2</b>	<b>Impact of government policies/ notifications on recognition of subsidy accruals/claims and their recoverability (as described in note 2.12 of the standalone financial statements)</b>	
	<p>Subsidy income pertaining to fertilizer business is recognised on the basis of the rates notified from time to time by the Department of Fertilizers, Government of India ('GOI') in accordance with the Nutrient Based Subsidy ('NBS') policy on the quantity of fertilizers sold by the Company for the period for which notification has been issued and for the remaining period, based on estimates, when there is a reasonable assurance that the Company will comply with all necessary conditions attached to Subsidy including Direct Benefit Transfer ('DBT') System which was introduced by Government of India.</p> <p>For the year ended March 31, 2022, subsidy income of Rs.8765.73 lacs is recognized.</p> <p>Recognition and realisability of subsidy income is dependent on GOI Policy and its various initiatives/ schemes</p>	<p>Our audit procedures included the following :</p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the process and tested the design and operating effectiveness of controls as established by management in recognition and assessment of the recoverability of the subsidy</li> <li>• Evaluated the management's assessment regarding reasonable certainty for complying with the relevant conditions as specified in the notifications and policies and collections of subsidy</li> <li>• Read all the notifications issued by Department of Fertilizers applicable for subsidy recognized during the year</li> <li>• Considered the relevant notifications and policies issued by Department of Fertilizers to ascertain the recognition of subsidy, adjustments thereto recognised pursuant to changes in the rates and basis for determination of subsidy.</li> <li>• Tested the ageing analysis and assessed the information used by the management to determine the recoverability of the subsidy by</li> </ul>

		<p>considering collections against historical trends, the level of credit loss charged over time and provisions made.</p> <ul style="list-style-type: none"> <li>• Correlated the sales quantity considered for subsidy income with the actual sales made by the Company.</li> <li>• Agreed the quantities sold as per the Company books with the customer acknowledgements as per the iFMS portal of the Department of Fertilisers and tested the DBT claims made by the Company.</li> <li>• Enquired from the Management and discussed with the Board of Directors, the appropriateness of the subsidy rates applied to recognise subsidy income.</li> <li>• We analysed and discussed the status of outstanding subsidy receivables and its realisability with the Management &amp; assessed the reasonability of provisions made towards outstanding subsidy receivables.</li> <li>• Assessed the related disclosure in standalone financial statements</li> </ul>
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### Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors' Report and Management Discussion and Analysis, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone 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.

### Management's Responsibility for the Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

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

### Auditor's Responsibility 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 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 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 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 control 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 the 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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 standalone 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 purpose 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 including Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards prescribed under section 133 of the Act.
  - e. On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 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 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 standalone financial statements;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv.
    - a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 6 to the standalone financial statements, 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, 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
  - c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
  - v. As stated in note 17 to the standalone financial statements,
    - a) The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act, to the extent it applies to payment of dividend.
    - b) The interim dividend declared and paid by the Company during the year and until the date of this audit report is in accordance with section 123 of the Act.
    - c) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.
2. 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, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No. 104223W

**CA Jaiprakash S. Falor**  
Partner

Place: Nanded  
Date: May 30, 2022

Membership No. 043337  
UDIN: 22043337AJXZZH4938

## ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

### Annexure A to the Independent Auditors' Report

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

#### Report on the Internal Financial Controls over Financial Reporting 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 **Shiva Global Agro Industries Limited** ('the Company') as of March 31, 2022 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on Auditing, both 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial

reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' 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 with reference to these standalone financial statements.

#### Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.



**Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, 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 March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

For: **Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No. 104223W

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**CA Jaiprakash S. Falor**

Partner

Membership No. 043337

UDIN: 22043337AJXZZH4938

Place: Nanded

Date: May 30, 2022

## ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

### Annexure B to Independent Auditors' Report

(Referred to in Paragraph 2 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date)

In terms of the information and explanations sought by us and given by the company and the books of account 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) 1) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- 2) The company has also maintained proper records showing full particulars of Intangible assets.
- (b) The Property, Plant and Equipment were physically verified during the year by the Management in accordance with a regular program of verification, which, in our opinion, provides for physical verification of all the Property, plant and equipment at reasonable intervals. According to the information and explanations given to us, 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 including investment properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.
- ii.(a) The management has conducted physical verification of inventory including inventory lying with third parties at reasonable intervals during the year. In our opinion, the coverage and the procedure of such verification by the management is appropriate. No discrepancies of 10% or more in aggregate for each class of inventory were noticed on such physical verification.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks are in agreement with the books of account of the Company in respective quarters.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Hence, reporting under clause 3(iii) of the Order is not applicable.
- iv. Loans, investments, guarantees and security in respect of which provisions of sections 185 and 186 of the Act are applicable have been complied with by the Company.
- v. In respect of deposits accepted, in our opinion and according to the information and explanations given to us, directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013, and the rules framed there under, to the extent applicable, have been complied with. We are informed by the management that no order has been passed by the National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
- vi. The Central Government has prescribed the maintenance of Cost Records u/s 148(1) of the Companies Act, 2013 for fertilizers. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under

section 148 of the Act, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

**vii. In respect of statutory dues;**

- (a) The Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Services Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

- (b) Since, there are no disputed statutory dues outstanding, Hence reporting under clause 3 (vii) (b) is not applicable.

**viii.** The Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

- ix. (a)** The Company has not defaulted in repayment of loans or borrowings to any other lenders during the financial year.

- (b) The Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.

- (c) The term loans were applied for the purpose for which the loans were obtained.

- (d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries. Accordingly, clause 3(ix)(e) of the Order is not applicable.

- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries. Hence, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.

- x. (a)** The Company has not raised any money during the year by way of initial public offer / further public offer

(including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

- (b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

- xi. a)** No fraud by the Company or no material fraud on the Company has been noticed or reported during the year.

- b) During the year, no report under sub-section (12) of section 143 of the Act has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

- c) We have taken into consideration the whistle blower complaints received by the Company during the year while determining the nature, timing and extent of audit procedures.

- xii.** The Company is not a nidhi Company as per the provisions of the Act. Therefore, the requirement to report on clause 3(xii) of the Order is not applicable to the Company.

- xiii.** Transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

- xiv. a)** The Company has an internal audit system commensurate with the size and nature of its business.

- b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.

- xv.** The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

- xvi. a)** The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

- c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of

India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) According to the information and explanation given to us during the course of audit, the company does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.

**xvii.** The Company has not incurred cash losses in the current or immediately preceding financial year.

**xviii.** There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

**xix.** On the basis of the financial ratios disclosed in note 45 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any

guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

**xx.** (a) The Company has not transferred the amount remaining unspent in respect of other than ongoing projects, to a Special Account, till the date of our report. However, the period for such transfer i.e., six months from the end of the financial year as permitted under sub section (5) of section 135 of the Companies Act, has not elapsed till the date of our report. This matter has been disclosed in note 41 to the financial statements.

(b) The Company has not incurred any expenditure in respect of ongoing projects. Hence, Clause 3 (xx) (b) of the order is not applicable.

**xxi.** The reporting under clause 21 is not applicable in respect of audit of standalone financial statements of the company. Accordingly, no comment has been included in respect of said clause under this report.

**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No. 104223W

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**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337  
UDIN: 22043337AJXZZH4938

Place: Nanded  
Date: May 30, 2022



# SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED

Standalone Balance Sheet as at March 31, 2022

(Rs. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>I. ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, plant and equipment	3	1,591.29	1986.97
(b) Right-of-use assets	4	16.35	16.74
(c) Investment property	5	469.98	8.70
(d) Other intangible assets	6	0.06	0.14
(e) Financial assets			
(i) Investments	7	847.58	846.35
(ii) Other financial Assets	8	60.64	59.85
(f) Other non-current assets	9	423.17	300.45
<b>Total non-current assets</b>		<b>3,409.07</b>	<b>3,219.21</b>
<b>Current Assets</b>			
(a) Inventories	10	3,616.98	2,914.63
(b) Financial assets			
(i) Trade receivables	11	5,331.11	2,354.74
(ii) Cash and cash equivalents	12	6.00	20.32
(iii) Bank balances other than above	13	187.18	3.10
(iv) Others financial assets	14	10.96	1.18
(c) Other current assets	15	91.73	33.08
<b>Total current assets</b>		<b>9,243.96</b>	<b>5,327.04</b>
<b>Total - assets</b>		<b>12,653.03</b>	<b>8,546.25</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	16	999.30	999.30
(b) Other equity	17	6,041.00	4,889.25
<b>Total equity</b>		<b>7,040.30</b>	<b>5,888.55</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
a) Financial liabilities			
(i) Borrowings	18	456.87	411.35
b) Provisions	19	12.53	13.54
c) Deferred tax liabilities (Net)	20	162.18	71.01
<b>Total non-current liabilities</b>		<b>631.58</b>	<b>625.83</b>



**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Standalone Balance Sheet as at March 31, 2022

(Rs. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	21	2,858.12	1,491.54
(ii) Trade payables	22		
(a) Total outstanding dues of micro & small enterprises		1,59.23	41.71
(b) Total outstanding dues of creditors than micro & small enterprises		891.21	155.98
(iii) Other current financial liabilities	23	472.97	68.13
(b) Other current liabilities	24	478.00	241.08
(c) Provision	25	6.77	16.56
(d) Current tax liabilities (net)	20.5	114.86	16.87
<b>Total current liabilities</b>		<b>4,981.16</b>	<b>2,031.87</b>
<b>Total equity and liabilities</b>		<b>12,653.03</b>	<b>8,546.25</b>

Corporate information and significant  
accounting policies

1 &amp; 2

**See accompanying notes forming part of the financial statements.**

In Terms of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

For and on behalf of the Board of Directors

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

**Omprakash K. Gilda**

Managing Director

**Deepak S. Maliwal**

Director

Place: Nanded  
Date: May 30, 2022

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary



# SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED

Statement of Profit and Loss for the year ended March 31, 2022

(₹ in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>I.Incomes</b>			
Revenue from operations	26	20,497.62	17,513.84
Other income	27	34.80	25.12
<b>Total Income</b>		<b>20,532.41</b>	<b>17,538.97</b>
<b>II.Expenses</b>			
Cost of materials consumed	28	11,223.69	6,102.95
Purchases of stock-in-trade, Finished Goods etc.	29	4,175.87	6,576.04
Changes in inventories of finished goods, work-in-progress and stock-in-trade	30	(798.98)	1,870.18
Employee benefits expense	31	427.55	233.26
Finance costs	32	341.54	148.00
Depreciation and amortization expense	33	108.16	102.05
Other expenses	34	3,444.47	1,977.80
<b>Total Expenses</b>		<b>18,922.29</b>	<b>17,010.28</b>
<b>III. Profit before tax</b>		<b>1,610.12</b>	<b>528.69</b>
<b>IV. Tax expenses</b>			
(1) Current tax		404.85	131.27
(2) Deferred tax	20	(5.49)	(5.72)
<b>V. Profit after tax</b>		<b>1,210.76</b>	<b>403.14</b>
<b>VI. Other Comprehensive Income</b>			
[A] (i) Items that will not be reclassified to profit & loss			
Fair valuation of equity instruments through other comprehensive income		1.55	5.31
Re-measurements of the defined benefit plan		(13.94)	(6.61)
(ii) Income tax relating to items that will not be reclassified to profit or loss		3.35	1.11
[B] (i) Items that will be reclassified to profit & loss		-	-
<b>Total Other Comprehensive Income</b>		<b>(9.04)</b>	<b>(0.19)</b>
<b>Total Comprehensive Income comprising profit and other comprehensive income for the period</b>		<b>1,201.72</b>	<b>402.95</b>

**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Statement of Profit and Loss for the year ended March 31, 2022

(Rs. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>VII.Earnings per equity share</b> - Basic/Diluted	35	12.12	4.03

Corporate information and significant accounting policies 1 &amp; 2

**See accompanying notes forming part of the financial statements.**

In term of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

Place: Nanded  
Date: May 30, 2022

For and on behalf of the Board of Directors

**Omprakash K. Gilda**

Managing Director

**Deepak S. Maliwal**

Director

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary



# SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,610.12	528.69
Adjustments for :		
Interest Paid	341.54	148.00
Depreciation & Amortization	108.16	102.05
Re-measurement of Defined Benefit Plans	(13.94)	(6.61)
Amortisation of Preliminary Expenses	-	0.27
Interest Received	(3.73)	(4.09)
Dividend Income	(0.23)	(0.31)
Profit on sale of property, plant & equipment	(0.87)	-
Other non-operating income	(29.96)	(20.72)
<b>Operating Profit Before Working Capital Changes</b>	<b>2,011.08</b>	<b>747.28</b>
Changes in working capital :		
Trade and other receivables	(3,168.31)	(260.55)
Inventories	(702.35)	1,480.84
Trade payables and other liabilities	1,483.73	(1,601.33)
<b>Cash Generated From Operations</b>	<b>(579.31)</b>	<b>366.23</b>
Direct taxes paid	(375.85)	(114.49)
<b>NET CASH FLOW FROM/ (USED IN) OPERATING ACTIVITIES</b>	<b>(682.73)</b>	<b>251.75</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(176.41)	(199.77)
Sale of property, plant and equipment	4.00	-
Investments Realised	0.32	-
Realisation of/(Investment in) fixed deposit	(184.08)	125.63
Interest Received	3.73	4.09
Dividend Received	0.23	0.31
Other non-operating income	29.96	20.72
<b>NET CASH FROM/ (USED IN) INVESTING ACTIVITIES</b>	<b>(322.25)</b>	<b>(49.01)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of Short Term Borrowings	1,366.58	(336.15)
Proceeds of Long Term Borrowings	15.59	246.48
Interest Paid	(341.54)	(148.00)
Dividend Paid	(49.97)	(1.38)
<b>NET CASH FROM/(USED IN) FINANCING ACTIVITIES</b>	<b>990.66</b>	<b>(239.05)</b>

**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED****CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
<b>D Net Increase in Cash and Cash Equivalents</b>	<b>(14.31)</b>	<b>(36.31)</b>
<b>E Cash and Cash Equivalents at the beginning of the year</b>	<b>20.32</b>	<b>56.63</b>
<b>F Cash and Cash Equivalents at the end of the year</b>	<b>6.00</b>	<b>20.32</b>

**Notes:**

1. Cash Flow Statement has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 on Cash Flow Statements. Cash and cash equivalents in the Cash Flow Statement comprise cash at bank and in hand, demand deposits and cash equivalents which are short-term and held for the purpose of meeting short-term cash commitments.

In terms of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

For and on behalf of the Board of Directors

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

**Omprakash K. Gilda**  
Managing Director

**Deepak S. Maliwal**  
Director

Place: Nanded  
Date: May 30, 2022

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary



**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Statement of Changes in Equity for the year ended March 31, 2022

**a. Equity Share Capital**

(₹ in Lacs)

	Number of Shares	Amount in Rs.
Balance as at April 01, 2020	99,93,000	999.30
Changes in equity share capital during the year 2020-21	-	-
<b>Balance as at March 31, 2021</b>	<b>99,93,000</b>	<b>999.30</b>
Balance as at April 01, 2021	99,93,000	999.30
Changes in equity share capital during the year 2021-22	-	-
<b>Balance as at March 31, 2022</b>	<b>99,93,000</b>	<b>999.30</b>

**b. Other Equity**

(₹ in Lacs)

Particulars	Reserves & Surplus			Items of other comprehensive income		TOTAL
	Securities premium	General reserve	Retained earnings	Equity instruments through OCI	Remeasurements of the defined benefit plan	
Balance as on April 01, 2020	1,769.28	345.00	2,371.99	6.60	(6.57)	4,486.30
Profit for the period	-	-	403.14	-	-	403.14
Other Comprehensive income for the year, net of income tax	-	-	-	4.76	(4.94)	(0.19)
<b>Total comprehensive income for the year</b>	<b>1,769.28</b>	<b>345.00</b>	<b>2,775.13</b>	<b>11.36</b>	<b>(11.51)</b>	<b>4,889.25</b>
Transfer to General Reserve	-	5.00	(5.00)	-	-	-
<b>Balance as on March 31, 2021</b>	<b>1,769.28</b>	<b>350.00</b>	<b>2,770.13</b>	<b>11.36</b>	<b>(11.51)</b>	<b>4,889.25</b>
Balance as on April 01, 2021	1,769.28	350.00	2,770.13	11.36	(11.51)	4,889.25
Profit for the period	-	-	1,210.76	-	-	1,210.76
Other Comprehensive income for the year, net of income tax	-	-	-	1.39	(10.43)	(9.04)
<b>Total comprehensive income for the year</b>	<b>1,769.28</b>	<b>350.00</b>	<b>3,980.89</b>	<b>12.75</b>	<b>(21.95)</b>	<b>6,090.97</b>
Transfer to General Reserve	-	10.00	(10.00)	-	-	-
Less: Dividend	-	-	(49.97)	-	-	(49.97)
<b>Balance as on March 31, 2022</b>	<b>1,769.28</b>	<b>360.00</b>	<b>3,920.92</b>	<b>12.75</b>	<b>(21.95)</b>	<b>6,041.00</b>

See accompanying notes forming to the financial statements.

In terms of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

Place: Nanded  
Date: May 30, 2022

For and on behalf of the Board of Directors

**Omprakash K. Gilda**  
Managing Director

**Deepak S. Maliwal**  
Director

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### 1. GENERAL INFORMATION

Shiva Global Agro Industries Limited, having corporate office in Nanded, Maharashtra, India, incorporated under provisions of The Companies Act, 2013. The company is a public limited company and listed on the Bombay Stock Exchange Limited. The company is engaged in manufacturing and trading of fertilizers.

These are Company's standalone financial statements. The Company also prepared consolidated financial statements separately. The financial statements for the year ended March 31, 2022 were authorized and approved for issue by the Board of Directors on May 30, 2022.

#### 1.1 STATEMENT OF COMPLIANCE :

The financial statements which comprise the Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows, and the Statement of Changes in Equity ("financial statements") have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Section 133 of the Companies Act, 2013 ("the Act"), Companies (Indian Accounting Standards) Rules, 2015, along with relevant amendment rules issued thereafter and other relevant provisions of the Act, as applicable. The Company has consistently applied accounting policies to all periods.

#### 1.2 BASIS FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS:

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, and on accrual basis.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except leasing transactions that are within the scope of Ind AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind

AS 2 or value in use in Ind AS 36.

In addition, a number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values.

Fair value categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices)

Level 3: Unobservable inputs for the asset or liability. Based on the nature of activities of the Company and the average time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

#### 1.3 FUNCTIONAL AND PRESENTATION CURRENCY:

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (i.e., the "functional currency"). The financial statements are presented in Indian Rupee (₹), the national currency of India, which is the functional currency of the Company and rounded to the nearest Lakhs.

The financial statements have been prepared and presented using Indian Rupees (Rs.) which is company's functional and presentation currency.

#### 1.4 USE OF ESTIMATES:

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, the disclosures of contingent liabilities at that date of the financial statements and the reported amounts of revenues and expenses during the year.

Application of accounting policies that require complex and subjective judgements and the use of assumptions in these financial statements are disclosed below:

1. Recognition of revenue
2. Subsidy income and related receivables
3. Estimation of net realizable value of inventories

4. Leases
5. Recognition of Deferred tax liability
6. Measurement of defined benefit obligation: key actuarial assumptions.
7. Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.
8. Estimation of useful life of property, plant and equipments and intangible assets
9. Estimation of current tax expenses and payable.

Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from these estimates. Appropriate changes in estimates are made as and when management becomes aware of changes in circumstances surrounding the estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods and, if material, their effects are disclosed in the notes to financial statements.

## **2.1 PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION:**

### **i Recognition & Measurement:**

Property, Plant & Equipment are stated at original cost net of tax/ duty credits availed, if any, less accumulated depreciation and impairment losses, if any. Cost comprises of the acquisition price/construction cost, including any non-refundable taxes or levies, cost of borrowings till the date of capitalization in the case of assets involving material investment and substantial lead time and any directly attributable expenditure incurred in bringing the asset to its working condition for the intended use by management. Further any trade discounts and rebates are deducted. Property, plant and equipment not ready for intended use as on the date of balance sheet are disclosed as "Capital work-in-progress" at cost less impairment losses, if any.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other cost directly attributable to bringing the item to working condition for its intended use.

### **ii) Subsequent cost:**

Subsequent expenditure related to an item of property, plant and equipment is added to its carrying amount only if it increases the future economic benefits from the existing assets beyond its previously assessed standard of performance and such costs of the item can be measured reliably. All other subsequent cost are charged to the Statement of profit and loss at the time of incurrence.

### **iii) Depreciation:**

Property, plant & equipment, other than Freehold Land,

are depreciated on a pro-rata basis on the Straight-Line method as per the estimated useful life specified in Schedule II of the Companies Act, 2013 from the date the asset is ready to put to use.

The residual values, useful lives and methods of depreciation of property plant and equipment are reviewed by management at each reporting date and adjusted prospectively, as appropriate.

### **iv) Capital work-in-progress**

Cost of property, plant and equipment not ready for use as at the reporting date are disclosed as capital work-in-progress.

### **v) Derecognition:**

An item of property, plant and equipment is derecognized either when they have been disposed of or when no future economic benefit is expected to arise from the continued use of the asset. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in statement of profit and loss in the year of de-recognition .

## **2.2 INVESTMENT PROPERTIES**

### **i Recognition & Measurement:**

Investment properties are properties held to earn rentals or for capital appreciation, or both. Investment properties are measured initially at their cost of acquisition, including transaction costs. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the asset will flow to the Company. All other repair and maintenance costs are recognized in Statement of profit and loss as incurred. Properties held under leases are classified as investment properties when it is held to earn rentals or for capital appreciation or for both, rather than for sale in the ordinary course of business or for use in production or administrative functions. In case of subleases, where the Company is immediate lessor, the right of use arising out of related sub leases is assessed for classification as investment property.

### **ii) Subsequent measurement :**

Investment properties are subsequently measured at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation on investment properties is provided on the straight-line method over the lease period of the right-of-use assets.

Though, the Company measures investment properties using cost based measurement, the fair value of investment property is disclosed in the notes.

### **iii) Depreciation :**

Depreciation on Investment property, wherever

applicable, is provided on prorata basis using Straight Line Method as per the estimated useful lives, prescribed in Schedule II to the Companies Act, 2013.

**iv) Transfers :**

Transfer to investment property is made when there is a change in use of property, evidenced by end of owner-occupation, for a transfer from owner-occupied property to investment property.

**v) De-recognition :**

Investment properties are derecognized either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in statement of profit and loss in the year of de-recognition .

**2.3 INTANGIBLE ASSETS:**

**i) Recognition & Measurement:**

Intangible Assets are stated at acquisition cost and other costs incurred, which is attributable to prepare the asset for its intended use, less accumulated amortization and impairment losses, if any.

**ii) Subsequent recognition:**

Expenditure is capitalized only if it is probable that future economic benefits associated with the expenditure will flow to the entity and such costs can be measured reliably. All other expenditure shall be recognized in profit or loss as incurred.

**iii) Amortisation:**

Intangible Assets are amortized on the basis of Straight-Line method. Specified software purchased is amortized over their estimated useful lives.

**iv) Derecognition:**

An intangible asset is derecognized either when they have been disposed of or when no future economic benefit is expected to arise from the continued use of the asset. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in statement of profit and loss in the year of de-recognition .

**2.4 IMPAIRMENT:**

The carrying amount of Property, plant & equipment, Investment properties and Intangible assets are reviewed at each balance sheet date to assess impairment if any, based on internal/external factors. An asset is treated as impaired, when the carrying cost of asset exceeds its recoverable value, being higher of value

in use and net selling price. An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired.

**2.5 LEASES**

Leases under which the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized in finance costs in the statement of profit and loss. Other leases are treated as operating leases, with payments are recognized as expense in the statement of profit & loss on a straight-line basis over the lease term.

**2.6 FINANCIAL INSTRUMENTS:**

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

**Financial assets**

**i Recognition and initial measurement:**

Trade receivables and debt instruments are initially recognised when they are originated. All other financial assets are initially recognised when the Company becomes a party to the contractual provisions of the instrument. All financial assets are initially measured at fair value plus, for an item not at fair value through Statement of profit and loss, transaction costs that are attributable to its acquisition or use.

**ii. Classification and subsequent measurement**

Classification for the purpose of initial recognition, the

Company classifies its financial assets in following categories:

- Financial assets measured at amortised cost;
- Financial Asset Measured at fair value through other

comprehensive income ('FVTOCI'); or Financial asset measured at fair value through Statement of profit and loss ('FVTPL').

- Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset being 'debt instrument' is measured at the amortised cost if both of the following conditions are met:

- The financial asset is held within a business model whose objective is to hold assets for collecting contractual cash flows
- The contractual terms of the financial asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest ('SPPI') on the principal amount outstanding.

A financial asset being 'debt instrument' is measured at the FVTOCI if both of the following criteria are met:

- The asset is held within the business model, whose objective is achieved both by collecting contractual cash flows and selling the financial assets, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

A financial asset being equity instrument is measured at FVTPL. All financial assets not classified as measured at amortised cost or FVTOCI as described above are measured at FVTPL.

### iii. Subsequent measurement

Financial assets at amortised cost. These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses, if any. Interest income and impairment are recognised in the Statement of profit and loss. Financial assets at FVTPL These assets are subsequently measured at fair value. Net gains and losses, including any interest income, are recognised in the Statement of profit and loss.

### iv. Derecognition:

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset. Any gain or loss on

derecognition is recognised in the Statement of profit and loss.

### v. Impairment of financial assets (Other than at fair value):

The Company recognises loss allowances using the Expected Credit Loss ('ECL') model for the financial assets which are not fair valued through Statement of profit and loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition, in which case those financial assets are measured at lifetime ECL. The changes (incremental or reversal) in loss allowance computed using ECL model, are recognised as an impairment gain or loss in the Statement of profit and loss.

### vi. Investments in subsidiaries:

On initial recognition, these investments are recognized at fair value plus any directly attributable transaction cost. Subsequently, they are measured at cost.

## Financial liabilities:

### I Recognition and initial measurement:

All financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument. All financial liabilities are initially measured at fair value minus, for an item not at fair value through Statement of profit and loss, transaction costs that are attributable to the liability.

### II. Classification and subsequent measurement:

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the Statement of profit and loss.

Financial liabilities other than classified as FVTPL, are subsequently measured at amortised cost using the effective interest method. Interest expense are recognised in Statement of profit and loss. Any gain or loss on derecognition is also recognised in the Statement of profit and loss.

### III. Derecognition:

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

The Company also derecognises a financial liability when



its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in the Statement of profit and loss.

#### **IV. Offsetting of financial instruments:**

Financial assets and financial liabilities are offset and the net amount presented in the Balance Sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the assets and settle the liabilities simultaneously.

#### **V. Derivative financial instruments:**

The Company holds derivative financial instruments to hedge its interest rate risk exposures. Such derivative financial instruments are initially recognised at fair value. Subsequent to initial recognition, derivatives are measured at fair value, and changes therein are recognized in Statement of profit and loss. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

#### **2.7 SEGMENT REPORTING POLICIES:**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. Chief operating decision maker considers the business activities in terms of nature of products i.e. manufacturing/marketing of fertilisers & other seeds and agricultural commodities. The analysis of geographical segments is based on the locations of customers. (refer note 43).

##### **Segment Accounting Policies**

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting financial statements of the Company as a whole.

#### **2.8 INVENTORIES:**

Inventories are valued at the lower of Cost and Net Realisable Value.

The Cost is determined as follows:

- a) Raw materials and Store and Spares: cost includes cost of purchase including non-refundable taxes and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on First in first out (FIFO) method.
- b) Finished goods and work in progress: cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity, but excluding borrowing costs. Cost is

determined on weighted average method.

- c) Traded goods: cost includes cost of purchase including non-refundable taxes and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on First in first out (FIFO) method.

Materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

Net Realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

#### **2.9 CASH & CASH EQUIVALENTS:**

Cash comprises cash on hand, in bank and demand deposits with banks and with financial institutions. The Company considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents. Such cash equivalents are subject to insignificant risk of changes in value.

Cash flows are reported using indirect method, whereby profit / (loss) after tax is adjusted for the effects of transaction of non- cash nature and any deferrals or accruals of past or future cash receipts or payments for the year. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

#### **2.10 PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS:**

- i) Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When a provision is expected to be reimbursed, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.
- ii) If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as finance cost.
- iii) Contingent liabilities disclosed for
  - a. A possible obligation that arises from the past events and whose existence will be confirmed only by

occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or

- b. Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
- iv) Contingent assets are neither recognized nor disclosed in the financial statements.

## **2.11 EMPLOYEES BENEFITS:**

### **i) Short-term Employee Benefits:**

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.

### **ii) Post Employment Benefits:**

#### **1. Defined Contribution Plan:**

Company's contributions paid/ payable during the year towards provident fund, pension scheme and employees' state insurance ('ESI') scheme are recognized in the statement of profit and loss each year when employees have rendered service entitling them to the contributions.

#### **2. Defined Benefit plan:**

Company's liability towards gratuity in accordance with the Payment of Gratuity Act, 1972 is determined based on actuarial valuation using the Projected Unit Credit Method (PUCM) as at the reporting date.

### **iii) Other Long Term Employee Benefits:**

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

All actuarial gains/losses in respect of post employment benefits and other long term employee benefits are charged to Other Comprehensive Income.

## **2.12 REVENUE RECOGNITION:**

- a) The Company derives revenues primarily from manufacturing & trading of Fertilizers and trading in other agricultural products.

Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts. Revenue is recognized on the basis of dispatches in accordance with the terms of sale when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is

probable, the associated costs and possible return of the goods can be estimated reliably, there is no continuing effective control over, or managerial involvement with, the goods, and the amount of revenue can be measured reliably.

Revenue is also recognized on sale of goods in case where the delivery is kept pending at the instance of the customer, as the performance obligation has been satisfied and control are transferred and customer takes title and accepts billing as per usual payment terms.

- b) The Company recognizes subsidy income as per Ind AS 20 'Accounting for Government Grants and Disclosure of Government Assistance' on the basis of the rates notified from time to time by the Government of India in accordance with the Nutrient Based Subsidy (NBS) policy on the quantity of fertilizers sold by the Company for the period for which notification has been issued and for the remaining period, based on estimates, when there is a reasonable assurance that the Company will comply with all necessary conditions attached to Subsidy.

As required by Ind AS 20, the Company matches subsidy income with related costs which the subsidy is intended to compensate and accordingly, subsidy income is recognized over a period on a systematic basis to match it with the related costs and on satisfaction of relevant conditions.

- c) Income from services rendered is recognized based on the agreements/arrangements with the concerned parties and when services are rendered by measuring progress towards satisfaction of performance obligation for such services.

## **2.13 OTHER INCOME:**

- i) Dividend income from investments is recognized when right to receive is established.
- ii) Interest income is recognized on a time proportion basis taking into account the amount outstanding and transactional interest rate applicable.
- iii) Rental income from investment properties and subletting of properties is recognized on a time proportion basis over the term of the relevant leases.

## **2.14 BORROWING COSTS:**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs

eligible for capitalization.

All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

## **2.15 FOREIGN CURRENCY TRANSACTIONS:**

### **i) Initial Recognition**

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction or at rates that closely approximate the rate at the date of transactions.

### **ii) Subsequent Recognition**

Foreign currency monetary items of the Company are restated at the closing exchange rates.

Gains and losses arising on settlement and restatement of foreign currency denominated monetary assets and liabilities are recognized in the statement of profit and loss

## **2.16 EXCEPTIONAL ITEM:**

Significant gains/losses or expenses incurred arising from external events that is not expected to recur are disclosed as 'Exceptional item'.

## **2.17 INCOME TAX:**

Income tax comprises current and deferred tax. It is recognized in profit or loss except to the extent that it relates to other comprehensive income.

### **i) Current tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustments to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted for the relevant reporting period.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognized amounts, and it is intended to realize the asset and settle the liability on a net basis.

### **ii) Deferred tax**

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purpose. Deferred tax is recognized in respect of carried forward losses and tax credits. Deferred tax is not recognized for temporary differences arising on the initial recognition (other than in a business combination) of assets or liabilities in a transaction that affects neither accounting nor taxable profit or loss at the time of transaction.

Deferred tax assets and liabilities are recognized to the extent that it is probable that future taxable profits will

be available against which they can be used. Deferred tax assets unrecognized or recognized, are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

## **2.18 EVENTS AFTER THE REPORTING PERIOD:**

Adjusting events are events that provide further evidence of conditions that existed at the end of the reporting period. The financial statements are adjusted for such events before authorisation for issue. Non-adjusting events are events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the reporting date are not accounted, but disclosed if material.

## **2.19 EARNINGS PER SHARE:**

Basic earnings per shares has been calculated by dividing profit for the year attributable to equity shares holders by the weighted average number of equity shares outstanding during the financial year. The Company has not issued any potential equity shares and accordingly, the basic earnings per share and diluted earnings per shares are the same.

## Notes forming part of the financial statements

## 3. Property, Plant and equipment

Particular	Gross Block (At Deemed Cost)				Depreciation			Net Block	
	As on 01/04/2021	Additions	Disposal/ Other Adjustments	As on 31/03/2022	As on 01/04/2021	For the Year	Disposal/ Other Adjustments	As on 31/03/2022	As on 31/03/2021
Land	332.01	8.88	250.85	90.04	-	-	-	90.04	332.01
Buildings	1,238.35	86.14	216.53	1,107.96	213.43	49.43	1.20	846.29	1,024.91
Plant & Equipments	749.95	29.32	-	779.28	178.43	38.17	-	562.68	571.52
Electrical Installation	74.20	-	-	74.20	53.13	4.90	-	16.16	21.06
Lab Equipments	5.67	-	-	5.67	4.66	0.26	-	0.74	1.01
Furniture & Fixtures	7.11	-	-	7.11	6.56	0.24	-	0.32	0.56
Vehicles	67.68	38.76	9.86	96.58	33.43	8.04	6.73	61.84	34.25
Office Equipments	3.20	0.47	-	3.66	1.55	0.46	-	1.66	1.65
Computer	0.75	12.84	-	13.59	0.75	1.28	-	11.56	0.00
<b>Total Property, plant &amp; equipment</b>	<b>2,478.92</b>	<b>176.41</b>	<b>477.24</b>	<b>2,178.09</b>	<b>491.95</b>	<b>102.78</b>	<b>7.93</b>	<b>1,591.29</b>	<b>1,986.97</b>

(₹ in Lacs)

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2020	Additions	Disposal/ Other Adjustments	As on 31/03/2021	As on 01/04/2020	For the Year	Disposal/ Other Adjustments	As on 31/03/2021
Land	328.01	4.00	-	332.01	-	-	-	332.01
Buildings	1,087.48	150.87	-	1,238.35	168.45	44.99	-	1,024.91
Plant & Equipments	708.85	41.10	-	749.95	142.35	36.08	-	571.52
Electrical Installation	72.21	1.99	-	74.20	42.93	10.20	-	21.06
Lab Equipments	5.67	-	-	5.67	3.77	0.89	-	1.01
Furniture & Fixtures	7.11	-	-	7.11	5.65	0.90	-	0.56
Vehicles	67.68	-	-	67.68	25.17	8.27	-	34.25
Office Equipments	1.39	1.81	-	3.20	1.31	0.24	-	1.65
Computer	0.75	-	-	0.75	0.75	-	-	0.00
<b>Total Property, plant &amp; equipment</b>	<b>2,279.15</b>	<b>199.77</b>	<b>-</b>	<b>2,478.92</b>	<b>390.38</b>	<b>101.57</b>	<b>-</b>	<b>1,986.97</b>
								<b>1,888.77</b>

3.1: Refer Note 21.1 for details of assets pledged.

3.2: All title deeds of immovable property are held in the name of the company.

3.3: The Company has not revalued any of its Property, Plant and Equipment during the year.

3.4: Interest capitalised during the year nil (2021: Nil).



#### 4. Right-of-use assets (₹ in Lacs)

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2021	Additions	Disposal/ Other Adjustments	As on 31/03/2022	As on 01/04/2022	For the Year	Disposal/ Other Adjustments	As on 31/03/2021
Leasehold Land	6.47	-	-	6.47	-	-	-	6.47
Leasehold Buildings	11.46	-	-	11.46	1.18	0.39	-	10.27
<b>Total right-of-use assets</b>	<b>17.92</b>	<b>-</b>	<b>-</b>	<b>17.92</b>	<b>1.18</b>	<b>0.39</b>	<b>-</b>	<b>16.74</b>

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2020	Additions	Disposal/ Other Adjustments	As on 31/03/2021	As on 01/04/2020	For the Year	Disposal/ Other Adjustments	As on 31/03/2020
Leasehold Land	6.47	-	-	6.47	-	-	-	6.47
Leasehold Buildings	11.46	-	-	11.46	0.79	0.39	-	10.66
<b>Total right-of-use assets</b>	<b>17.92</b>	<b>-</b>	<b>-</b>	<b>17.92</b>	<b>0.79</b>	<b>0.39</b>	<b>-</b>	<b>17.13</b>

## 5. Investment Property

(₹ in Lacs)

	Gross Block (At Deemed Cost)				Depreciation				Net Block	
Particular	As on 01/04/2021	Additions/ Adjustments	Disposal/ Other Adjustments	As on 31/03/2022	As on 01/04/2021	For the Year	Disposal/ Other Adjustments	As on 31/03/2022	As on 31/03/2022	As on 31/03/2021
Leased Assets										
Leasehold Buildings	0.10	-	-	0.10	0.01	0.00*	-	0.01	0.09	0.09
Owned Assets										
Land	8.60	250.85	-	259.45	-	-	-	-	259.45	8.60
Buildings	-	215.34	-	215.34	-	4.90	-	4.90	210.44	-
Total Investment Property	8.71	466.19	-	474.89	0.01	4.90	-	4.91	469.98	8.70
	Gross Block (At Deemed Cost)				Depreciation				Net Block	
Particular	As on 01/04/2020	Additions	Disposal/ Other Adjustments	As on 31/03/2021	As on 01/04/2020	For the Year	Disposal/ Other Adjustments	As on 31/03/2021	As on 31/03/2021	As on 31/03/2020
Leased Assets										
Leasehold Buildings	0.10	-	-	0.10	0.01	0.00*	-	0.01	0.09	0.09
Owned Assets										
Land	8.60	-	-	8.60	-	-	-	-	8.60	8.60
Total Investment Property	8.71	-	-	8.71	0.01	0.00*	-	0.01	8.70	8.70

\* Amount less than a Thousand.

5.1 The Company's investment properties consist of commercial properties located at Nanded and Aurangabad. The management has determined that the investment properties consist of two classes of assets - land and building.



(₹ in Lacs)

5.2 Information regarding income and expenditure of Investment Property	31.03.2022	31.03.2021
Rental income derived from investment properties	20.90	0.60
Less: Direct operating expenses (including repairs and maintenance) generating rental income	0.7	50.15
Less: Direct operating expenses (including repairs and maintenance) that did not generate rental income	-	-
Profit arising from investment properties before depreciation and indirect expenses	20.15	0.45
Less: Depreciation	4.90	0.00*
Profit arising from investment properties	15.25	0.44

\* Amount less than a Thousand.

5.3 As at 31 March 2022, the fair values of the properties is Rs.360.73 Lacs (P.Y. Rs.216.6 Lacs). These valuations are based on government stamp duty valuations and has been worked out by the management based on the information and a study of the micro market in discussions with industry experts, local brokers and regional developers.

5.4: Refer Note 20.1 for details of assets pledged.

5.5: Fair Value disclosures for investment properties is detailed below

(₹ in Lacs)

Reconciliation of Fair value	31.03.2022	31.03.2021
<b>Land</b>		
Opening Balance	111.21	111.21
Fair Value	303.19	111.21
Fair Value difference	191.98	-
Closing Balance	303.19	111.21
<b>Building</b>		
Opening Balance	-	-
Fair Value	415.88	-
Fair Value difference	415.88	-
Closing Balance	415.88	-
<b>Leasehold Building</b>		
Opening Balance	105.39	105.39
Fair Value	57.54	105.39
Fair Value difference	(47.85)	-
Closing Balance	57.54	105.39
<b>Total</b>		
Opening Balance	216.60	216.60
Fair Value	360.73	216.60
Fair Value difference	144.13	-
Closing Balance	360.73	216.60

## 6. Intangible Asset

(₹ in Lacs)

	Gross Block (At Deemed Cost)				Depreciation				Net Block	
Particular	As on 01/04/2021	Additions	Disposal/ Other Adjustments	As on 31/03/2022	As on 01/04/2021	For the Year	Disposal/ Other Adjustments	As on 31/03/2022	As on 31/03/2021	
<b>Owened Assets</b>										
Computer Software	1.61	-	-	1.61	1.47	0.08	-	1.55	0.14	
<b>Total Intangible Assets</b>	1.61	-	-	1.61	1.47	0.08	-	1.55	0.14	

	Gross Block (At Deemed Cost)				Depreciation			Net Block	
Particular	As on 01/04/2020	Additions	Disposal/ Other Adjustments	As on 31/03/2021	As on 01/04/2020	For the Year	Disposal/ Other Adjustments	As on 31/03/2021	As on 31/03/2020
<b>Owened Assets</b>									
Computer Software	1.61	-	-	1.61	1.39	0.08	-	1.47	0.22
<b>Total Intangible Assets</b>	1.61	-	-	1.61	1.39	0.08	-	1.47	0.22



## 7. Non-Current Financial Assets - Investments

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
<b>Quoted equity instruments</b>		
<b>Investments in fully paid quoted equity instruments at FVTOCI</b>		
<b>Gujarat State Fertilizers &amp; Chemicals Limited.</b>	0.81	0.41
500 (2021:500) Equity shares of Rs.2 each		
<b>Aditya Birla Fashion and Retail Limited.</b>	0.52	0.34
171 (2021:171) Equity shares of Rs.10 each		
<b>Aditya Birla Capital Limited.</b>	0.07	0.08
68 (2021:68) Equity shares of Rs.10 each		
<b>Grasim Industries Limited.</b>	0.82	0.71
49 (2021:49) Equity shares of Rs.2 each		
<b>Zuari Global Limited.</b>	0.18	0.08
100 (2021:100) Equity shares of Rs.10 each		
<b>Zuari Agro Chemicals Limited.</b>	0.13	0.09
100 (2021:100) Equity shares of Rs.10 each		
<b>Rashtriya Chemicals &amp; Fertilizers Limited.</b>	0.09	0.08
100 (2021:100) Equity shares of Rs.10 each		
<b>Coromandel International Limited.</b>	11.99	11.61
1500 (2021:1500) Equity shares of Rs.2 each		
<b>Nagarjuna Fertilizers &amp; Chemicals Ltd.</b>	0.07	0.03
550 (2021:550) Equity shares of Rs.1 each		
<b>Nagarjuna Oil Refinery Limited.</b>	0.00*	0.00*
500 (2021:500) Equity shares of Rs.1 each		
<b>Union Bank Of India</b>	0.90	0.79
2321 (2021:2321) Equity shares of Rs.10 each		
<b>Deepak Fertilisers &amp; Petrochemicals Corporation Limited.</b>	0.28	0.11
50 (2021:50) Equity shares of Rs.10 each		
<b>Bayer CropScience Limited.</b>	0.65	0.69
13 (2021:13) Equity shares of Rs.10 each		
<b>Kaveri Seed Company Limited.</b>	1.37	1.28
250 (2021:250) Equity shares of Rs.10 each		
<b>Unquoted equity instruments</b>		
<b>Investments in subsidiaries at cost</b>		
<b>Shiva-Parvati Poultry Feed Private Limited.</b>	280.93	280.93
2,29,500 (2021:2,29,500) Equity shares of Rs.100 each (India)		
<b>Ghatprabha Fertilizers Private Limited.</b>	205.50	205.50
1,71,250 (2021:1,71,250) Equity shares of Rs.100 each (India)		
<b>Shrinivasa Agro Foods Private Limited.</b>	343.28	343.28
4,70,781 (2021:4,70,781) Equity shares of Rs.100 each (India)		
<b>Investment in Government Securities at amortised cost</b>		
National Savings Certificate	-	0.33
<b>Total Investments</b>	<b>847.58</b>	<b>846.35</b>
<b>Aggregate amount of quoted investments and market value thereof</b>	<b>17.87</b>	<b>16.32</b>
<b>Aggregate amount of unquoted investments</b>	<b>829.71</b>	<b>830.04</b>

\* Amount less than a thousand



**8. Other Financial Assets**

(₹ in Lacs)

(Unsecured, Considered Good)	March 31, 2022	March 31, 2021
Deposits#	60.64	59.85
<b>Total</b>	<b>60.64</b>	<b>59.85</b>

# Security deposits (which meet the definition of a financial asset as per Ind AS 32) have been included in 'other financial assets' line item as per amended Schedule III of the Companies Act, 2013. Previously, these deposits were included in 'loans' line item.

**9. Other Non-Current Assets**

(₹ in Lacs)

(Unsecured, Considered Good)	March 31, 2022	March 31, 2021
Other advances	-	0.25
Advances to suppliers & others	423.17	300.20
<b>Total</b>	<b>423.17</b>	<b>300.45</b>

**10. Inventories**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Raw materials	1,275.93	1,756.22
Raw materials in transit	434.73	58.69
Work-in-progress	202.10	132.99
Finished goods	1,065.97	344.79
Stock-in-trade	194.26	185.58
Stores and packing materials	443.99	436.35
<b>Total</b>	<b>3,616.98</b>	<b>2,914.63</b>

10.1 Refer Note 21.1 for details of assets pledged

**11. Trade receivables**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Trade receivables	5,328.06	2,354.74
- Considered good- Unsecured*	3.05	-
- Significant increase in Credit Risk		
<b>Total</b>	<b>5,331.11</b>	<b>2,354.74</b>

\*Includes Rs. 35,58,841 (2021:25,19,444) receivable from related parties. Refer note 43

The credit period on sales of goods varies with seasons and business segments/ markets and generally ranges between 30 to 180 days.

Before accepting any new customer, the Company has a credit evaluation system to assess the potential customer's credit quality and to define credit limits for the customer. Credit limits attributed to customers are reviewed on an annual basis.

### 11.1 Ageing for Trade receivables as at March 31, 2022 is as follows :

(₹ in Lacs)

Particular	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 mths	6 month - 1 Year	1 - 2 years	2-3 years	More than 3 Years	
i) Undisputed trade receivables-considered good	5,027.11	257.35	19.85	20.40	1.86	1.50	5,328.06
ii) Undisputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed trade receivables-credit impaired	-	-	-	-	-	-	-
iv) Disputed trade receivables-considered good	-	-	-	-	-	-	-
v) Disputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	3.05	3.05
vi) Disputed trade receivables-credit impaired	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>5,027.11</b>	<b>257.35</b>	<b>19.85</b>	<b>20.40</b>	<b>1.86</b>	<b>4.55</b>	<b>5,331.11</b>

### Ageing for Trade receivables as at March 31, 2021 is as follows :

(₹ in Lacs)

Particular	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 mths	6 month - 1 Year	1 - 2 years	2-3 years	More than 3 Years	
i) Undisputed trade receivables-considered good	1,867.27	406.87	32.30	6.04	8.07	34.18	2,354.74
ii) Undisputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed trade receivables-credit impaired	-	-	-	-	-	-	-
iv) Disputed trade receivables-considered good	-	-	-	-	-	-	-
v) Disputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed trade receivables-credit impaired	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,867.27</b>	<b>406.87</b>	<b>32.30</b>	<b>6.04</b>	<b>8.07</b>	<b>34.18</b>	<b>2,354.74</b>

**12. Cash and cash equivalents**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Balances with Banks	3.09	14.82
Cash on hand	2.91	5.50
<b>Total</b>	<b>6.00</b>	<b>20.32</b>

**13. Bank balances other than cash and cash equivalents**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Earmarked Balances (Unpaid Dividend Accounts)	1.72	1.72
Margin Money against bank guarantees	185.46	1.38
<b>Total</b>	<b>187.18</b>	<b>3.10</b>

**13.1** If the dividend has not been claimed within 30 days from the date of its declaration, the Company is required to transfer the total amount of the dividend which remains unpaid or unclaimed, to a special account to be opened by the Company in a scheduled bank to be called "Unpaid Dividend Account". The unclaimed dividend lying in such account is required to be transferred to the Investor Education and Protection Fund (IEPF), administered by the Central Government after a period of seven years from the date of declaration.

**13.2** During the year the company has duly transferred the amounts due to be transferred to Investor Education and Protection Fund.

**13.3** Margin Money deposit is against bank guarantee and letter of credit availed by the company.

**14. Current Financial Assets - Other financial assets**

(₹ in Lacs)

(Unsecured, Considered Good)	March 31, 2022	March 31, 2021
<b>Other advances</b>		
Staff imprest and advances	8.46	-
Interest Accrued but not due on deposits	2.45	1.18
Dividend Receivable	0.05	-
<b>Total</b>	<b>10.96</b>	<b>1.18</b>

**15 Other Current Assets**

(₹ in Lacs)

(Unsecured, considered good)	As at 31.03.2022	As at 31.03.2021
<b>Advances other than capital advances</b>		
Prepaid expenses	8.73	5.93
Advances to suppliers and others	83.00	27.15
<b>Total</b>	<b>91.73</b>	<b>33.08</b>

**16. Equity share capital**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Authorised</b>		
1,50,00,000 (2021: 1,50,00,000) equity shares of Rs.10/- each	1,500.00	1,500.00
<b>Issued, subscribed and fully paid-up</b>		
99,93,000 (2021: 99,93,000) fully paid equity shares of Rs.10/- each	999.30	999.30
<b>Total</b>	<b>999.30</b>	<b>999.30</b>

**16.1 Rights, Preferences and Restriction attached to equity shares**

The company has one class of share referred to as Equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders will be entitled to receive the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**16.2 Reconciliation of the number of equity shares**

(₹ in Lacs)

	Number of Shares	
Balance as at April 01, 2020	99,93,000	999.30
Add: Equity shares allotted during the year	-	-
Balance as at March 31, 2021	99,93,000	999.30
Balance as at April 01, 2021	99,93,000	999.30
Add: Equity shares allotted during the year	-	-
Balance as at March 31, 2022	99,93,000	999.30

**16.3 Details of shareholders holding more than 5% shares in the company**

(₹ in Lacs)

Name of the Shareholder			
	Omprakash Gilda	Deepak Maliwal	Rekha Maliwal
No. of Shares as at March 31, 2021	11,43,052	6,97,748	5,12,593
% holding in the class	11.44%	6.98%	5.13%
No. of Shares as at March 31, 2022	11,90,052	6,97,748	5,12,593
% holding in the class	11.91%	6.98%	5.13%

**16.4 Share holding of Promoters**

(₹ in Lacs)

Name of Promoters	No. of Shares	% of Total Shares*	% Change during the Year**
<b>As at March 31, 2022</b>			
Omprakash Kannaiyalal Gilda	1190052	11.91%	4.11%
Deepak Shyamsunder Maliwal	697748	6.98%	0.00%
Rekha D Maliwal Deepak	512593	5.13%	0.00%
Shyamsunder Maliwal HUF	406065	4.06%	0.00%
Madhusudan Pannalal Kalantri	381150	3.81%	1.98%
Anand Omprakash Gilda	402216	4.02%	8.94%
Narayanlal Pannalal Kalantri	365991	3.66%	2.00%
Santoshdevi Madhusudan	302200	3.02%	6.71%
KalantriSarojdevi Narayanlal Kalantri	297075	2.97%	7.65%
Mohit Deepak Maliwal	312045	3.12%	15.68%
Kirti Anand Gilda	211625	2.12%	0.00%
Arun Ramgopal Toshniwal	206125	2.06%	0.00%
Chandrabhagabai Omaprakash Gilda	184081	1.84%	0.00%
Vijayprakash Onkarlal Agrawal	0	0.00%	-100.00%
Agrawal Gokul V	0	0.00%	100.00%
Narayanlal Pannalal Kalantri HUF	78146	0.78%	6.50%
Kamalkishor O Agrawal	0	0.00%	-100.00%
Kalantri Ravindra Narayanlal	53330	0.53%	12.27%
Samta Mohit Maliwal	82927	0.83%	99.01%
Madhusudan Pannalal Kalantri HUF	64926	0.65%	62.59%
Preeti Suhas Kabra	32846	0.33%	0.92%
Anilkumar Onkarlal Agrawal	0	0.00%	-100.00%
Laxminiwas Narayanlal Kalantri	84383	0.84%	170.03%
Pooja Madhusudan Kalantri	21600	0.22%	.00%
Chukidevi Ramgopal Toshniwal	20000	0.20%	0.00%
Ravindra Narayanlal Kalantri Huf	330333	0.30%	116.66%
Mangal Sunilkumar Agrawal	0	0.00%	100.00%
Lata Munnalal Agrawal	12500	0.13%	0.00%
Jaishree Santosh Agrawal	0	0.00%	-100.00%
Pushpa Kamalkishor Agrawal	10000	0.10%	0.00%
Tejashree Laxminiwas Kalantri	21500	0.22%	230.77%
Laxminiwas Narayanlal Kalantri HUF	8688	0.09%	57.96%
Vimlabai Ramkrishanji Agrawal	0	0.00%	100.00%
Santosh Onkarlal Agrawal	0	0.00%	100.00%
Seema Ravindra Kalantri	1000	0.01%	.00%
Rekha Rajesh Dagdiya	60	0.00%	0.00%



## 16.4 Details of shareholders holding more than 5% shares in the company

(₹ in Lacs)

Name of Promoters	No. of Shares	% of Total Shares	% Change during the Year**
<b>As at March 31, 2021</b>			
Omprakash Kannaiyalal Gilda	1143052	11.44%	2.44%
Deepak Shyamsunder Maliwal	697748	6.98%	1.78%
Rekha D Maliwal Deepak	512593	5.13%	0.00%
Shyamsunder Maliwal HUF	406065	4.06%	0.00%
Madhusudan Pannalal Kalantri	373750	3.74%	0.00%
Anand Omprakash Gilda	369216	3.69%	0.00%
Narayanlal Pannalal Kalantri	358813	3.59%	0.00%
Santoshdevi Madhusudan	283200	2.83%	0.00%
KalantriSarojdevi Narayanlal Kalantri	275975	2.76%	0.00%
Mohit Deepak Maliwal	269745	2.70%	4.19%
Kirti Anand Gilda	211625	2.12%	0.00%
Arun Ramgopal Toshniwal	206125	2.06%	1.10%
Chandrabhagabai Omaprakash Gilda	184081	1.84%	0.00%
Vijayprakash Onkarlal Agrawal	52575	0.53%	0.00%
Agrawal Gokul V	50000	0.50%	0.00%
Narayanlal Pannalal Kalantri HUF	49932	0.50%	0.00%
Kamalkishor O Agrawal	47500	0.48%	0.00%
Kalantri Ravindra Narayanlal	47500	0.48%	-100.00%
Samta Mohit Maliwal	41669	0.42%	0.00%
Madhusudan Pannalal Kalantri HUF	39932	0.40%	0.00%
Preeti Suhas Kabra	32546	0.33%	0.00%
Anilkumar Onkarlal Agrawal	32500	0.33%	53.64%
Laxminiwas Narayanlal Kalantri	31250	0.31%	0.00%
Pooja Madhusudan Kalantri	21600	0.22%	0.00%
Chukidevi Ramgopal Toshniwal	20000	0.20%	0.00%
Ravindra Narayanlal Kalantri Huf	14000	0.14%	0.00%
Mangal Sunilkumar Agrawal	12600	0.13%	77.48%
Lata Munnalal Agrawal	12500	0.13%	-97.66%
Jaishree Santosh Agrawal	10000	0.10%	0.00%
Pushpa Kamalkishor Agrawal	10000	0.10%	0.00%
Tejashree Laxminiwas Kalantri	6500	0.07%	0.00%
Laxminiwas Narayanlal Kalantri HUF	5500	0.06%	0.00%
Vimlabai Ramkrishanji Agrawal	2500	0.03%	0.00%
Santosh Onkarlal Agrawal	2000	0.02%	0.00%
Seema Ravindra Kalantri	1000	0.01%	0.00%
Rekha Rajesh Dagdiya	600	0.00%	0.00%
Vikas Shyamsunder Malwal		0.00%	0.00%

\* Represents % of shares held , computed based on total number of shares as at 31 March 2022 and 31 March 2021 respectively.

\*\* Represents change in share holding %, computed based on the shares held at the beginning of the year and end of the year of respective holder.

## 16.5 Dividend Paid

Particulars	2022	2021
Dividend Paid (in Rs.)	49.97	-
Dividend Per share (in Rs.)	0.50	-

The Board of Directors in its meeting held on May 30, 2022 have recommended a final dividend payment of Rs. 0.75 per for the financial year ended March 31, 2022.



**17. Other equity**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Securities premium	1,769.28	1,769.28
General reserve	360.00	350.00
Retained earnings	3,920.92	2,770.13
Other Comprehensive Income		
Equity instruments through OCI	12.75	11.36
Remeasurements of the defined benefit plan	(21.95)	(11.51)
<b>Total other equity</b>	<b>6,041.00</b>	<b>4,889.25</b>

i) Securities Premium was created on issue of shares at premium. These reserve can be utilised in accordance with Section 52 of Companies Act 2013.

ii) General reserve are free reserves of the Company which are kept aside out of the Company's profit to meet the future requirements as and when they arise. The Company transfers a portion of profit after tax to general reserve pursuant to the provisions of the erstwhile Companies Act, 1956.

iii) Retained earnings represents the Company's undistributed earnings after taxes.

**18. Non-current financial liabilities - Borrowings**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Secured- at amortised cost</b>		
Term Loan from bank	131.17	265.28
<b>Unsecured- at amortised cost</b>		
Loans and advances from related parties	276.50	110.50
Other loans and advances		
Public fixed deposits	49.20	65.50
<b>Total</b>	<b>456.87</b>	<b>441.28</b>

**18.1 Nature of Security and Terms of Repayment of Secured borrowing**

Nature of Security	Term Loan	Terms of Repayment
<b>As at March 31, 2022</b>		
Term loan (UGECL Scheme) from Bank is Secured by Hypothecation of stock and debtors.	254.35	Repayable in 36 equated monthly instalments from Jul-2021 along with interest rate of 7.50% per annum.
<b>As at March 31, 2021</b>		
Term loan (Covid-19 Scheme) from Bank is Secured by Hypothecation of stock and debtors.	231.11	Repayable in 18 equated monthly instalments of Rs. 17.78 Lacs from Nov-2020 along with interest rate of 8.00% per annum.
Term loan (UGECL Scheme) from Bank is Secured by Hypothecation of stock and debtors.	330.00	Repayable in 36 equated monthly instalments from Jul-2021 along with interest rate of 7.50% per annum.

**18.2 Terms of repayment for unsecured borrowings :**

i) Unsecured loans from related parties carry interest @9% p.a. and is repayable after a period of 5 years from the date of loan.

ii) Public deposits included are repayable after 3 years from the date of acceptance and carry interest rate @7-10% p.a.

**18.3 Utilisation of Borrowing**

(a) The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

**18.4** The quarterly returns/statements of current assets filed by the Company with banks in relation to secured borrowings wherever applicable, are in agreement with the books of accounts.

**19. Non-Current Provisions**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Employee benefits :		
Gratuity payable	12.53	13.54
<b>Total</b>	<b>12.53</b>	<b>13.54</b>

**20. Deferred tax liabilities (net)**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Property, plant and equipment	171.37	177.15
Statutory dues allowable on payment basis	(3.18)	(3.47)
Investments at FVTOCI	1.36	1.20
Defined Benefit Plans	(7.38)	(3.87)
<b>Deferred Tax Liability (Net)</b>	<b>162.18</b>	<b>171.01</b>

**20.1 Movement in above mentioned deferred tax assets and liabilities:**

(₹ in Lacs)

	Opening Balance as on 01/04/2021	Recognized in Profit or loss	Recognized in OCI	Closing Balance as on 31/03/2022
Property, plant and equipment	177.15	(5.79)	-	71.37
Statutory dues allowable on payment	(3.47)	0.29	-	(3.18)
Investments at FVTOCI	1.20	-	0.16	1.36
Defined Benefit Plans	(3.87)	-	(3.51)	(7.38)
<b>Total</b>	<b>171.01</b>	<b>(5.49)</b>	<b>(3.35)</b>	<b>162.18</b>

	Opening Balance as on 01/04/2020	Recognized in Profit or loss	Recognized in OCI	Closing Balance as on 31/03/2021
Property, plant and equipment	174.28	2.87	-	177.35
Statutory dues allowable on payment	(3.52)	0.05	-	(3.47)
Investments at FVTOCI	0.65	-	0.55	1.20
Defined Benefit Plans	(3.87)	-	(1.66)	(3.87)
Derivative financial instrument	-	(8.64)	-	-
<b>Total</b>	<b>171.01</b>	<b>(5.72)</b>	<b>(1.11)</b>	<b>171.01</b>

Income tax has been provided for at reduced rate as per section 115BAA of the Income Tax Act, 1961. Hence, deferred tax has been measured at 25.168% in the above reconciliation of tax expense.

**20.2 Unrecognized deductible temporary differences, unused tax losses and unused tax credits**

Deductible temporary differences, unused tax losses and unused tax credits for which no deferred tax assets have been recognised are attributable to the following:

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Long term capital loss	1,159.89	1,159.89
<b>Total</b>	<b>1,159.89</b>	<b>1,159.89</b>

Long-term capital loss of Rs. 728.37 lacs & Rs.431.52 is available for set-off till March 31, 2027 & March 31, 2028 respectively.

**20.3 Income tax credit/(expense) recognized directly in equity**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Tax effect of changes in fair value of equity instruments	(0.16)	(0.55)
Tax effect on actuarial gains/losses on defined benefit obligations	3.51	1.66
<b>Total</b>	<b>3.35</b>	<b>1.11</b>

**20.4 Reconciliation of tax Expense to the Accounting profit is as follows:**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Accounting profit before tax	1,610.12	528.69
Tax expense at statutory tax rate of 25.168% (P.Y. 25.168%)	405.24	133.06
Adjustments:		
Effect of income that is exempt from tax	(1.22)	(0.70)
Effect of expenses that are not deductible in determining taxable profit	7.15	10.56
Tax Effects of amounts which are deductible in calculating taxable income	(11.81)	(17.37)
Effect of change in tax rate	—	—
<b>Total</b>	<b>399.36</b>	<b>125.55</b>

**20.5 Current tax liabilities (net)**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Income tax payable	114.86	16.87
<b>Total</b>	<b>114.86</b>	<b>16.87</b>

**21. Current financial liabilities - Borrowings**

(₹ in Lacs)

(Secured- at amortised cost)	As at 31.03.2022	As at 31.03.2021
Working capital loans repayable on demand		
- Rupee loan from bank	2,727.19	1,184.71
Current portions of long - term borrowings	123.18	295.83
Other loans and advances		
- Public fixed deposits	7.75	11.00
<b>Total</b>	<b>2,858.12</b>	<b>1,491.54</b>

**21.1** Working Capital loan from bank is secured by first pari-passu charge by way of hypothecation of the inventories, book debts, bills for collection present and future and second charge on the entire Property, Plant and Equipment of the Company by way of mortgage and hypothecation in respect of those assets which are first charged to lender. Further, the loan is guaranteed by the personal guarantee of all the directors of the Company except independent directors. The loan carries interest at the rate of 8.45%p.a. (2021:9.60% p.a.)

**21.2** The quarterly returns/statements of current assets filed by the Company with banks in relation to secured borrowing wherever applicable, are in agreement with the books of accounts.

**22. Trade Payables**

(₹ in Lacs)

Particular	As at 31.03.2022	As at 31.03.2021
Micro enterprises and small enterprises (refer note below)	159.23	41.71
Other than Micro enterprises and small enterprises (refer note below)	891.01	155.98
<b>Total</b>	<b>1,050.44</b>	<b>197.69</b>

**22.1 Ageing for trade Payables outstanding as at March 31, 2022 is as follows :**

(₹ in Lacs)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 Years	2-3 Years	Mor than 3 years	
Trade Payables						
i) MSME	159.23	-	-	-	-	159.23
ii) Others	888.11	2.37	0.15	0.05	0.52	891.21
iii) Disputed dues - MSME	-	-	-	-	-	-
vi) Disputed dues - Others	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,047.35</b>	<b>2.37</b>	<b>0.15</b>	<b>0.05</b>	<b>0.52</b>	<b>1,050.44</b>

**Ageing for trade Payables outstanding as at March 31, 2021 is as follows :**

(₹ in Lacs)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 Years	2-3 Years	Mor than 3 years	
Trade Payables						
I MSME	41.71	-	-	-	-	41.71
ii) Others	155.16	0.25	0.05	0.52	-	155.98
iii) Disputed dues - MSME	-	-	-	-	-	-
vi) Disputed dues - Others	-	-	-	-	-	-

**23. Other Current Financial liabilities**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Financial liabilities carried at amortised cost</b>		
Security deposits - interest free	66.30	50.60
Unclaimed dividends*	1.72	1.72
Expenses	404.95	15.81
<b>Total</b>	<b>472.97</b>	<b>68.13</b>

\*There are no amounts due and outstanding to be credited to Investor education and Protection Fund

**24. Other Current Liabilities**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Advances from customers	474.09	237.27
Statutory dues	3.91	1.18
Other	-	2.64
<b>Total</b>	<b>478.00</b>	<b>241.08</b>

**25. Current provisions**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Employee benefits	6.77	16.56
<b>Total</b>	<b>6.77</b>	<b>16.56</b>

**26. Revenue from Operations**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
<b>Sale of Products</b>		
Finished Goods	7,645.82	8,195.20
Traded Goods	4,075.34	7,332.92
Subsidy on Fertilizers	8,765.74	1,985.71
<b>Other Operating Revenues</b>		
Other sales	10.71	-
<b>Total</b>	<b>20,497.62</b>	<b>17,513.84</b>

**27 Other Income**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Interest Income	3.73	4.09
Dividend income	0.23	0.31
Other non-operating income	30.83	20.72
<b>Total</b>	<b>34.80</b>	<b>25.12</b>

**28. Cost of Materials Consumed**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
<b>Raw Material Consumed</b>		
Inventory at the beginning of the year	1,814.91	1,574.92
Add: Purchases	10,763.41	6,067.94
Add/(Less): Transfer from/(to) Stock in Trade	-	(0.05)
Less: Inventory at the end of the year	1,710.65	1,814.91
<b>Cost of Raw materials consumed</b>	<b>10,867.68</b>	<b>5,827.90</b>
<b>Packing Material Consumed</b>		
Inventory at the beginning of the year	281.48	144.03
Add: Purchases	344.62	412.49
Less: Inventory at the end of the year	263.64	281.48
Cost of Sales	6.45	-
<b>Cost of Packing materials consumed</b>	<b>356.01</b>	<b>275.05</b>
<b>Total</b>	<b>11,223.69</b>	<b>6,102.95</b>

**29. Purchases of Stock-in-Trade**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Fertilizers	1,027.14	968.37
Seeds & other agricultural commodities	3,142.28	5,607.62
Others	6.45	0.05
<b>Total</b>	<b>4,175.87</b>	<b>6,576.04</b>

**30. Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
<b>Inventory at the beginning of the year</b>		
Finished Goods	344.79	1,626.53
Work-in-progress	132.99	135.76
Stock-in-trade	185.58	771.25
<b>Less: Inventory at the end of the year</b>		
Finished Goods	1,065.97	344.79
Work-in-progress	202.10	132.99
Stock-in-trade	194.26	185.58
<b>Total</b>	<b>(798.98)</b>	<b>1,870.18</b>

**31. Employee Benefits Expense**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Salaries, Wages and Bonus	381.40	216.29
Contribution to Provident Fund	22.93	13.17
Staff Welfare Expenses	23.23	3.80
<b>Total</b>	<b>427.55</b>	<b>233.26</b>

**32. Finance Costs**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Interest Expenses	303.02	135.72
Other Borrowing Costs	38.51	12.28
<b>Total</b>	<b>341.54</b>	<b>148.00</b>

**33. Depreciation and amortization expense**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Depreciation of property, plant and equipment (refer Note 3)	102.78	101.57
Depreciation of Right-of-use assets (refer Note 4)	0.39	0.39
Depreciation of investment property (refer Note 5)	4.90	0.00*
Amortisation of intangible assets (refer Note 6)	0.08	0.08
<b>Total</b>	<b>108.16</b>	<b>102.05</b>

\* Amount less than a thousand

**34. Other Expenses**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Stores and spares consumed	908.25	352.86
Power and Fuel	492.91	482.69
Rent	5.76	1.96
Repairs to Buildings	81.71	22.65
Repairs to Machinery	56.27	21.71
Insurance	8.50	6.57
Rates and Taxes	39.00	14.50
Freight and Transportation	1,431.51	916.90
Miscellaneous expenses	420.56	157.94
<b>Total</b>	<b>3,444.47</b>	<b>1,977.80</b>

**34.1 Particulars of Payment to Auditors included in Miscellaneous Expenses:**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Audit Fees	2.50	2.00
Certification Fees	1.00	0.50
Company Law Matters	0.75	0.75
Other Matters	0.75	0.75
<b>Total</b>	<b>5.00</b>	<b>4.00</b>

**35. Earnings Per Share**

(₹ in Lacs)

	March 31, 2022	March 31, 2021
a. Profit after Tax as per the Statement of Profit & Loss attributable to equity shareholders	1,210.76	403.14
b. Weighted average number of equity shares outstanding	99,93,000	99,93,000
c. Basic & Diluted earnings per share in rupee (Face value Rs.10 per share)	12.12	4.03

**36. Micro, Small and Medium Enterprises :**

There are no dues outstanding to Micro, Small and Medium Enterprises beyond the due date as at the Balance Sheet date. The above information regarding Micro, Small and Medium enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by the auditors.

**37. Employee Benefits**

As per Ind AS -19 "Employee Benefits", the disclosure of employee benefits are given below :

Defined contribution plan:

(₹ in Lacs)

Particulars	2021-22	2020-21
Employer's contribution to Provident fund	22.93	13.17
Employer's contribution to employee's state insurance	3.85	2.53





Defined benefit plan and other long term employee benefits: Gratuity plan

Gratuity Plan :

The company operates gratuity plan wherein every employee is entitled to the benefit equivalent to fifteen days salary last drawn for each completed year of service. The same is payable on termination of service or retirement whichever is earlier. The benefit vests after five years of continuous service.

### Reconciliation of opening and closing balances of the present value of the defined benefit obligation

(₹ in Lacs)

PARTICULARS	GRATUITY (unfunded)	
	As at March 31, 2022	As at March 31, 2021
Present Value of Benefit Obligation at the Beginning of the Period	13.79	13.99
Interest Cost	0.24	0.54
Current Service Cost	5.21	4.83
Past Service Cost	-	-
Liability Transferred In/ Acquisitions	-	-
(Liability Transferred Out/ Divestments)	-	-
(Gains)/ Losses on Curtailment	-	-
(Liabilities Extinguished on Settlement)	-	-
(Benefit Paid Directly by the Employer)	(20.56)	(12.18)
(Benefit Paid From the Fund)	-	-
The Effect Of Changes in Foreign Exchange Rates	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	-	-
Actuarial (Gains)/Losses on Obligations - Due to Experience	13.94	6.61
Present Value of Benefit Obligation at the End of the Period	<b>12.62</b>	<b>13.79</b>

### Amount recognised in the balance sheet

(₹ in Lacs)

PARTICULARS	As at March 31, 2022	As at March 31, 2021
(Present Value of Benefit Obligation at the end of the Period	(12.62)	(13.79)
Fair Value of Plan Assets at the end of the Period	-	-
Funded Status (Surplus/ (Deficit))	(12.62)	(13.79)
Net (Liability)/Asset Recognized in the Balance Sheet	<b>(12.62)</b>	<b>(13.79)</b>

### Amount recognised as expense in the profit and loss

(₹ in Lacs)

PARTICULARS	As at March 31, 2022	As at March 31, 2021
Current Service Cost	5.21	4.83
Net Interest Cost	0.24	0.54
Past Service Cost	-	-
(Expected Contributions by the Employees)	-	-
(Gains)/Losses on Curtailments And Settlements	-	-
Net Effect of Changes in Foreign Exchange Rates	-	-
Expenses Recognized	<b>5.45</b>	<b>5.37</b>

**Amount recognised in the OCI**

(₹ in Lacs)

<b>PARTICULARS</b>	<b>As at March 31, 2022</b>	<b>As at March 31, 2021</b>
Actuarial (Gains)/Losses on Obligation For the Period	13.94	6.61
Return on Plan Assets, Excluding Interest Income	-	-
Change in Asset Ceiling	-	-
Net (Income)/Expense For the Period Recognized in OCI	<b>13.94</b>	<b>6.61</b>

**Sensitivity Analysis**

(₹ in Lacs)

<b>PARTICULARS</b>	<b>As at March 31, 2022</b>	<b>As at March 31, 2021</b>
Projected Benefit Obligation on Current Assumptions	(12.62)	(13.79)
Delta Effect of +1% Change in Rate of Discounting	(1.16)	(1.39)
Delta Effect of -1% Change in Rate of Discounting	1.36	1.63
Delta Effect of +1% Change in Rate of Salary Increase	1.23	1.48
Delta Effect of -1% Change in Rate of Salary Increase	(1.07)	(1.30)
Delta Effect of +1% Change in Rate of Employee Turnover	0.11	0.09
Delta Effect of -1% Change in Rate of Employee Turnover	(0.12)	(0.10)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the balance sheet.

**38. Financial Instruments**

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The carrying amounts and fair values of financial instruments by category are as follows:

**a. Financial assets**

(₹ in Lacs)

PARTICULARS	Instruments carried at fair value			Instruments carried at amortized cost		Total Carrying Amount (A+B)
	FVTOCI	FVTPL	Total Fair Value (A)	Carrying amount (B)	Fair value	
<b>As at March 31, 2021</b>						
Cash & Cash Equivalents			-	20.32	20.32	20.32
Investments:						
Equity Securities and others	16.32		16.32	830.04	830.04	846.35
Trade Receivables			-	2,354.74	2,354.74	2,354.74
Bank Balances other above			-	3.10	3.10	3.10
Other Financial Assets			-	1.18	1.18	1.18
<b>Total</b>	<b>16.32</b>	<b>-</b>	<b>16.32</b>	<b>3,209.38</b>	<b>3,209.38</b>	<b>3,225.69</b>
<b>As at March 31, 2022</b>						
Cash & Cash Equivalents			-	6.00	6.00	6.00
Investments:						
Equity Securities and others	17.87	-	17.87	829.71	829.71	847.58
Trade Receivables			-	5,331.11	5,331.11	5,331.11
Bank Balances other above			-	187.18	187.18	187.18
Other Financial Assets			-	10.96	10.96	10.96
<b>Total</b>	<b>17.87</b>	<b>-</b>	<b>17.87</b>	<b>6,364.97</b>	<b>6,364.97</b>	<b>6,382.84</b>

**b. Financial liabilities**

(₹ in Lacs)

PARTICULARS	Instruments carried at fair value		Instruments carried at amortized cost		Total Carrying Amount (A+B)
	FVTPL	Total carrying amount and Fair Value (A)	Carrying amount (B)	Fair value	
<b>As at March 31, 2021</b>					
Borrowings		-	1,607.06	1,607.06	1,607.06
Trade Payables		-	197.69	197.69	197.69
Other Financial Liabilities		-	393.89	393.89	393.89
<b>Total</b>	<b>-</b>	<b>-</b>	<b>2,198.64</b>	<b>2,198.64</b>	<b>2,198.64</b>
<b>As at March 31, 2022</b>					
Borrowings		-	3,191.81	3,191.81	3,191.81
Trade Payables		-	1,050.44	1,050.44	1,050.44
Other Financial Liabilities		-	596.15	596.15	596.15
<b>Total</b>	<b>-</b>	<b>-</b>	<b>4,838.40</b>	<b>4,838.40</b>	<b>4,838.40</b>

**c. Fair value estimation**

For financial instruments measured at fair value in the Balance Sheet, a three level fair value hierarchy is used that reflects the significance of inputs used in the measurements. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to

unobservable inputs (Level 3 measurements). The categories used are as follows:

- Level 1: quoted prices for identical instruments
- Level 2: directly or indirectly observable market inputs, other than Level 1 inputs; and
- Level 3: inputs which are not based on observable market data.

For assets and liabilities which are carried at fair value, the classification of fair value calculations by category is summarised below:

(₹ in Lacs)

	Level 1	Level 2	Level 3
<b>As at March 31, 2021</b>			
<b>Assets at fair value</b>			
Investments	16.32	-	-
<b>Liabilities at fair value</b>	-	-	-
<b>As at March 31, 2022</b>			
<b>Assets at fair value</b>			
Investments	17.87	-	-
<b>Liabilities at fair value</b>	-	-	-

There were no significant changes in classification and no significant movements between the fair value hierarchy classifications of financial assets and financial liabilities during the period.

### **39. Capital Management:**

The Company's capital management objective is to maximise the total shareholder return by optimising cost of capital through flexible capital structure that supports growth. Further, the Company ensures optimal credit risk profile to maintain/enhance credit rating.

The Company determines the amount of capital required on the basis of annual operating plan and long-term strategic plans. The funding requirements are met through internal accruals and long-term/short-term borrowings.

The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company. For the purpose of capital management, capital includes issued equity capital, securities premium and all other reserves. Net debt includes all long and short-term borrowings as reduced by cash and cash equivalents and inter-corporate deposits with financial institutions

The following table summarises the capital of the Company:

(₹ in Lacs)

PARTICULARS	As at March 31, 2022	As at March 31, 2021
<b>EQUITY</b>	<b>7,040.30</b>	<b>5,888.55</b>
Short-term borrowings and current portion of long-term debt	2,585.12	1,491.54
Long-term debt	456.87	441.28
Cash and cash equivalents	(6.00)	(20.32)
<b>Net debt</b>	<b>3,308.98</b>	<b>1,912.50</b>
Total capital (equity + net debt)	<b>10,349.28</b>	<b>7,801.05</b>
Net debt to capital ratio	0.32	0.25

### **40. Risk Management Strategies:-**

#### **Financial Risk Management:**

The Company's principal financial liabilities comprise loans and borrowings, advances and trade and other payables. The purpose of these financial liabilities is to finance the Company's operations and to provide to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company's activities exposes it to Liquidity Risk, Market Risk and Credit risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised as below

#### 40.1 Liquidity risk

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk management implies maintain sufficient cash including availability of funding through an adequate amount of committed credit facilities to meet the obligations as and when due. The Company manages its liquidity risk by ensuring as far as possible that it will have sufficient liquidity to meet its short term and long term liabilities as and when due. Anticipated future cash flows, undrawn committed credit facilities are expected to be sufficient to meet the liquidity requirements of the Company.

##### (i) Financing Arrangements

The Company has access to the following undrawn borrowing facilities as at the end of the reporting period:

(₹ in Lacs)

	As at March 31, 2022	As at March 31, 2021
Secured working capital credit facility from Bank	272.81	2015.29

##### (ii) The following is the contractual maturities of the financial liabilities:

(₹ in Lacs)

	Carrying amount	Total demand	Payable on	Upto 12 months	more than 12 months
<b>As at March 31, 2021</b>					
<b>Non-derivative liabilities</b>					
Borrowings	1,932.82	1,932.82	1,491.54	124.60	316.68
Trade payables	197.69	197.69	-	197.69	-
Other financial liabilities	68.13	68.13	52.32	15.81	-
<b>As at March 31, 2022</b>					
<b>Non-derivative liabilities</b>					
Borrowings	3,314.99	3,314.99	2,858.12	-	456.87
Trade payables	1,050.44	1,050.44	-	1,050.44	-
Other financial liabilities	472.97	472.97	68.02	404.95	-

#### 40.2 Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk includes investment, deposits, foreign currency receivables and payables. The Company's senior management team manages the Market risk, which evaluates and exercises independent control over the entire process of market risk management.

##### (i) Foreign Currency Risk

The Company is exposed to foreign exchange risks arising from import of raw material in foreign currency. Foreign exchange risk arises from recognised liabilities, when they are denominated in a currency other than India Rupee. The exchange rate between the rupee and foreign currencies has changed substantially in recent years. The fluctuations in exchange rate may have an impact on company's operations. The carrying amounts of the Company's foreign currency denominated monetary liabilities all of which are unhedged at the end of the reporting period are as follows:

(Value in Lacs)

PARTICULARS	As at March 31, 2022	As at March 31, 2021
Liabilities (Trade payables)		
In foreign currency (USD \$)	9.58	5.64
In Indian currency (Rs.)	726.38	366.69

(₹ in Lacs)

Foreign Currency Sensitivity			
Particulars	Currency	Change in Rate	Effect on profit before tax
As at March 31, 2022	USD	+10%	(72.64)
	USD	-10%	72.64
As at March 31, 2021	USD	+10%	(36.67)
	USD	-10%	36.67

#### Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. The Company's Long term borrowings have fixed rate of interest and carried at amortised costs. Hence, the Company is not subject to the interest rate risk since neither the carrying amount nor the future cash flows will change due to change in the market interest rates.

Working capital facility is as per contractual terms, primarily of short term in nature, which does not exposes company to significant interest rate risk.

#### 40.3 Credit risk

Credit risk arises when a counterparty defaults on its contractual obligations to pay, resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining collaterals (such as Security Deposit) as a means of mitigating the risk of financial loss from defaults. The Company's exposure and credit ratings of its counterparties are continuously monitored based on the counterparty's past performance and business dynamics. Credit exposure is controlled by counterparty limits that are reviewed and approved by the credit risk and monitoring team at regular intervals.

Trade receivables consist of a large number of customers primarily in rural areas. Ongoing credit evaluation is performed on the financial condition and performance of accounts receivable. The average credit period is about 90 days. The Company's trade and other receivables consists of a large number of customers, hence the Company is not exposed to concentration risk. The maximum exposure to the credit risk at reporting date is primarily from trade receivables amounting to Rs.5331.11 Lacs

The credit risk on cash and bank balances is limited because the counterparties are banks with high credit ratings assigned by credit rating agencies.

The Company has not recorded any impairment of receivables relating to amounts owed by related parties for years ended March 2022 and March 2021 because it has evaluated their credit risk as low considering the financial stability of the ultimate parent.

#### 41. Corporate Social Responsibility :

As per Section 135 of the Companies Act, 2013 ('Act'), a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The CSR activities of the Company are in line with the Schedule VII of the Act.

a) Gross amount required to be spent by the company during the year is Rs.9,65,972/-.



b) Amount spent during the year on:

Particulars	2022	2021
(i) Construction / acquisition of any asset	-	N.A.
(ii) On purposes other than (i) above	-	N.A.

c) Shortfall at the end of the year

Particulars	2022	2021
(i) Construction / acquisition of any asset	-	N.A.
(ii) On purposes other than (i) above	9.66	N.A.

d) Total of previous years shortfall-

Particulars	2022	2021
(i) Construction / acquisition of any asset	-	N.A.
(ii) On purposes other than (i) above	-	N.A.

e) Reason for shortfall-

The Company was unable to spent the CSR amount due to ongoing COVID-19 pandemic. The company is in the process of identifying the local areas where the amount of CSR shall be spent. The unspent CSR amount of Rs. 9.67 lakhs for the financial year 2021-22 will be transferred to fund in accordance with provisions of the Companies Act, 2013 read with rules made thereunder.

## 42. Related Party Disclosures

### 42.1 Names of related parties and nature of related parties relationship where control exists.

<b>Subsidiaries &amp; Associates :</b> i) Ghatprabha Fertilizers Private Limited ii) Shiva-Parvati Poultry Feed Private Limited		iii) Shrinivasa Agro Foods Private Limited
<b>Key Management Personnel:</b> i) Omprakash K. Gilda ii) Deepak S. Maliwal iii) Narayanlal P. Kalantri iv) Arunkumar R. Toshniwal		v) Vijayprakash O. Agrawal vi) Umesh O. Bang - Chief Financial Officer vii) Rashmi G. Agrawal - Company Secretary
<b>Relatives of Key Management Personnel:</b> i) Deepak S. Maliwal HUF ii) Rekha D. Maliwal iii) Mohit D. Maliwal iv) Samta M. Maliwal v) Rukmadevi S. Maliwal vi) Mohit Deepak Maliwal HUF vii) Madhusudan P. Kalantri viii) Madhusudan P. Kalantri HUF ix) Narayanlal P. Kalantri HUF x) Santoshdevi M. Kalantri xi) Sarojdevi N. Kalantri xii) Preeti M. Kalantri xiii) Pooja M. Kalantri xiv) Ravindra N. Kalantri xv) Ravindra N. Kalantri HUF xvi) Seema R. Kalantri xvii) Laxminivas N. Kalantri xviii) Laxminivas N. Kalantri HUF		xx) Rajkumar M. Kalantri xxi) Shruti R. Kalantri xxii) Chandrabhagabai O. Gilda xxiii) Anand O. Gilda xxiv) Kirti Anand Gilda xxv) Rekha R. Dagdia xxvi) Vijaya N. Toshniwal xxvii) Nandkishore J. Toshniwal xxviii) Chukidevi Ramgopal Toshniwal xxix) Agrawal Gokul V xxx) Anilkumar Onkarlal Agrawal xxxi) Santosh Onkarlal Agrawal xxxii) Jaishree Santosh Agrawal xxxiii) Mangal Sunilkumar Agrawal xxxiv) Kamalkishor O Agrawal xxxv) Pushpa Kamalkishor Agrawal xxxvi) Lata Munnalal Agrawal xxxvii) Vimlabai Ramkrishanji Agrawal



**Enterprises owned or significantly influenced by group of individuals or their relatives who have control or significant influence over the Company:**

- |                                     |                                     |
|-------------------------------------|-------------------------------------|
| i) Kalantri Engineering Works       | vii) Vijay Fertilizers Agency       |
| ii) Madhu Industries                | viii) Kedar Krishi Seva Kendra      |
| iii) Ravito Engineering Works       | ix) Durgeshwari Seeds & Fertilizers |
| iv) Preeti Enterprises Incorporated | x) Vaibhavlaxmi Jewellers           |
| v) Sai Trading Company              | xi) Suraj Agro Industries           |
| vi) Kailash Fertilizers             | x) Charumati Finance Pvt. Ltd.      |

## 42.2 Transactions during the year:

(₹ in Lacs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
<b>1. Purchase of Goods</b>		
<b>Subsidiaries</b>		
Ghatprabha Fertilizers Private Limited	20.93	26.18
Shiva-Parvati Poultry Feed Private Limited	25.41	
Shrinivasa Agro Foods Private Limited	-	
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Kalantri Engineering Works	95.41	44.25
Madhu Industries	64.33	38.24
Sai Trading Company	997.77	596.95
Vaibhavlaxmi Jewellers	27.55	40.14
Ravito Engg. Works	0.10	-
	<b>2,078.23</b>	<b>745.76</b>
<b>2. Sale of Goods</b>		
<b>Subsidiaries</b>		
Shrinivasa Agro Foods Private Limited	-	720.71
Ghatprabha Fertilizers Private Limited	-	14.63
Shiva-Parvati Poultry Feed Private Limited	364.78	1,061.17
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Sai Trading Company	1,048.71	679.71
Vijay Fertilizers Agency	59.65	57.50
Kedar Krushi Sewa Kendra	226.04	13.36
Durgeshwari Seeds & Fertilizers	16.05	16.26
Suraj agro industries	-	1547.26
	<b>3,546.10</b>	<b>2,563.33</b>
<b>3. Services Received</b>		
<b>Subsidiaries</b>		
Shrinivasa Agro Foods Private Limited	3.89	
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Ravito Engineering Works	9.73	2.14
Preeti Enterprises Incorporated	8.47	1.94
Kalantri Engg. Works	0.78	-
Madhu Industries	-	-
	<b>22.87</b>	<b>4.08</b>



<b>4. Interest Paid</b>		
<b>Key Management Personnel</b>		
Deepak S. Maliwal	0.40	0.36
Narayanlal P. Kalantri	1.60	1.44
<b>Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	1.60	1.44
Rukhmadevi S. Maliwal	1.50	1.35
Mohit D. Maliwal	2.05	1.85
Madhusudan P. Kalantri HUF	0.10	0.09
Preeti M. Kalantri	0.64	0.58
Pooja M. Kalantri	0.27	0.23
Rekha D. Maliwal	1.00	0.90
Samta M. Maliwal	1.50	1.35
Santoshidevi M. Kalantri	0.40	0.36
Vijaya N. Toshniwal	1.34	-
Nandkishore J. Toshniwal	0.71	-
Madhusudan P Kalantri (Individual)	0.05	
Ravindra N Kalantri (HUF)	0.07	
Seema Ravindar Kalantri	0.05	
Laxminivas N Kalantri (HUF)	0.02	
Tejashree L. Kalantri	0.06	
Sarojdevi N Kalantri	0.05	
Mr. Rajkumar M Kalantri	0.02	
Mrs. Shruti Rajkumar Kalantri	0.02	
Mohit Deepak Maliwal (HUF)	0.29	
Anand O Gilda	0.11	
Kirti Anand Gilda	0.05	
Rekha Rajesh Dagdia	0.01	
Charumati Finance Private Limited	0.7	
	13.98	9.95
<b>5. Loan Taken</b>		
<b>Relatives of Key Management Personnel</b>		
Pooja Kalantri	2.00	
Madhusudan P Kalantri (Individual)	10.00	
Ravindra N Kalantri (HUF)	14.00	
Seema Ravindar Kalantri	10.00	
Laxminivas N Kalantri (HUF)	4.00	
Tejashree L. Kalantri	11.00	
Sarojdevi N Kalantri	10.00	
Mohit Deepak Maliwal (HUF)	50.00	
Anand O Gilda	25.00	
Kirti Anand Gilda	12.00	
Rekha Rajesh Dagdia	3.00	
Charumati Finance Limited	15.00	
Rajkumar M. Kalantri	8.00	
Shruti Kalantri	7.50	
Nandkishore Kalantri	10.00	
	191.50	



<b>6. Remuneration Paid</b>		
<b>Key Managerial Personnel</b>	3.60	0.84
Rashmi G. Agrawal	9.29	9.01
Umesh O. Bang		
<b>Relatives of Key Management Personnel</b>		
Mohit D. Maliwal	18.46	-
Samta M. Maliwal	12.31	-
Rekha D. Maliwal	9.25	-
Rajkumar M Kalantri	8.53	-
Shruti R. Kalantri	3.40	-
Tejashree L. Kalantri	7.18	-
Santoshidevi M. Kalantri	7.18	-
Anand O. Gilda	12.51	-
Kirti A. Gilda	12.51	-
	104.21	9.85
<b>Dividend Paid</b>		
<b>Key Managerial Personnel</b>		
Omprakash K. Gilda	5.72	
Deepak S. Maliwal	3.49	
Narayanlal P. Kalantri	1.79	
Arunkumar R. Toshniwal	1.03	
Vijayprakash O. Agrawal	0.26	
<b>Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	2.03	
Mohit D. Maliwal	1.35	
Rekha D. Maliwal	2.56	
Samta M. Maliwal	0.21	
Madhusudhan P. Kalantri	1.87	
Santoshdevi M. Kalantri	1.42	
Preeti M. Kalantri	0.16	
Narayanlal P. Kalantri HUF	0.25	
Madhusudan P. Kalantri HUF	0.20	
Ravikumar N. Kalantri HUF	0.07	
Sarojdevi N. Kalantri	1.38	
Pooja M. Kalantri	0.11	
Rajkumar M. Kalantri	0.39	
Ravikumar N. Kalantri	0.24	
Laxminivas N. Kalantri	0.16	
Tejashree L. Kalantri	0.03	
Seema Ravindra Kalantri	0.01	
Laxminivas N. Kalantri Huf	0.03	
Chandrabhagabai O. Gilda	0.92	
Anand K. Gilda	1.85	
Kirti A. Gilda	1.06	
Chukidevi Ramgopal Toshniwal	0.10	
Agrawal Gokul V	0.25	
Anilkumar Onkarlal Agrawal	0.16	
Santosh Onkarlal Agrawal	0.01	
Jaishree Santosh Agrawal	0.05	
Mangal Sunilkumar Agrawal	0.06	
Kamalkishor O Agrawal	0.24	
Pushpa Kamalkishor Agrawal	0.05	
Lata Munnalal Agrawal	0.06	
Vimlabai Ramkrishanji Agrawal	0.01	
Rekha Rajesh Dagdiya	0.00*	
	29.57	

\* Amount less than a thousand

**42.3 Outstanding balances as at the year end :**

(₹ in Lacs)

	As at March 31, 2022	As at March 31, 2021
<b>1. Subsidiaries</b>		
Ghatprabha Fertilizers Private Limited	-	-
<b>2. Key Management Personnel</b>		
Deepak S. Maliwal	(4.00)	(4.00)
Narayanlal P. Kalantri	(16.00)	(16.00)
<b>3. Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	(16.00)	(16.00)
Rukhmadevi S. Maliwal	(15.00)	(15.00)
Mohit D. Maliwal	(20.50)	(20.50)
Madhusudan P. Kalantri HUF	(1.00)	(1.00)
Preeti M. Kalantri	(6.40)	(6.40)
Pooja M. Kalantri	(4.60)	(2.60)
Rekha D. Maliwal	(10.00)	(10.00)
Samta M. Maliwal	(15.00)	(15.00)
Santoshidevi M. Kalantri	(4.00)	(4.00)
Vijaya N. Toshniwal	-	-
Nandkishore J. Toshniwal	(10.00)	-
Madhusudan P Kalantri (Individual)	(10.00)	
Ravindra N Kalantri (HUF)	(14.00)	
Seema Ravindar Kalantri	(10.00)	
Laxminivas N Kalantri (HUF)	(4.00)	
Tejashree L. Kalantri	(11.00)	
Sarojdevi N Kalantri	(10.00)	
Mr. Rajkumar M Kalantri	(8.00)	
Mrs. Shruti Rajkumar Kalantri	(7.50)	
Mohit Deepak Maliwal (HF)	(50.00)	
Anand O Gilda	(25.00)	
Kirti Anand Gilda	(12.00)	
Rekha Rajesh Dagdia	(3.00)	
<b>4. Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Sai Trading Company	(5.37)	2.44
Vijay Fertilizers Agency	23.23	15.22
Kedar Krushi Sewa Kendra	8.49	6.27
Durgeshwari Seeds & Fertilizers	3.87	3.71
Kalantri Engg. Works	0.02	
Madhu Industries	0.00	
Ravito Engg. Works	0.00	
Charumati Finance Private Limited	15.00	

**Note:**

- No amounts in respect of related parties have been written off / written back during the year, nor has any provision been made for doubtful debts / receivables during the year.
- Related party relationships have been identified by the management and relied upon by the Auditors
- Related party transactions have been disclosed on basis of value of transactions in terms of the respective contracts.
- Terms and conditions of sales and purchases: the sales and purchases transactions among the related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates and memorandum of understanding signed with the related parties
- Figures in the brackets represents trades payables/other liabilities.

**43. Segment Information :****43.1 Products and services from which reportable segments derive their revenues :**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company. Accordingly, the Company's reportable segments under Ind AS 108 are Fertilizers and Seeds & Other Agricultural products in the domestic market.

The following is an analysis of the Company's revenue and results from operations by reportable segment:

(₹ in Lacs)

Particulars	31-03-2022	31-03-2021
<b>Segment Revenue</b>		
Operating Revenue		
a) Fertilizers	17,433.23	11,830.07
b) Seeds and other agricultural commodities	3,064.39	5,683.77
<b>Total</b>	<b>20,497.62</b>	<b>17,513.84</b>
Less: Inter-segment revenue	-	-
<b>Income from operations</b>	<b>20,497.62</b>	<b>17,513.84</b>
<b>Segment Result</b>		
a) Fertilizers	1,926.62	623.91
b) Seeds and other agricultural commodities	(9.75)	27.65
<b>Total</b>	<b>1,916.86</b>	<b>651.56</b>
Adjusted for:		
a) Finance costs	(341.54)	(148.00)
b) Other income	34.80	25.12
<b>Profit before tax</b>	<b>1,610.12</b>	<b>528.69</b>

**43.2 Segment assets and liabilities :**

(₹ in Lacs)

Particulars	As at 31/03/2022	As at 31/03/2021
<b>Segment assets</b>		
a) Fertilizers	12,453.27	8,438.88
b) Seeds and other agricultural commodities	199.76	107.36
<b>Total</b>	<b>12,653.03</b>	<b>8,546.25</b>
<b>Segment liabilities</b>		
a) Fertilizers	5,607.87	2,555.83
b) Seeds and other agricultural commodities	4.87	101.87
<b>Total</b>	<b>5,612.74</b>	<b>2,657.70</b>

**44. Ratio Analysis and its elements:**

Ratio	31-03-2022	31-03-2021	Change in %	Reasons for variance
Current Ratio	1.86	2.62	-29.22%	
Debt-Equity Ratio	0.47	0.33	43.45%-	
Debt Service Coverage Ratio	3.29	4.09	19.61%	
Return on Equity	0.19	0.07	164.22%	Refer Note 44.1
Inventory Turnover Ratio (Days)	4.47	3.98	12.31%-	
Trade Receivables turnover ratio (Days)	5.33	8.06	33.79%	
Trade payables turnover ratio (Days)	24.49	19.09	28.27%-	
Net capital turnover ratio	4.81	5.31	9.53%	
Net Profit Ratio	0.06	0.02	156.62%	Refer Note 44.1
Return on Capital employed	0.19	0.08	119.17%-	Refer Note 44.1
Return on Investment	0.02	0.07	77.29%	Refer Note 44.2





44.1 Due to higher realizations.

44.2 Due to the timings of the fixed deposits which were made only at the end of the year.

44.3 Formula used to compute ratios :

Ratio	Formula
Current Ratio	Current Assets/ Current Liabilities
Debt-Equity Ratio	Total Debt (1)/ Total Equity
Debt Service Coverage Ratio	Earnings Available for debt Services (2)/ Interest+ Principal Repayments
Return on Equity	PAT/ Average Equity
Inventory Turnover Ratio (Days)	Cost of material consumed+ Purchase of stock in trade+ Change in inventories / Average Inventory
Trade Receivables turnover ratio (Days)	Revenue from Operations/ Average Trade Receivables
Trade payables turnover ratio (Days)	Purchases / Average Trade Payable
Net capital turnover ratio	Revenue from Operations/ Working Capital
Net Profit Ratio	Profit for the year/ Turnover
Return on Capital employed	EBIT/ Capital Employed (3)
Return on Investment	Interest Income/ Current and Non current deposits

Note :

Total Debt includes non current and current borrowings .

Net profit after taxes + Non- cash operating expenses+ Interest+Other adjustment like Loss on sale of fixed assets etc.

Total Equity + Financial Liabilities ( Borrowings) + Deferred tax liabilities

#### 45. Other statutory information

- The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

46. Previous period / year figures have been regrouped/reclassified, where necessary, to conform to the current period / year classification.

As per our report of even date  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

For and on behalf of the Board of Directors

**Omprakash K. Gilda**  
Managing Director

**Deepak S. Maliwal**  
Director

Place: Nanded  
Date: May 30, 2022

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary



# **Consolidated Financial Statements of Shiva Global Agro Industries Ltd. and its Subsidiaries**

# INDEPENDENT AUDITOR'S REPORT

To

**The Members of  
Shiva Global Agro Industries Limited**

## **Report on the audit of the Consolidated Financial Statements**

### **Opinion**

We have audited the accompanying Consolidated financial statements of Shiva Global Agro Industries Limited ("the Parent") and its subsidiaries, (the Parent and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated 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 Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2022, and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

### **Basis for Opinion**

We conducted our audit of the consolidated 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 Responsibility for the Audit of the Consolidated 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 ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the financial year ended March 31, 2022. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of audit procedures performed by us and by other auditors of components not audited by us, as reported by them in their audit reports furnished to us by the management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated financial statements.

Sr.No.	Key Audit Matter	Auditor's Response
<b>1</b>	<b>Revenue recognition (as described in note 2.12 of the standalone financial statements)</b>	
	<p>For the year ended March 31, 2022 the Company has recognized revenue from sale of goods of Rs.63831.58 Lacs.</p> <p>Revenue from sale of goods is recognized when the significant risk and rewards of ownership of the goods have been transferred to the customer which generally coincide with the delivery of goods, recovery of consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods and the amount of revenue can be measured reliably. The Company considers estimated time of delivery of goods and this has an impact on the timing and extent of revenue recognition from sale of products. The varied terms that define when title, risk and rewards are transferred to the customer, as well as the high volume of transactions, give rise to the risk that revenue could be recognized in the incorrect period for sales transactions occurring on and around the year end.</p> <p>Accordingly, due to the significant risk associated with revenue recognition, it has been determined to be a key audit matter in our audit of the Consolidated financial statements.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> <li>• Evaluated the Company's revenue recognition policy and its compliance in terms of Ind AS 115 'Revenue from contracts with customers'.</li> <li>• Understood and tested the operating effectiveness of internal controls as established by the management in relation to revenue recognition.</li> <li>• Performed sales transactions testing based on a representative sampling and traced to sales invoices and other related documents to ensure that the related revenues and trade receivables are recorded appropriately taking into consideration the terms and conditions of the agreements with customers, including the shipping terms.</li> <li>• Tested sales transactions made near the year end by agreeing a sample of sales transactions occurring around the year end to supporting documentation including customer confirmation of receipt of goods to establish that sales and corresponding trade receivables are properly recorded in the correct period.</li> <li>• Performed monthly analytical review of revenue from sale of goods by streams to identify any unusual trends.</li> <li>• Assessed the relevant disclosures made within the standalone financial statements</li> </ul>
<b>2</b>	<b>Impact of government policies/ notifications on recognition of subsidy accruals/claims and their recoverability (as described in note 2.12 of the Consolidated financial statements)</b>	
	<p>Subsidy income pertaining to fertilizer business is recognised on the basis of the rates notified from time to time by the Department of Fertilizers, Government of India ('GOI') in accordance with the Nutrient Based Subsidy ('NBS') policy on the quantity of fertilizers sold by the Company for the period for which notification has been issued and for the remaining period, based on estimates, when there is a reasonable assurance that the Company will comply with all necessary conditions attached to Subsidy including Direct Benefit Transfer ('DBT') System which was introduced by Government of India.</p> <p>For the year ended March 31, 2022, subsidy income of Rs.8765.73 lacs is recognized.</p> <p>Recognition and realisability of subsidy income is dependent on GOI Policy and its various initiatives/ schemes</p>	<p>Our audit procedures included the following :</p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the process and tested the design and operating effectiveness of controls as established by management in recognition and assessment of the recoverability of the subsidy</li> <li>• Evaluated the management's assessment regarding reasonable certainty for complying with the relevant conditions as specified in the notifications and policies and collections of subsidy</li> <li>• Read all the notifications issued by Department of Fertilizers applicable for subsidy recognized during the year</li> <li>• Considered the relevant notifications and policies issued by Department of Fertilizers to ascertain the recognition of subsidy, adjustments thereto recognised pursuant to changes in the rates and basis for determination of subsidy.</li> <li>• Tested the ageing analysis and assessed the information used by the management to determine the recoverability of the subsidy by</li> </ul>

		<p>considering collections against historical trends, the level of credit loss charged over time and provisions made.</p> <ul style="list-style-type: none"> <li>• Correlated the sales quantity considered for subsidy income with the actual sales made by the Company.</li> <li>• Agreed the quantities sold as per the Company books with the customer acknowledgedgements as per the iFMS portal of the Department of Fertilisers and tested the DBT claims made by the Company.</li> <li>• Enquired from the Management and discussed with the Board of Directors, the appropriateness of the subsidy rates applied to recognise subsidy income.</li> <li>• Assessed the related disclosure in Consolidated financial statements</li> </ul>
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### Other Information

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors' Report and Management Discussion and Analysis, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated 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 for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group including its associate and joint venture in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors

of the companies included in the Group and of its associate and joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and of its associate and joint venture 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 the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associate and joint venture are responsible for assessing the ability of the Group and of its associate and joint venture 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 Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group and of its associate and joint venture are also responsible for overseeing the financial reporting process of the Group and of its associate and joint venture.

### Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 control 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 Parent 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 the 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 Group'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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding

the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities or business activities included in the consolidated financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated financial statements.

We communicate with those charged with governance of the parent 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 consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2021 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies and joint venture, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure A" a statement on the matters specified in paragraph 3(xxi) of the Order.



2. As required by section 143(3) of the Act, based on our audit we report, to the extent applicable 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 purpose of our audit of the aforesaid consolidated financial statements.
  - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Company so far as it appears from our examination of those books.
  - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of the preparation of the consolidated financial statements.
  - d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under section 133 of the Act.
  - e. On the basis of the written representations received from the directors of the Parent as on March 31, 2022 taken on record by the Board of Directors of the Parent and its subsidiary companies incorporated in India, none of the directors of the Group companies is disqualified as on March 31, 2022 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 and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" which is based on the auditors' reports of the Parent and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies, for the reasons stated therein.
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group;
    - ii. The Group did not have any material foreseeable losses 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 Parent and its subsidiary companies incorporated in India.
  - iv. As stated in note 19.5 to the consolidated financial statements,
  - v. a) The final dividend paid by the Holding Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act, to the extent it applies to payment of dividend.  
b) The Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

**For Falor Jhavar Khatod & Co.**

Chartered Accountants

Firm Registration No. 104223W

**CA Jaiprakash S. Falor**

Partner

Membership No. 043337

UDIN: 22043337AJXZYF7849

Place: Nanded

Date: May 30, 2022



## ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

### Annexure A to the Independent Auditors' 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 sought by us and given by the company and to the best of our knowledge and belief, we state that:

- 3(xxi) There are no qualifications or adverse remarks in the Companies (Auditors Report) Order (CARO) reports issued by us for the Holding Company and by the respective auditors in the CARO reports of the subsidiary companies included in the consolidated financial statements.

For: **Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No. 104223W

**Jaiprakash S. Falor**  
Partner

Membership No. 043337  
UDIN: 22043337AJXZYF7849

Place: Nanded  
Date: May 30, 2022

## ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

### Annexure B to the Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

#### Report on the Internal Financial Controls over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting of **Shiva Global Agro Industries Limited** (hereinafter referred to as "the Parent") and its subsidiary companies, which are companies incorporated in India, as of that date.

#### Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Parent and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding and its subsidiary companies, which are companies incorporated in India, 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements.

#### Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with

authorizations of the Management and Directors of the Company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion to the best of our information and according to the explanations given to us, the Parent and its subsidiary companies, which are companies incorporated in India, have, 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 March 31, 2022, based on the criteria for internal financial control over financial reporting established by the respective companies 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: **Falor Jhavar Khatod & Co.**

Chartered Accountants

Firm Registration No. 104223W

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**Jaiprakash S. Falor**

Partner

Place: Nanded

Date: May 30, 2022

Membership No. 043337

UDIN: 22043337AJXZYF7849

**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Consolidated Balance Sheet as at March 31, 2022

(₹. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>I. ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, plant and equipment	3	3,761.44	4,275.09
(b) Right-of-use assets	4	23.96	24.35
(c) Capital work-in-progress	5	78.06	-
(d) Investment property	6	486.73	25.45
(e) Other intangible assets	7	0.72	1.47
(f) Intangible assets under development	8	-	-
(g) Financial assets			
(i) Investments	9	263.00	59.37
(ii) Other financial assets	10	162.72	157.39
(h) Other non-current assets	11	635.52	411.47
<b>Total non-current assets</b>		<b>5,412.16</b>	<b>4,954.59</b>
<b>Current assets</b>			
(a) Inventories	12	12,392.48	8,053.66
(b) Financial assets			
(i) Trade receivables	13	8,763.39	6,528.08
(ii) Cash and cash equivalents	14	182.34	451.64
(iii) Bank balances other than above	15	301.97	106.48
(iv) Loans & Advances	16	500.00	-
(v) Others financial assets	17	18.66	17.99
(c) Current tax assets		36.02	14.12
(d) Other current assets	18	565.96	419.46
<b>Total current assets</b>		<b>22,760.83</b>	<b>15,591.43</b>
<b>Total - assets</b>		<b>28,172.99</b>	<b>20,546.02</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	19	999.30	999.30
(b) Other equity	20	9,656.28	8,115.87
<b>Equity attributable to equity holders of the parent</b>		<b>10,655.58</b>	<b>9,115.17</b>
<b>Non controlling interest</b>		<b>3,916.40</b>	<b>3,552.52</b>
<b>Total equity</b>		<b>14,571.98</b>	<b>12,667.69</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	21	1,272.56	1,651.51
(b) Provisions	22	41.13	44.26
(c) Deferred tax liabilities (Net)	23	410.31	417.22
(d) Other non-current liabilities	24	-	0.87
<b>Total non-current liabilities</b>		<b>1,724.00</b>	<b>2,113.85</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	25	8,851.65	4,014.42
(ii) Trade payables	26		
(a) Total outstanding dues of Micro, Small and Medium Enterprises.		159.23	41.71
(b) Total outstanding dues other than Micro, Small and Medium Enterprises.		1,502.61	897.03
(iii) Other financial liabilities	27	625.48	147.77

**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Standalone Balance Sheet as at March 31, 2022

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
(b) Other current liabilities	28	592.44	523.84
(c) Provisions	29	29.47	39.13
(d) Current tax liabilities	23.5	116.12	100.57
<b>Total current liabilities</b>		<b>11,877.00</b>	<b>5,764.47</b>
<b>Total equity and liabilities</b>		<b>28,172.99</b>	<b>20,546.02</b>

Corporate information and significant accounting policies 1 &amp; 2

**See accompanying notes forming part of the financial statements.**

In Terms of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

For and on behalf of the Board of Directors

**Omprakash K. Gilda****Deepak S. Maliwal**

Managing Director

Director

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary

Place: Nanded  
Date: May 30, 2022





# SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED

Consolidated Statement of Profit and Loss for the year ended March 31, 2022

(₹. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>I. Income:</b>			
Revenue from operations	30	63,831.58	57,266.28
Other income	31	115.50	82.27
<b>Total income</b>		<b>63,947.08</b>	<b>57,348.56</b>
<b>II. Expenses:</b>			
Cost of materials consumed	32	45,026.03	39,456.90
Purchases of stock-in-trade	33	10,644.66	11,088.64
Changes in inventories of finished goods, work-in-progress and stock-in-trade	34	(1,669.77)	(66.16)
Employee benefits expense	35	888.11	660.33
Finance costs	36	716.31	527.84
Depreciation and amortization expense	37	273.79	252.05
Other expenses	38	5,464.71	3,902.14
<b>Total expenses</b>		<b>61,343.83</b>	<b>55,821.75</b>
<b>III. Profit before tax</b>		<b>2,603.25</b>	<b>1,526.81</b>
<b>IV. Tax expense:</b>			
(1) Current tax		654.13	364.83
(2) Deferred tax		(5.10)	8.02
(3) Tax pertaining to earlier years		-	-
<b>V. Profit for the year</b>		<b>1,954.22</b>	<b>1,153.97</b>
<b>VI. Other comprehensive income</b>			
[A] (i) Items that will not be reclassified to profit or loss			
Fair valuation of equity instruments through other comprehensive income		5.19	8.85
Remeasurement of defined benefit plan	41	(15.31)	(3.97)
(ii) Income tax relating to items that will not be reclassified to profit or loss		4.56	0.58
[B] (i) Items that will be reclassified to profit or loss		-	-
<b>Total other comprehensive income</b>		<b>(5.56)</b>	<b>5.45</b>
<b>Total Comprehensive Income for the year</b>		<b>1,948.67</b>	<b>1,159.41</b>
<b>Profit attributable to:</b>			
Owners of Shiva Global Agro Industries Ltd.		1,595.92	793.69
Non-controlling interest		358.31	360.27
<b>Other comprehensive income attributable to:</b>			
Owners of Shiva Global Agro Industries Ltd.		(7.04)	2.79
Non-controlling interest		1.48	2.66
<b>Total comprehensive income attributable to:</b>			
Owners of Shiva Global Agro Industries Ltd.		1,588.88	796.48
Non-controlling interest		359.79	362.93
<b>Profit after minority interest</b>		<b>1,588.88</b>	<b>796.48</b>

**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Statement of Profit and Loss for the year ended March 31, 2022

(₹. in Lacs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>VII. Earnings per equity share</b>	<b>39</b>		
- Basic/Diluted		15.97	7.94

Corporate information and significant accounting policies 1 &amp; 2

**See accompanying notes forming part of the financial statements.**

In term of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

For and on behalf of the Board of Directors

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

**Omprakash K. Gilda****Deepak S. Maliwal**

Managing Director

Director

Place: Nanded  
Date: May 30, 2022

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary



# SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

(₹. in Lacs)

Particulars	March 31, 2022	March 31, 2021
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	2,603.25	1,526.81
Adjustments for :		
Interest paid	716.31	527.84
Depreciation and amortization	273.79	252.05
Remeasurement of defined benefit plans	(15.31)	(3.97)
Gain on sale of property, plant and equipment	(0.87)	(1.00)
Amortization of preliminary expenses	-	0.27
Interest received	(61.63)	(19.69)
Dividend income	(2.70)	(0.31)
Gain on sale of investments	(16.17)	(1.32)
Other non-operating income	(34.14)	(60.95)
<b>Operating profit before working capital changes</b>	<b>3,462.54</b>	<b>2,219.73</b>
Changes in working capital:		
Trade and other receivables	(3,305.13)	2,785.56
Inventories	(4,338.82)	1,779.15
Trade payables and other liabilities	1,716.42	(3,316.56)
<b>Cash generated from operations</b>	<b>(2,465.00)</b>	<b>3,467.88</b>
Direct taxes paid	(662.72)	(266.52)
<b>NET CASH FLOW/(USED IN) FROM OPERATING ACTIVITIES</b>	<b>(3,127.72)</b>	<b>3,201.36</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(301.46)	(276.57)
Profit on sale of mutual funds	16.17	1.32
Investment in fixed deposit	(2.23)	(2.83)
Other non-operating income	34.14	60.95
Sale of property, plant and equipment	4.00	2.38
Investment realised/(made)	(187.86)	(33.61)
Interest received	61.63	19.69
Dividend received	2.70	0.31
<b>NET CASH / (USED IN) INVESTING ACTIVITIES</b>	<b>(372.93)</b>	<b>(228.36)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of short-term borrowings	4,840.48	(3,799.13)
Repayment of long-term borrowings	(889.99)	1,768.76
Repayment of unsecured loans	47.14	(116.76)
Interest paid	(716.31)	(527.84)
Dividend paid including tax thereon	(49.97)	(1.38)
<b>NET CASH FROM/(USED IN) FINANCING ACTIVITIES</b>	<b>3,231.34</b>	<b>(2,676.35)</b>



# SHIVA GLOBAL AGRO INDUSTRIES LIMITED, Nanded

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

(₹. in Lacs)

Particulars	March 31, 2022	March 31, 2021
<b>D Net Increase in Cash and Cash Equivalents</b>	<b>(269.30)</b>	<b>296.66</b>
<b>E Cash and Cash Equivalents at the beginning of the year</b>	<b>451.64</b>	<b>154.98</b>
<b>F Cash and Cash Equivalents at the end of the year</b>	<b>182.34</b>	<b>451.64</b>

**Notes:**

Cash Flow Statement has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 on Cash Flow Statements. Cash and cash equivalents in the Cash Flow Statement comprise cash at bank and in hand, demand deposits and cash equivalents which are short-term and held for the purpose of meeting short-term cash commitments.

As per our report of even date  
**For Falor Jhavar Khatod & Co.**  
 Chartered Accountants  
 Firm Registration No.: 104223W

**CA Jaiprakash S. Falor**  
 Partner  
 Membership No. 043337

Place: Nanded  
 Date: May 30, 2022

For and on behalf of the Board of Directors

**Omprakash K. Gilda**  
 Managing Director

**Deepak S. Maliwal**  
 Director

**Umesh O. Bang**  
 Chief Financial Officer

**Rashmi G. Agrawal**  
 Company Secretary

**SHIVA GLOBAL AGRO INDUSTRIES LIMITED, NANDED**

Consolidated Statement of Changes in Equity the year ended March 31, 2022

**a. Equity share capital**

PARTICULARS	Numbers of Share	amount In RS.
Balance as at April 01, 2020	99,93,000	999.93
Add: Equity shares allotted during the year	-	-
Balance as at March 31, 2021	99,93,000	999.93
Add: Equity shares allotted during the year	-	-
Balance as at March 31, 2022	99,93,000	999.93

**b. Other equity**

(₹. in Lacs)

Particulars	Reserves & Surplus				Items of other comprehensive income		Total
	Capital Reserves	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through OCI	Remeasurements of benefit plan	
<b>Balance as on April 01, 2020</b>	<b>443.35</b>	<b>1,885.50</b>	<b>429.88</b>	<b>4,561.89</b>	<b>6.10</b>	<b>(7.33)</b>	<b>7,319.39</b>
Profit for the period	-	-	-	793.69	-	-	<b>793.69</b>
Other comprehensive income for the year, net of income tax	-	-	-	-	6.43	(3.64)	<b>2.79</b>
<b>Total comprehensive income for the year</b>	<b>443.35</b>	<b>1,885.50</b>	<b>429.88</b>	<b>5,355.59</b>	<b>12.53</b>	<b>(10.97)</b>	<b>8,115.87</b>
Transfer to general reserve	-	-	15.73	(15.73)	-	-	-
Items that reclassified from OCI to retained earnings	-	-	-	0.09	(0.09)	-	-
<b>Balance as on March 31, 2021</b>	<b>443.35</b>	<b>1,885.50</b>	<b>445.60</b>	<b>5,339.95</b>	<b>12.44</b>	<b>(10.97)</b>	<b>8,115.87</b>
Profit for the period	-	-	-	1,595.92	-	-	<b>1,595.92</b>
Other comprehensive income for the year, net of income tax	-	-	-	-	7.51	(10.29)	<b>(2.78)</b>
<b>Total comprehensive income for the year</b>	<b>443.35</b>	<b>1,885.50</b>	<b>445.60</b>	<b>6,935.86</b>	<b>19.95</b>	<b>(21.27)</b>	<b>9,709.00</b>
Transfer to general reserve	-	-	20.73	(20.73)	-	-	-
Less: Dividend	-	-	-	(49.97)	-	-	<b>(49.97)</b>
Items that reclassified from OCI to retained earnings	-	-	-	3.39	(6.15)	-	-
<b>Balance as on March 31, 2022</b>	<b>443.35</b>	<b>1,885.50</b>	<b>466.33</b>	<b>6,868.56</b>	<b>13.81</b>	<b>(21.27)</b>	<b>9,659.04</b>

In terms of our report attached  
**For Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

Place: Nanded  
Date: May 30, 2022

For and on behalf of the Board of Directors

**Omprakash K. Gilda**  
Managing Director

**Deepak S. Maliwal**  
Director

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### 1. GENERAL INFORMATION

Shiva Global Agro Industries Limited, having corporate office in Nanded, Maharashtra, India, incorporated under provisions of The Companies Act, 2013. The company is a public limited company and listed on the Bombay Stock Exchange Limited. The company is engaged in manufacturing and trading of fertilizers. These are Company's consolidated financial statements. The Company also prepared consolidated financial statements separately. The financial statements for the year ended March 31, 2022 were authorized and approved for issue by the Board of Directors on May 30, 2022.

#### 1.1 STATEMENT OF COMPLIANCE:

The consolidated financial statements which comprise the Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows, and the Statement of Changes in Equity ("financial statements") have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Section 133 of the Companies Act, 2013 ("the Act"), Companies (Indian Accounting Standards) Rules, 2015, along with relevant amendment rules issued thereafter and other relevant provisions of the Act, as applicable. The Company has consistently applied accounting policies to all periods.

#### 1.2 BASIS FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS:

The consolidated financial statements include accounts of Shiva Global Agro Industries Limited ("the Company") and its subsidiaries Ghatprabha Fertilizers Private Limited, Shiva-Parvati Poultry Feed Private Limited and Shrinivasa Agro Foods Private Limited; all together referred to as 'the Group'..

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, and on accrual basis. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except leasing transactions that are within the scope of Ind AS 116, and

measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, a number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has an established control framework with respect to the measurement of fair values.

Fair value categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices)

Level 3: Unobservable inputs for the asset or liability.

Based on the nature of activities of the Company and the average time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

#### 1.3 BASIS OF CONSOLIDATION

The Group consolidates entities which it owns or controls. Control exists when the parent has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over the entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Subsidiaries are consolidated from the date control commences until the date control ceases.

The financial statements of the Group companies are consolidated on a line-by-line basis and intra-Group balances and transactions including unrealized gain / loss from such transactions are eliminated upon consolidation. These financial statements are prepared by applying uniform accounting policies in use at the Group. Non-controlling interests which represent part of the net profit or loss and net assets of subsidiaries that are not, directly or indirectly, owned or controlled by the Group, are excluded. Non Controlling Interest's share of profit / loss of consolidated subsidiaries for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the Company. Non Controlling Interest's share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet separate from liabilities and the equity of the Company's shareholders.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing



control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Company.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable Ind AS). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under Ind AS 109, or, when applicable, the cost on initial recognition of an investment in an associate.

#### **1.4 FUNCTIONAL AND PRESENTATION CURRENCY:**

Items included in the consolidated financial statements of the Group are measured using the currency of the primary economic environment in which the entity operates (i.e., the "functional currency"). The financial statements are presented in Indian Rupee (₹), the national currency of India, which is the functional currency of the Group and rounded to the nearest Lakhs.

The consolidated financial statements have been prepared and presented using Indian Rupees (Rs.) which is Group's functional and presentation currency.

#### **1.5 USE OF ESTIMATES:**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, the disclosures of contingent liabilities at that date of the financial statements and the reported amounts of revenues and expenses during the year.

Application of accounting policies that require complex and subjective judgements and the use of assumptions in these financial statements are disclosed below:

##### **1. Recognition of revenue**

2. Subsidy income and related receivables
3. Estimation of net realizable value of inventories
4. Leases
5. Recognition of Deferred tax liability
6. Measurement of defined benefit obligation: key actuarial assumptions.
7. Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.
8. Estimation of useful life of property, plant and equipments and intangible assets
9. Estimation of current tax expenses and payable.

Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from these estimates. Appropriate changes in estimates are made as and when management becomes aware of changes in circumstances surrounding the estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods and, if material, their effects are disclosed in the notes to financial statements.

#### **NOTE 2: SIGNIFICANT ACCOUNTING POLICIES:**

#### **2.1 PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION:**

##### **i) Recognition & Measurement:**

Property, Plant & Equipment are stated at original cost net of tax/ duty credits availed, if any, less accumulated depreciation and impairment losses, if any. Cost comprises of the acquisition price/construction cost, including any non-refundable taxes or levies, cost of borrowings till the date of capitalization in the case of assets involving material investment and substantial lead time and any directly attributable expenditure incurred in bringing the asset to its working condition for the intended use by management. Further any trade discounts and rebates are deducted. Property, plant and equipment not ready for intended use as on the date of balance sheet are disclosed as "Capital work-in-progress" at cost less impairment losses, if any.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other cost directly attributable to bringing the item to working condition for its intended use.

##### **ii) Subsequent cost:**

Subsequent expenditure related to an item of property, plant and equipment is added to its carrying amount only if it increases the future economic benefits from the existing assets beyond its previously assessed standard of performance and such costs of the item can be measured reliably. All other subsequent cost are charged to the Statement of profit and loss at the time of incurrence.

**iii) Depreciation:**

Property, plant & equipment, other than Freehold Land, are depreciated on a pro-rata basis on the Straight-Line method as per the estimated useful life specified in Schedule II of the Companies Act, 2013 from the date the asset is ready to put to use.

The residual values, useful lives and methods of depreciation of property plant and equipment are reviewed by management at each reporting date and adjusted prospectively, as appropriate.

**iv) Capital work-in-progress**

Cost of property, plant and equipment not ready for use as at the reporting date are disclosed as capital work-in-progress.

**v) Derecognition:**

An item of property, plant and equipment is derecognized either when they have been disposed of or when no future economic benefit is expected to arise from the continued use of the asset. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in statement of profit and loss in the year of de-recognition.

**2.2 INVESTMENT PROPERTIES**
**i) Recognition & Measurement:**

Investment properties are properties held to earn rentals or for capital appreciation, or both. Investment properties are measured initially at their cost of acquisition, including transaction costs. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the asset will flow to the Company. All other repair and maintenance costs are recognized in Statement of profit and loss as incurred. Properties held under leases are classified as investment properties when it is held to earn rentals or for capital appreciation or for both, rather than for sale in the ordinary course of business or for use in production or administrative functions. In case of subleases, where the Company is immediate lessor, the right of use arising out of related sub leases is assessed for classification as investment property.

**ii) Subsequent measurement :**

Investment properties are subsequently measured at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation on investment properties is provided on the straight-line method over the lease period of the right-of-use assets.

Though, the Company measures investment properties using cost based measurement, the fair value of investment property is disclosed in the notes.

**iii) Depreciation :**

Depreciation on Investment property, wherever applicable, is provided on prorata basis using Straight Line Method as per the estimated useful lives,

prescribed in Schedule II to the Companies Act, 2013.

**iv) Transfers :**

Transfer to investment property is made when there is a change in use of property, evidenced by end of owner-occupation, for a transfer from owner-occupied property to investment property.

**v) De-recognition :**

Investment properties are derecognized either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in statement of profit and loss in the year of de-recognition.

**2.3 INTANGIBLE ASSETS:**
**i) Recognition & Measurement:**

Intangible Assets are stated at acquisition cost and other costs incurred, which is attributable to prepare the asset for its intended use, less accumulated amortization and impairment losses, if any.

**ii) Subsequent recognition:**

Expenditure is capitalized only if it is probable that future economic benefits associated with the expenditure will flow to the entity and such costs can be measured reliably. All other expenditure shall be recognized in profit or loss as incurred.

**iii) Amortisation:**

Intangible Assets are amortized on the basis of Straight-Line method. Specified software purchased is amortized over their estimated useful lives.

**iv) Derecognition:**

An intangible asset is derecognized either when they have been disposed of or when no future economic benefit is expected to arise from the continued use of the asset. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in statement of profit and loss in the year of de-recognition.

**2.4 IMPAIRMENT :**

The carrying amount of Property, plant & equipment, Investment properties and Intangible assets are reviewed at each balance sheet date to assess impairment if any, based on internal/external factors. An asset is treated as impaired, when the carrying cost of asset exceeds its recoverable value, being higher of value in use and net selling price. An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired.

**2.5 LEASES**

Leases under which the Company assumes substantially all the risks and rewards of ownership are classified as

finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized in finance costs in the statement of profit and loss. Other leases are treated as operating leases, with payments are recognized as expense in the statement of profit & loss on a straight-line basis over the lease term.

## **2.6 FINANCIAL INSTRUMENTS:**

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

### **Financial assets**

#### **i. Recognition and initial measurement:**

Trade receivables and debt instruments are initially recognised when they are originated. All other financial assets are initially recognised when the Company becomes a party to the contractual provisions of the instrument. All financial assets are initially measured at fair value plus, for an item not at fair value through Statement of profit and loss, transaction costs that are attributable to its acquisition or use.

#### **ii. Classification and subsequent measurement** **Classification for the purpose of initial recognition, the Company classifies its financial assets in following categories:**

- Financial assets measured at amortised cost;
- Financial Asset Measured at fair value through other comprehensive income ('FVTOCI'); or
- Financial asset measured at fair value through Statement of profit and loss ('FVTPL').

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset being 'debt instrument' is measured at the amortised cost if both of the following conditions are met:

- The financial asset is held within a business model whose objective is to hold assets for collecting contractual cash flows

- The contractual terms of the financial asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest ('SPPI') on the principal amount outstanding.

A financial asset being 'debt instrument' is measured at the FVTOCI if both of the following criteria are met:

- The asset is held within the business model, whose objective is achieved both by collecting contractual cash flows and selling the financial assets, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

A financial asset being equity instrument is measured at FVTPL. All financial assets not classified as measured at amortised cost or FVTOCI as described above are measured at FVTPL.

#### **ii. Subsequent measurement**

Financial assets at amortised cost. These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses, if any. Interest income and impairment are recognised in the Statement of profit and loss. Financial assets at FVTPL These assets are subsequently measured at fair value. Net gains and losses, including any interest income, are recognised in the Statement of profit and loss.

#### **iii. Derecognition:**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset. Any gain or loss on derecognition is recognised in the Statement of profit and loss.

#### **iv. Impairment of financial assets (Other than at fair value):**

The Company recognises loss allowances using the Expected Credit Loss ('ECL') model for the financial assets which are not fair valued through Statement of profit and loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition, in which case those financial assets are measured at lifetime ECL. The changes (incremental or reversal) in loss allowance computed using ECL model,

are recognised as an impairment gain or loss in the Statement of profit and loss.

**v. Investments in subsidiaries:**

On initial recognition, these investments are recognized at fair value plus any directly attributable transaction cost. Subsequently, they are measured at cost.

**Financial liabilities**

**I. Recognition and initial measurement :**

All financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument. All financial liabilities are initially measured at fair value minus, for an item not at fair value through Statement of profit and loss, transaction costs that are attributable to the liability.

**II. Classification and subsequent measurement:**

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the Statement of profit and loss.

Financial liabilities other than classified as FVTPL, are subsequently measured at amortised cost using the effective interest method. Interest expense are recognised in Statement of profit and loss. Any gain or loss on derecognition is also recognised in the Statement of profit and loss.

**III. Derecognition:**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in the Statement of profit and loss.

**IV. Offsetting of financial instruments:**

Financial assets and financial liabilities are offset and the net amount presented in the Balance Sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the assets and settle the liabilities simultaneously.

**V. Derivative financial instruments:**

The Company holds derivative financial instruments to hedge its interest rate risk exposures. Such derivative financial instruments are initially recognised at fair

value. Subsequent to initial recognition, derivatives are measured at fair value, and changes therein are recognized in Statement of profit and loss. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

**2.7 SEGMENT REPORTING POLICIES:**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. Chief operating decision maker considers the business activities in terms of nature of products i.e. manufacturing/ marketing of fertilisers & other seeds and agricultural commodities. The analysis of geographical segments is based on the locations of customers. (refer note 48).

**Segment Accounting Policies**

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting financial statements of the Company as a whole.

**2.8 INVENTORIES :**

Inventories are valued at the lower of Cost and Net Realisable Value.

**The Cost is determined as follows:**

- a) Raw materials and Store and Spares: cost includes cost of purchase including non-refundable taxes and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on First in first out (FIFO) method.
- b) Finished goods and work in progress: cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity, but excluding borrowing costs. Cost is determined on weighted average method.
- c) Traded goods: cost includes cost of purchase including non-refundable taxes and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on First in first out (FIFO) method.

Materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

Net Realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

**2.9 CASH & CASH EQUIVALENTS:**

Cash comprises cash on hand, in bank and demand deposits with banks and with financial institutions. The Company considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents. Such cash

equivalents are subject to insignificant risk of changes in value.

Cash flows are reported using indirect method, whereby profit / (loss) after tax is adjusted for the effects of transaction of non- cash nature and any deferrals or accruals of past or future cash receipts or payments for the year. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

## **2.10 PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS:**

- i) Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When a provision is expected to be reimbursed, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.
- ii) If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as finance cost.
- iii) Contingent liabilities disclosed for
  - a. A possible obligation that arises from the past events and whose existence will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
  - b. Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
- iv) Contingent assets are neither recognized nor disclosed in the financial statements.

## **2.11 EMPLOYEES BENEFITS:**

### **i) Short-term Employee Benefits:**

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.

### **ii) Post Employment Benefits:**

#### **1. Defined Contribution Plan:**

Company's contributions paid/ payable during the year towards provident fund, pension scheme and employees' state insurance ('ESI') scheme are recognized in the statement of profit and loss each year when employees have rendered service entitling them to the contributions.

### **2. Defined Benefit plan:**

Company's liability towards gratuity in accordance with the Payment of Gratuity Act, 1972 is determined based on actuarial valuation using the Projected Unit Credit Method (PUCM) as at the reporting date.

### **iii) Other Long Term Employee Benefits:**

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

All actuarial gains/losses in respect of post employment benefits and other long term employee benefits are charged to Other Comprehensive Income.

## **2.12 REVENUE RECOGNITION:**

a) The Group derives revenues primarily from manufacturing & trading of Fertilizers, poultry feed , crude oil and trading in other agricultural products.

Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts. Revenue is recognized on the basis of dispatches in accordance with the terms of sale when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of the goods can be estimated reliably, there is no continuing effective control over, or managerial involvement with, the goods, and the amount of revenue can be measured reliably.

Revenue is also recognized on sale of goods in case where the delivery is kept pending at the instance of the customer, as the performance obligation has been satisfied and control are transferred and customer takes title and accepts billing as per usual payment terms.

b) The Company recognizes subsidy income as per Ind AS 20 'Accounting for Government Grants and Disclosure of Government Assistance' on the basis of the rates notified from time to time by the Government of India in accordance with the Nutrient Based Subsidy (NBS) policy on the quantity of fertilizers sold by the Company for the period for which notification has been issued and for the remaining period, based on estimates, when there is a reasonable assurance that the Company will comply with all necessary conditions attached to Subsidy.

As required by Ind AS 20, the Company matches subsidy income with related costs which the subsidy is intended to compensate and accordingly, subsidy income is recognized over a period on a systematic basis to match it with the related costs and on satisfaction of relevant conditions.

c) Income from services rendered is recognized based on the agreements/arrangements with the concerned



parties and when services are rendered by measuring progress towards satisfaction of performance obligation for such services.

### **2.13 OTHER INCOME :**

- i) Dividend income from investments is recognized when right to receive is established.
- ii) Interest income is recognized on a time proportion basis taking into account the amount outstanding and transactional interest rate applicable.
- iii) Rental income from investment properties and subletting of properties is recognized on a time proportion basis over the term of the relevant leases.

### **2.14 BORROWING COSTS :**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

### **2.15 FOREIGN CURRENCY TRANSACTIONS:**

#### **i) Initial Recognition**

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction or at rates that closely approximate the rate at the date of transactions.

#### **ii) Subsequent Recognition**

Foreign currency monetary items of the Company are restated at the closing exchange rates.

Gains and losses arising on settlement and restatement of foreign currency denominated monetary assets and liabilities are recognized in the statement of profit and loss

### **2.16 EXCEPTIONAL ITEM:**

Significant gains/losses or expenses incurred arising from external events that is not expected to recur are disclosed as 'Exceptional item'.

### **2.17 INCOME TAX:**

Income tax comprises current and deferred tax. It is recognized in profit or loss except to the extent that it relates to other comprehensive income.

#### **i) Current tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustments to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if

any, related to income taxes. It is measured using tax rates (and tax laws) enacted for the relevant reporting period.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognized amounts, and it is intended to realize the asset and settle the liability on a net basis.

#### **ii) Deferred tax**

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purpose. Deferred tax is recognized in respect of carried forward losses and tax credits. Deferred tax is not recognized for temporary differences arising on the initial recognition (other than in a business combination) of assets or liabilities in a transaction that affects neither accounting nor taxable profit or loss at the time of transaction.

Deferred tax assets and liabilities are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets unrecognized or recognized, are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

### **2.18 EVENTS AFTER THE REPORTING PERIOD:**

Adjusting events are events that provide further evidence of conditions that existed at the end of the reporting period. The financial statements are adjusted for such events before authorisation for issue. Non-adjusting events are events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the reporting date are not accounted, but disclosed if material.

### **2.19 EARNINGS PER SHARE:**

Basic earnings per shares has been calculated by dividing profit for the year attributable to equity shares holders by the weighted average number of equity shares outstanding during the financial year. The Company has not issued any potential equity shares and accordingly, the basic earnings per share and diluted earnings per shares are the same.



**Notes forming part of the financial statements**
**3. Property, Plant and equipment**

(₹ in Lacs)

Particular	Gross Block (At Deemed Cost)				Depreciation				Net Block	
	As on 01/04/2021	Additions	Disposal/ Other Adjustments	As on 31/03/2022	As on 01/04/2021	For the Year	Disposal/ Other Adjustments	As on 31/03/2022	As on 31/03/2022	As on 31/03/2021
<b>Owned assets</b>										
Land	359.78	10.63	250.85	119.56	-	-	-	-	119.56	359.78
Buildings	2,003.18	86.14	216.53	1,872.78	355.67	83.01	1.20	437.48	1,435.30	1,647.50
Godown	48.48	-	-	48.48	1.56	-	-	1.56	46.92	46.92
Plant and equipments	2,488.32	68.75	-	2,557.07	513.95	129.81	-	643.76	1,913.31	1,974.37
Electrical installation	182.93	-	-	182.93	105.67	12.82	-	118.50	64.44	77.26
Lab equipments	14.13	0.50	-	14.63	6.92	0.94	-	7.85	6.78	7.22
Furniture and fixtures	19.20	-	-	19.20	16.70	0.73	-	17.43	1.77	2.50
Vehicles	262.64	38.76	9.86	291.54	127.53	31.55	6.73	152.35	139.19	135.11
Office equipments	25.34	2.11	-	27.45	19.10	2.64	-	21.75	5.70	6.24
Computer	15.16	16.52	-	31.68	7.30	5.74	-	13.04	18.64	7.86
Fire fighting equipment	12.17	-	-	12.17	1.84	0.50	-	2.34	9.84	10.34
<b>Total</b>	<b>5,431.33</b>	<b>223.41</b>	<b>477.24</b>	<b>5,177.50</b>	<b>1,156.24</b>	<b>267.74</b>	<b>7.93</b>	<b>1,416.06</b>	<b>3,761.44</b>	<b>4,275.09</b>

(₹ in Lacs)

Particular	Gross Block (At Deemed Cost)				Depreciation			Net Block	
	As on 01/04/2020	Additions	Disposal/ Other Adjustments	As on 31/03/2021	As on 01/04/2020	For the Year	Disposal/ Other Adjustments	As on 31/03/2021	As on 31/03/2020
<b>Owned assets</b>									
Land	355.78	4.00	-	359.78	-	-	-	359.78	355.78
Buildings	1837.01	166.17	-	2003.18	277.31	78.37	-	1,647.50	1,559.70
Godown	48.48	-	-	48.48	1.56	-	-	46.92	46.92
Plant and equipments	2,177.45	310.87	-	2,488.32	401.45	112.50	-	1,974.37	1,776.37
Electrical installation	180.94	1.99	-	182.93	87.22	18.46	-	77.26	93.73
Lab equipments	14.13	-	-	14.13	5.37	1.55	-	7.22	8.77
Furniture and fixtures	19.20	-	-	19.20	15.24	1.46	-	2.50	3.95
Vehicles	272.92	-	10.28	262.64	102.76	33.68	8.91	135.11	170.16
Office equipments	23.26	2.08	-	25.34	16.73	2.37	-	6.24	6.53
Computer	6.08	9.08	-	15.16	2.27	2.02	-	7.86	0.80
Fire fighting equipment	12.17	-	-	12.17	1.33	0.50	-	10.34	10.84
<b>Total</b>	<b>4,947.42</b>	<b>494.19</b>	<b>10.28</b>	<b>5,431.37</b>	<b>915.24</b>	<b>250.91</b>	<b>8.91</b>	<b>4,275.09</b>	<b>4,033.18</b>

3.1: Refer Note 25.1 for details of assets pledged.

3.2: The Company has not revalued any of its Property, Plant and Equipment during the year.

3.3: Interest Capitalised during the year nil (2021: Nil).

3.4: Details of immovable properties whose title deeds are not held in the name of the Subsidiary company viz. M/s Shrinivasa Agro Foods Private Limited.

Description of Property	Gross Carrying value	Title deeds held in name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since	Reason for not being held in the name of the company
Land	6.37	Shriram U. Medewar	Director of the Subsidiary Company	Beginning	Since, the land is agricultural land, it is in name of director.

#### 4. Right-of-use assets (₹ in Lacs)

Particular	Gross Block (At Deemed Cost)				Depreciation				Net Block	
	As on 01/04/2021	Additions	Disposal/ Other Adjustments	As on 31/03/2022	As on 01/04/2021	For the Year	Disposal/ Other Adjustments	As on 31/03/2022	As on 31/03/2022	As on 31/03/2021
Leasehold Land	14.08	-	-	14.08	-	-	-	-	14.08	14.08
Leasehold Buildings	11.46	-	-	11.46	1.18	0.39	-	1.57	9.88	10.27
<b>Total right-of-use assets</b>	<b>25.54</b>	<b>-</b>	<b>-</b>	<b>25.54</b>	<b>1.18</b>	<b>0.39</b>	<b>-</b>	<b>1.57</b>	<b>23.96</b>	<b>24.35</b>

  

Particular	Gross Block (At Deemed Cost)				Depreciation				Net Block	
	As on 01/04/2020	Additions	Disposal/ Other Adjustments	As on 31/03/2021	As on 01/04/2020	For the Year	Disposal/ Other Adjustments	As on 31/03/2021	As on 31/03/2021	As on 31/03/2020
Leasehold Land	14.08	-	-	14.08	-	-	-	-	14.08	14.08
Leasehold Buildings	11.46	-	-	11.46	0.79	0.39	-	1.18	10.27	10.66
<b>Total right-of-use assets</b>	<b>25.54</b>	<b>-</b>	<b>-</b>	<b>25.54</b>	<b>0.79</b>	<b>0.39</b>	<b>-</b>	<b>1.18</b>	<b>24.35</b>	<b>24.74</b>

## 5. Capital work in progress

(₹ in Lacs)

CWIP	Amount of CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress Plant and Machinery	78.06	-	-	-	78.06
Projects temporarily Suspended	-	-	-	-	-
	78.06				78.06

Particular	Gross Block (At Deemed Cost)				Depreciation			Net Block	
	As on 01/04/2021	Additions	Deletions/Adjustment	As on 31/03/2022	As on 01/04/2021	For the Year	Deletions	As on 31/03/2022	As on 31/03/2021
Capital work in progress	-	78.06	-	78.06	-	-	-	78.06	-
<b>Total</b>	-	78.06	-	78.06	-	-	-	78.06	-

Particular	Gross Block (At Deemed Cost)				Depreciation			Net Block	
	As on 01/04/2020	Additions	Deletions	As on 31/03/2021	As on 01/04/2020	For the Year	Deletions	As on 31/03/2021	As on 31/03/2020
Capital work in progress	217.62	-	217.62	-	-	-	-	-	217.62
<b>Total</b>	217.62	-	217.62	-	-	-	-	-	217.62

**6. Investment Property**

(₹ in Lacs)

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2021	Additions	Deletions	As on 31/03/2022	For the Year	Deletions	As on 31/03/2022	As on 31/03/2021
<b>Leased assets</b>								
Building	0.10	-	-	0.10	0.00*	-	0.09	0.09
<b>Owned assets</b>								
Land	25.35	250.85	-	276.20	-	-	276.20	25.35
Building	-	215.34	-	215.34	4.90	-	210.44	-
<b>Total</b>	<b>25.46</b>	<b>466.19</b>	<b>-</b>	<b>491.64</b>	<b>4.90</b>	<b>-</b>	<b>486.73</b>	<b>25.45</b>

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2020	Additions	Deletions	As on 31/03/2021	For the Year	Deletions	As on 31/03/2021	As on 31/03/2020
<b>Leased assets</b>								
Building	0.10	-	-	0.10	0.00*	-	0.09	0.10
<b>Owned assets</b>								
Land	25.35	-	-	25.35	-	-	25.35	25.35
<b>Total</b>	<b>25.46</b>	<b>-</b>	<b>-</b>	<b>25.46</b>	<b>0.00</b>	<b>-</b>	<b>25.45</b>	<b>25.45</b>

**6.1** The Company's investment properties consist of commercial properties located at Nanded and Agricultural land located at Ubbarwadi Taluka Dist. Belgaon, Karnataka. The management has determined that the investment properties consist of two classes of assets - land and building.

\* Less than a thousand



(₹ in Lacs)

6.2 Information regarding income and expenditure of Investment Property	31.03.2022	31.03.2021
Rental income derived from investment properties	20.90	0.60
Less: Direct operating expenses (including repairs and maintenance) generating rental income	0.75	0.15
Less: Direct operating expenses (including repairs and maintenance) that did not generate rental income	-	-
Profit arising from investment properties before depreciation and indirect expenses	20.15	0.45
Less: Depreciation	4.90	0.00*
Profit arising from investment properties	15.25	0.44

\* Less than a Thousand

**6.3** Company undertakes expenditure towards Maintenance for upkeep of its properties which also covers the portion relating to Investment Property. The same being not material no separate disclosure of contracts entered into for maintenance of investment property is given.

**6.4** As at 31 March 2022, the fair values of the properties is Rs.776.61 Lacs (P.Y. Rs.216.6 Lacs). These valuations are based on government stamp duty valuations and has been worked out by the management based on the information and a study of the micro market in discussions with industry experts, local brokers and regional developers.

**6.5** Refer Note 25.1 for details of assets pledged.

**6.6 Fair value disclosures for investment properties is detailed below:**

(₹ in Lacs)

Reconciliation of Fair value	31.03.2022	31.03.2021
<b>Land</b>		
Opening Balance	111.21	111.21
Fair Value	303.19	111.21
Fair Value difference	191.98	-
Closing Balance	303.19	111.21
<b>Building</b>		
Opening Balance	-	-
Fair Value	415.88	-
Fair Value difference	415.88	-
Closing Balance	415.88	-
<b>Leasehold Building</b>		
Opening Balance	105.39	105.39
Fair Value	57.54	105.39
Fair Value difference	(47.85)	-
Closing Balance	57.54	105.39
<b>Total</b>		
Opening Balance	216.60	216.60
Fair Value	776.61	216.60
Fair Value difference	560.01	-
Closing Balance	776.61	216.60



## 7. Other intangible assets

(₹ in Lacs)

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2021	Additions	Deletions/ Adjustment	As on 31/03/2022	As on 01/04/2021	For the Year	As on 31/03/2022	As on 31/03/2021
<b>Owned Assets</b>								
Computer Software	5.28	-	-	5.28	3.81	0.75	4.56	1.47
<b>Total</b>	<b>5.28</b>	<b>-</b>	<b>-</b>	<b>5.28</b>	<b>3.81</b>	<b>0.75</b>	<b>4.56</b>	<b>1.47</b>

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2020	Additions	Deletions/ Adjustment	As on 31/03/2021	As on 01/04/2020	For the Year	As on 31/03/2021	As on 31/03/2020
<b>Owned Assets</b>								
Computer Software	3.28	2.00	-	5.28	3.06	0.75	3.81	0.22
<b>Total</b>	<b>3.28</b>	<b>2.00</b>	<b>-</b>	<b>5.28</b>	<b>3.06</b>	<b>0.75</b>	<b>3.81</b>	<b>0.22</b>

## 8. Other intangible assets under development

(₹ in Lacs)

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2021	Additions	Deletions/ Adjustment	As on 31/03/2022	As on 01/04/2021	For the Year	As on 31/03/2022	As on 31/03/2021
Product Development expenses	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Particular	Gross Block (At Deemed Cost)			Depreciation			Net Block	
	As on 01/04/2020	Additions	Deletions/ Adjustment	As on 31/03/2021	As on 01/04/2020	For the Year	As on 31/03/2021	As on 31/03/2020
Product Development expenses	2.00	-	2.00	-	-	-	-	2.00
<b>Total</b>	<b>2.00</b>	<b>-</b>	<b>2.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2.00</b>



## 9. Non-current investments

(₹ in Lacs)

	Face Value	Unit as at		Value as at	
		31.03.2022	31.03.2021	31.03.2022	31.03.2021
<b>Investments at cost</b>					
<b>Investment in unquoted equity Instruments</b>					
Salasar Cotspin Pvt. Ltd	100	1,50,000	-	150.00	-
<b>Quoted equity instruments</b>					
<b>Investments in fully paid quoted equity instruments at FVTOCI</b>					
Gujarat State Fertilizers & Chemicals Limited	2	500	500	0.81	0.41
Aditya Birla Fashion and Retail Limited	10	171	171	0.52	0.34
Aditya Birla Capital Limited	10	68	68	0.07	0.08
Grasim Industries Limited	2	49	49	0.82	0.71
Zuari Global Limited	10	100	100	0.18	0.08
Zuari Agro Chemicals Limited	10	100	100	0.13	0.09
Rashtriya Chemicals & Fertilizers Limited	10	1,100	1,100	0.09	0.85
Coromandel International Limited	2	1,709	1,709	11.99	13.23
Nagarjuna Fertilizers & Chemicals Limited	1	550	550	0.07	0.03
Nagarjuna Oil Refinery Limited	1	500	500	0.00	0.00
Union Bank of India Limited	10	2,321	22,321	1.45	8.08
Deepak Fertilisers & Petrochemicals Corporation Limited	10	50	50	0.28	0.11
Bayer CropScience Limited	10	13	13	0.65	0.69
Kaveri Seed Company Limited	10	250	250	1.37	1.28
Rallis India Limited	1	-	100	-	0.25
Himadri Speciality Chemical Limited	1	-	1,000	-	0.42
Vodafone Idea Limited	10	-	1,000	-	0.09
Tata Power Company Limited	1	1,000	1,000	2.39	1.03
Power Finance Corporation Limited	10	-	100	-	0.11
Manglam Organics Limited	10	-	100	-	0.52
Larson & Turbo Limited	2	-	100	-	1.42
J.B.Chemicals & Pharmaceuticals Limited	2	-	100	-	1.25
ITC Limited	1	-	1,100	-	2.40
Infosys Limited	5	545	545	10.39	6.02
Indian Railway Finance Corporation Limited	10	-	1,000	-	0.23
Indian Energy Exchange Limited	1	-	100	-	0.02
Aarti Industries Limited	5	-	100	-	1.32
Affle India Limited	10	150	10	1.89	0.55
Avenue Supermarts Limited	10	110	10	4.40	0.29
Berger Paints Limited	1	-	100	-	0.77
Bharti Airtel Limited	5	-	200	-	1.03
Bharat Heavy Electricals Limited	2	-	10,000	-	4.88
Biocon Limited	5	250	250	0.84	1.02
Britannia Industries Limited	1	-	20	-	0.73
BSE Limited	2	-	100	-	0.57
Cadila Healthcare Limited	1	-	225	-	0.99
Central Depository Services (India) Limited	10	-	100	-	0.66
Computer Age Management Services Limited	10	25	100	0.58	0.18
Deepak Nitrite Limited	2	-	100	-	1.66
Happiest Minds Technologies Limited	2	130	200	1.37	1.08
IDFC First Bank Limited	10	-	5,000	-	2.79
Indiamart InterMesh Limited	10	-	10	-	0.77
Alembic Pharma Limited	2	1,000	-	7.42	-
Bharat Petroleum Corporation Limited	10	2,100	-	7.55	-
Colgate Palmolive Limited	1	1,000	-	15.42	-
Dixon Technology India Limited	2	100	-	4.31	-
Indian Railtours Corporation Limited	2	500	-	3.87	-
Route Mobile Limited	10	1,250	-	19.28	-
Syngene International	10	1,000	-	5.98	-
Tata ELX Si (I) Limited	10	100	-	8.84	-



## 9. Non-current investments

(₹ in Lacs)

	Face Value	Unit as at		Value as at	
		31.03.2022	31.03.2021	31.03.2022	31.03.2021
<b>Investment in Debentures</b>					
<b>Quoted debt instruments</b>					
5.5% Debentures of Britannia Industries Ltd.	29	220	-	0.06	-
<b>Investment in Govt. Securities at amortised cost</b>					
National Savings Certificate		-	-	-	0.33
<b>Total</b>				<b>263.00</b>	<b>59.37</b>
<b>Aggregate amount of quoted investments and market value thereof</b>				<b>113.00</b>	<b>59.04</b>
<b>Aggregate amount of unquoted investments</b>				<b>150.00</b>	<b>0.33</b>

## 10. Other non-current financial assets

(₹ in Lacs)

(Unsecured, considered good)	As at 31.03.2022	As at 31.03.2021
Non-current bank balances		
Long-term deposits with banks having maturity period more than 12 months		
- In fixed deposit accounts	19.58	19.58
Deposit*	143.15	137.81
<b>Total</b>	<b>162.72</b>	<b>157.39</b>

\*Security deposits (which meet the definition of a financial asset as per Ind AS 32) have been included in 'other financial assets' line item as per amended Schedule III of the Companies Act, 2013. Previously, these deposits were included in 'loans' line item.

## 11. Other non-current assets

(₹ in Lacs)

(Unsecured, considered good)	As at 31.03.2022	As at 31.03.2021
Capital advances	-	4.49
Other advances		
Advances to suppliers and others	154.95	338.27
Others	480.57	68.71
<b>Total</b>	<b>635.52</b>	<b>411.47</b>

## 12. Inventories

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Raw materials	4,855.04	2,650.65
Raw materials in transit	434.73	58.69
Work-in-progress	202.10	132.99
Finished goods	3,619.00	3,033.45
Stock-in-trade	2,513.95	1,498.84
Stores and packing materials	767.67	679.03
<b>Total</b>	<b>12,392.48</b>	<b>8,053.66</b>

12.1 Refer Note 25.1 for details of assets pledged.

## 13. Trade receivables

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Unsecured, considered good</b>		
From related parties	308.75	213.51
From others	8,436.99	6,031.16
<b>Credit impaired</b>	14.61	283.42
<b>Significant increase in Credit Risk</b>	3.05	-
	8,763.39	6,528.08
Less: Allowance for doubtful debts	-	-
<b>Total</b>	<b>8,763.39</b>	<b>6,528.08</b>

The credit period on sales of goods varies with seasons and business segments/ markets and generally ranges between 30 to 180 days. Before accepting any new customer, the Company has a credit evaluation system to assess the potential customer's credit quality and to define credit limits for the customer. Credit limits attributed to customers are reviewed on an annual basis.

### 13.1 Ageing for Trade receivables as at March 31, 2022 is as follows :

(₹ in Lacs)

Particular	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 mths	6 month - 1 Year	1 - 2 years	2-3 years	More than 3 Years	
i) Undisputed trade receivables-considered good	6,187.23	1,273.73	428.54	642.65	200.31	13.28	8,745.74
ii) Undisputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed trade receivables-credit impaired	-	-	-	-	-	-	-
iv) Disputed trade receivables-considered good	-	-	-	-	-	-	-
v) Disputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	3.05	3.05
vi) Disputed trade receivables-credit impaired	-	-	-	4.63	-	9.98	14.61
<b>TOTAL</b>	<b>6,187.23</b>	<b>1,273.73</b>	<b>428.54</b>	<b>647.28</b>	<b>200.31</b>	<b>26.31</b>	<b>8,763.39</b>

### Ageing for Trade receivables as at March 31, 2021 is as follows :

Particular	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 mths	6 month - 1 Year	1 - 2 years	2-3 years	More than 3 Years	
i) Undisputed trade receivables-considered good	3,125.00	1,531.97	817.89	424.36	317.32	59.27	6,275.80
ii) Undisputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed trade receivables-credit impaired	-	-	-	-	-	-	-
iv) Disputed trade receivables-considered good	-	-	-	-	-	-	-
v) Disputed trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed trade receivables-credit impaired	-	4.63	-	-	146.36	101.29	252.28
<b>TOTAL</b>	<b>3,125.00</b>	<b>1,536.60</b>	<b>817.89</b>	<b>424.36</b>	<b>463.68</b>	<b>160.57</b>	<b>6,528.08</b>

**14. Cash and cash equivalents**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Balances with banks	145.84	430.72
Cash on hand	36.50	20.92
<b>Total</b>	<b>182.34</b>	<b>451.64</b>

**15. Bank balances other than above**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Earmarked balances (Unpaid dividend accounts)	1.72	1.72
Deposit accounts	22.42	17.95
Margin money deposits	277.82	84.57
<b>Total</b>	<b>301.97</b>	<b>106.48</b>

**15.1** If the dividend has not been claimed within 30 days from the date of its declaration, the Company is required to transfer the total amount of the dividend which remains unpaid or unclaimed, to a special account to be opened by the Company in a scheduled bank to be called "Unpaid Dividend Account". The unclaimed dividend lying in such account is required to be transferred to the Investor Education and Protection Fund (IEPF), administered by the Central Government after a period of seven years from the date of declaration.

**15.2** During the year the company has duly transferred the amounts due to be transferred to Investor Education and Protection Fund.

**15.3** Margin Money deposit is against bank guarantee and letter of credit availed by the company.

**16. Loans and Advances**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
(Unsecured, considered good)	500.00	-
Others		
<b>Total</b>	<b>500.00</b>	<b>-</b>

**17. Other current financial assets**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
(Unsecured, considered good)		
Other advances		
Staff imprest and advances	10.60	7.38
Interest accrued but not due on deposits	8.02	10.61
Others	0.05	-
<b>Total</b>	<b>18.66</b>	<b>17.99</b>

**18. Other current assets**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
(Unsecured, considered good)		
Advances other than capital advances		
Prepaid Expenses	22.98	17.71
Advances to suppliers and others	470.92	393.52
Others	72.06	8.22
<b>Total</b>	<b>565.96</b>	<b>419.46</b>

**19. Equity share capital**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Authorised:</b>		
1,50,00,000 (2021: 1,50,00,000) equity shares of Rs.10/- each	1,500.00	1,500.00
<b>Issued, subscribed and fully paid-up</b>		
99,93,000 (2021: 99,93,000) fully paid equity shares of Rs.10/- each	999.30	999.30
<b>Total</b>	<b>999.30</b>	<b>999.30</b>

**19.1 Rights, preferences and restriction attached to equity share**

The company has one class of share referred to as Equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders will be entitled to receive the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**19.2 Reconciliation of the number of equity shares**

(₹ in Lacs)

	Number of Shares	Amount in Rs.
Balance as at April 01, 2020	99,93,000	999.30
Add: Equity shares allotted during the year	-	-
Balance as at March 31, 2021	99,93,000	999.30
Add: Equity shares allotted during the year	-	-
Balance as at March 31, 2022	99,93,000	999.30

**19.3 Details of shareholders holding more than 5% shares in the company**

Particulars	Name of the Shareholder		
	Omprakash Gilda	Deepak Maliwal	Rekha D. Maliwal
No. of shares as at March 31, 2021	11,43,052	6,97,748	5,12,593
% holding in the class	11.44%	6.98%	5.13%
No. of shares as at March 31, 2022	11,90,052	6,97,748	5,12,593
% holding in the class	11.91%	6.98%	5.13%





## 19.4 Share holding of Promoters

Name of Promoters	No. of Shares	% of Total Shares*	% Change during the Year**
<b>As at March 31, 2022</b>			
Omprakash Kannaiyalal Gilda	1190052	11.91%	4.11%
Deepak Shyamsunder Maliwal	697748	6.98%	0.00%
Rekha D Maliwal Deepak	512593	5.13%	0.00%
Shyamsunder Maliwal HUF	406065	4.06%	0.00%
Madhusudan Pannalal Kalantri	381150	3.81%	1.98%
Anand Omprakash Gilda	402216	4.02%	8.94%
Narayanlal Pannalal Kalantri	365991	3.66%	2.00%
Santoshdevi Madhusudan	302200	3.02%	6.71%
KalantriSarojdevi Narayanlal Kalantri	297075	2.97%	7.65%
Mohit Deepak Maliwal	312045	3.12%	15.68%
Kirti Anand Gilda	211625	2.12%	0.00%
Arun Ramgopal Toshniwal	206125	2.06%	0.00%
Chandrabhagabai Omaprakash Gilda	184081	1.84%	0.00%
Vijayprakash Onkarlal Agrawal	0	0.00%	-100.00%
Agrawal Gokul V	0	0.00%	-100.00%
Narayanlal Pannalal Kalantri HUF	78146	0.78%	56.50%
Kamalkishor O Agrawal	0	0.00%	-100.00%
Kalantri Ravindra Narayanlal	53330	0.53%	-12.27%
Samta Mohit Maliwal	82927	0.83%	99.01%
Madhusudan Pannalal Kalantri HUF	64926	0.65%	62.59%
Preeti Suhas Kabra	32846	0.33%	0.92%
Anilkumar Onkarlal Agrawal	0	0.00%	-100.00%
Laxminiwas Narayanlal Kalantri	84383	0.84%	170.03%
Pooja Madhusudan Kalantri	21600	0.22%	0.00%
Chukidevi Ramgopal Toshniwal	20000	0.20%	0.00%
Ravindra Narayanlal Kalantri Huf	30333	0.30%	116.66%
Mangal Sunilkumar Agrawal	0	0.00%	-100.00%
Lata Munnalal Agrawal	12500	0.13%	0.00%
Jaishree Santosh Agrawal	0	0.00%	-100.00%
Pushpa Kamalkishor Agrawal	10000	0.10%	0.00%
Tejashree Laxminiwas Kalantri	21500	0.22%	230.77%
Laxminiwas Narayanlal Kalantri HUF	8688	0.09%	57.96%
Vimlabai Ramkrishanji Agrawal	0	0.00%	-100.00%
Santosh Onkarlal Agrawal	0	0.00%	-100.00%
Seema Ravindra Kalantri	1000	0.01%	0.00%
Rekha Rajesh Dagdiya	60	0.00%	0.00%



Name of Promoters	No. of Shares	% of Total Shares*	% Change during the Year**
<b>As at March 31, 2021</b>			
Omprakash Kannaiyalal Gilda	1143052	11.44%	2.44%
Deepak Shyamsunder Maliwal	697748	6.98%	1.78%
Rekha D Maliwal Deepak	512593	5.13%	0.00%
Shyamsunder Maliwal HUF	406065	4.06%	0.00%
Madhusudan Pannalal Kalantri	373750	3.74%	0.00%
Anand Omprakash Gilda	369216	3.69%	0.00%
Narayanlal Pannalal Kalantri	358813	3.59%	0.00%
Santoshdevi Madhusudan	283200	2.83%	0.00%
KalantriSarojdevi Narayanlal Kalantri	275975	2.76%	0.00%
Mohit Deepak Maliwal	269745	2.70%	4.19%
Kirti Anand Gilda	211625	2.12%	0.00%
Arun Ramgopal Toshniwal	206125	2.06%	1.10%
Chandrabhagabai Omaprakash Gilda	184081	1.84%	0.00%
Vijayprakash Onkarlal Agrawal	52575	0.53%	0.00%
Agrawal Gokul V	50000	0.50%	0.00%
Narayanlal Pannalal Kalantri HUF	49932	0.50%	0.00%
Kamalkishor O Agrawal	47500	0.48%	0.00%
Kalantri Ravindra Narayanlal	47500	0.48%	-100.00%
Samta Mohit Maliwal	41669	0.42%	0.00%
Madhusudan Pannalal Kalantri HUF	39932	0.40%	0.00%
Preeti Suhas Kabra	32546	0.33%	0.00%
Anilkumar Onkarlal Agrawal	32500	0.33%	53.64%
Laxminiwas Narayanlal Kalantri	31250	0.31%	0.00%
Pooja Madhusudan Kalantri	21600	0.22%	0.00%
Chukidevi Ramgopal Toshniwal	20000	0.20%	0.00%
Ravindra Narayanlal Kalantri Huf	14000	0.14%	0.00%
Mangal Sunilkumar Agrawal	12600	0.13%	77.48%
Lata Munnalal Agrawal	12500	0.13%	-97.66%
Jaishree Santosh Agrawal	10000	0.10%	0.00%
Pushpa Kamalkishor Agrawal	10000	0.10%	0.00%
Tejashree Laxminiwas Kalantri	6500	0.07%	0.00%
Laxminiwas Narayanlal Kalantri HUF	5500	0.06%	0.00%
Vimlabai Ramkrishanji Agrawal	2500	0.03%	0.00%
\Santosh Onkarlal Agrawal	2000	0.02%	0.00%
Seema Ravindra Kalantri	1000	0.01%	0.00%
Rekha Rajesh Dagdiya	600	0.00%	0.00%
Vikas Shyamsunder Malwal		0.00%	0.00%

\* Represents % of shares held , computed based on total number of shares as at 31 March 2022 and 31 March 2021 respectively.

\*\* Represents change in share holding %, computed based on the shares held at the beginning of the year and end of the year of respective holder.

## 19.5 Dividend Paid

Particulars	2022	2021
Dividend Paid (in Rs.)	49.97	-
Dividend Per share (in Rs.)	0.50	-

The Board of Directors in its meeting held on May 30, 2022 have recommended a final dividend payment of Rs. 0.75 per for the financial year ended March 31, 2022.

**20. Other equity**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Capital reserves	443.35	443.35
Securities premium	1,885.50	1,885.50
General reserve	466.33	445.60
Retained earnings	6,868.56	5,339.95
Equity instruments through OCI	13.81	12.44
Remeasurements of the defined benefit plan	(21.27)	(10.97)
<b>Total other equity</b>	<b>9,656.28</b>	<b>8,115.87</b>

- i) Securities Premium was created on issue of shares at premium. These reserve can be utilised in accordance with Section 52 of Companies Act 2013.
- ii) General reserve are free reserves of the Company which are kept aside out of the Company's profit to meet the future requirements as and when they arise. The Company transfers a portion of profit after tax to general reserve pursuant to the provisions of the erstwhile Companies Act, 1956.
- iii) Retained earnings represents the Company's undistributed earnings after taxes.

**21. Non-current financial liabilities - Borrowings**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Secured</b>		
Term loan from banks	499.60	928.94
<b>Unsecured</b>		
Loans and advances from related parties	449.80	318.50
Loans and advances from directors	5.85	40.85
Loans and advances from others	317.32	363.22
<b>Total</b>	<b>1,272.56</b>	<b>1,651.51</b>

**21.1 Nature of Security and terms of repayment for Secured borrowings:**

Nature of Security	Amount	Terms of Repayment
<b>As at March 31, 2022</b>		
Term loan (UGECL Scheme) from Union Bank of India is Secured by Hypothecation of stock and debtors.	884.56	Repayable in 36 equal monthly installments from July 2021 along with interest at the rate of 7.5% per annum
<b>As at March 31, 2021</b>		
Term loan (COVID-19 Scheme) from Union Bank of India is Secured by Hypothecation of stock and debtors.	691.56	Repayable in 18 equated monthly instalments from Nov-2020 and ending on April 2022 along with interest rate of 8.00% per annum.
Term loan (UGECL Scheme) from Union Bank of India is Secured by Hypothecation of stock and debtors.	1,083.00	Repayable in 36 equal monthly installments from July 2021 along with interest at the rate of 7.5% per annum

**21.2 Terms of repayment for Unsecured borrowings:**

- i) Unsecured loans carry interest rate of 9-10% per annum and are repayable after a period of 4-5 years from the date of loan and the parties have a right to renew the agreement.
- ii) Public deposits included are repayable after 3 years from the date of acceptance and carry interest rate @7-10% p.a.
- iii) Loans and Advances from related party and director carry interest rate @ 9-10% p.a is repayable after a period of 5 years from the date of loan.
- iv) Inter-Corporate Loans carry interest rate @ 10% p.a is repayable after a period of 5 years from the date of loan.

**21.3 Utilisation of Borrowings**

- (a) The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

**21.4 The quarterly returns/statements of current assets filed by the Company with banks in relation to secured borrowings wherever applicable, are in agreement with the books of accounts.**

**22. Non Current Provisions**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Employee benefits		
Gratuity payable	41.13	44.26
<b>Total</b>	<b>41.13</b>	<b>44.26</b>

**23. Deferred tax liabilities (Net)**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Property, plant and equipment	430.01	432.63
Statutory dues allowable on payment basis	(13.88)	(12.78)
Investments at FVTOCI	1.61	1.46
Defined benefit plans	(8.79)	(4.09)
Others	1.38	-
Provision for doubtful debts	-	-
<b>Total</b>	<b>410.31</b>	<b>417.22</b>

**23.1 Movement in above mentioned deferred tax assets and liabilities:**

(₹ in Lacs)

	Opening Balance as on 01/04/2021	Recognized in Profit or loss	Recognized in Equity	Recognized in OCI	Closing Balance
Property, plant and equipment	432.63	(2.62)	-	-	430.01
Statutory dues allowable on payment basis	(12.78)	(1.10)	-	-	(13.88)
Investments at FVTOCI	1.46	-	2.48	0.42	4.36
Defined Benefit Plans	(4.09)	-	-	(4.70)	(8.79)
Others	-	(1.38)	-	-	(1.38)
<b>Total</b>	<b>417.22</b>	<b>(5.10)</b>	<b>2.48</b>	<b>(4.28)</b>	<b>410.31</b>

	Opening Balance as on 01/04/2020	Recognized in Profit or loss	Recognized in Equity	Recognized in OCI	Closing Balance
Property, plant and equipment	424.29	8.34	-	-	432.63
Statutory dues allowable on payment basis	(11.02)	(1.76)	-	-	(12.78)
Investments at FVTOCI	0.65	-	-	0.81	1.46
Defined Benefit Plans	(2.70)	-	-	(1.39)	(4.09)
Provision for doubtful debts	(10.09)	10.09	-	-	-
Others	8.64	(8.64)	-	-	-
<b>Total</b>	<b>409.78</b>	<b>8.02</b>	<b>-</b>	<b>(0.58)</b>	<b>417.22</b>

Income tax has been provided for at reduced rate as per section 115BAA of the Income Tax Act, 1961.

Hence, deferred tax has been measured at 25.168% in the above reconciliation of tax expense.

**23.2 Unrecognized deductible temporary differences, unused tax losses and unused tax credits**

Deductible temporary differences, unused tax losses and unused tax credits for which no deferred tax assets have been recognised are attributable to the following:

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Long term capital loss	1,159.89	1,159.89
<b>Total</b>	<b>1,159.89</b>	<b>1,159.89</b>

Long-term capital loss of Rs.728.37 lacs and Rs.431.52 Lacs is available for set-off till March 31, 2027 & March 31, 2028 respectively.

**23.3 Income tax credit/(expense) recognized directly in equity**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Tax effect of changes in Fair value of equity instruments	(2.90)	(0.81)
Tax effect on actuarial gains/losses on defined benefit obligations	4.70	1.39
<b>Total</b>	<b>1.80</b>	<b>0.58</b>

**23.4 Reconciliation of tax expense to the accounting profit is as follows :**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Accounting profit before tax	2,603.25	1,526.81
Tax expense at statutory tax rate of 25.168% (P.Y. 25.168%)	656.56	384.27
Adjustments:		
Effect of income that is exempt from tax	(0.57)	(0.70)
Effect of expenses that are not deductible in determining taxable profit	11.13	26.90
Tax Effects of amounts which are deductible in calculating taxable income	(17.02)	(37.62)
Effect of change in tax rate	(1.07)	-
<b>Total</b>	<b>649.03</b>	<b>372.85</b>

**23.5 Current tax liabilities (net)**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Income tax payable	116.12	100.57
<b>Total</b>	<b>116.12</b>	<b>100.57</b>

**24 Other non-current liabilities**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Advances from customers	-	0.87
<b>Total</b>	<b>-</b>	<b>0.87</b>

**25 Current financial liabilities - Borrowings**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Secured</b>		
Working capital loans repayable on demand		
- Rupee loan from banks	8,458.94	3,157.80
<b>Current portion of long term borrowings</b>	<b>384.96</b>	<b>845.62</b>
<b>Unsecured - at amortised cost</b>		
Other loans and advances - Public Fixed Deposits	7.75	11.00
<b>Total</b>	<b>8,851.65</b>	<b>4,014.42</b>

**25.1** Working Capital loan from bank is secured by first charge on inventories, book debts, bills for collection and second charge on entire fixed assets of the Company. Further, the loan has been guaranteed by the personal guarantee of all the directors of the Company. The Loan is repayable on demand and carries interest @ 7.80% p.a. to 9.60% p.a. (2021: 9.50% p.a. to 10.60 p.a.)

**25.2** Loans and Advances from related party and director carry interest rate @ 10% p.a.

**26. Trade Payables**

(₹ in Lacs)

Particular	As at 31.03.2022	As at 31.03.2021
Micro enterprises and small enterprises (refer note below)	159.23	41.71
Other than Micro enterprises and small enterprises (refer note below)	1,416.13	802.36
<b>Total</b>	<b>1,575.36</b>	<b>844.07</b>



## 26.1 Ageing for trade Payables outstanding as at March 31, 2022 is as follows :

(₹ in Lacs)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 Years	2-3 Years	Mor than 3 years	
Trade Payables						
i) MSME	159.23	-	-	-	-	159.23
ii) Others	1260.45	110.92	28.24	33.00	70.00	1502.61
iii) Disputed dues - MSME	-	-	-	-	-	-
vi) Disputed dues - Others	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,419.68</b>	<b>110.92</b>	<b>28.24</b>	<b>33.00</b>	<b>70.00</b>	<b>1,661.85</b>

## Ageing for trade Payables outstanding as at March 31, 2021 is as follows :

(₹ in Lacs)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 Years	2-3 Years	Mor than 3 years	
Trade Payables						
i) MSME	41.71	-	-	-	-	41.71
ii) Others	640.41	138.35	31.51	46.81	39.94	897.03
iii) Disputed dues - MSME	-	-	-	-	-	-
vi) Disputed dues - Others	-	-	-	-	-	-
<b>TOTAL</b>	<b>680.12</b>	<b>138.35</b>	<b>31.51</b>	<b>46.81</b>	<b>39.94</b>	<b>938.73</b>

## 27 Other current financial liabilities

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Financial liabilities carried at amortised cost</b>		
Security deposits - Interest free	110.88	94.98
Advances from staff	3.71	2.98
Unclaimed dividends*	1.72	1.72
Accrued Expenses	509.17	48.09
<b>Total</b>	<b>625.48</b>	<b>147.77</b>

\*There are no amounts due and outstanding to be credited to Investor education and Protection Fund

## 28 Other current liabilities

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Advances from customers	530.49	424.15
Advance against sale of land	37.50	35.00
Others	24.45	64.70
<b>Total</b>	<b>592.44</b>	<b>523.84</b>

## 29 Provisions

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Employee benefits	29.47	39.13
<b>Total</b>	<b>29.47</b>	<b>39.13</b>

## 30 Revenue from operations

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Sale of products</b>		
Finished goods	45,400.33	45,069.55
Traded goods	9,560.20	9,328.65
Subsidy on fertilizers	8,765.74	2,837.96
<b>Other operating revenue</b>		
Others	105.32	30.12
<b>Total</b>	<b>63,831.58</b>	<b>57,266.28</b>



**31 Other income**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Interest income	61.63	19.69
Dividend income	2.70	0.31
Net gain on sale of investment	16.17	1.32
Other non-operating income	35.01	60.95
<b>Total</b>	<b>115.50</b>	<b>82.27</b>

**32 Cost of materials consumed**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Raw material consumed</b>		
Opening Inventory	2,709.34	9,267.53
Add: Purchases	46,979.85	37,018.79
Add: Transfer from traded goods/stock in trade	-	(0.05)
Less: Inventory at the end of the year	5,289.77	7,343.11
<b>Cost of Raw materials consumed</b>	<b>44,399.42</b>	<b>38,943.17</b>
<b>Packing material consumed</b>		
Opening Inventory	960.77	464.07
Add: Purchases	706.38	646.07
Less: Inventory at the end of the year	1,034.10	596.40
Cost of Sales	6.45	-
<b>Cost of Packing materials consumed</b>	<b>626.60</b>	<b>513.73</b>
<b>Total</b>	<b>45,026.03</b>	<b>39,456.90</b>

**33 Purchases of stock-in-trade**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Fertilizers	3,462.28	3,197.30
Poultry feed	660.37	111.82
Crude oil	-	295.87
Other Agricultural commodities	6,533.44	7,483.59
Others	(11.43)	0.06
<b>Total</b>	<b>10,644.66</b>	<b>11,088.64</b>

**34 Changes in inventories of finished goods, work-in-progress and stock-in-trade**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
<b>Inventory at the beginning of the year</b>		
Finished goods	3,033.45	3,190.61
Work-in-progress	132.99	135.76
Stock-in-trade	1,498.84	1,272.75
<b>Less: Inventory at the end of the year</b>		
Finished goods	3,619.00	3,033.45
Work-in-progress	202.10	132.99
Stock-in-trade	2,513.95	1,498.84
<b>Total</b>	<b>(1,669.77)</b>	<b>(66.16)</b>

**35 Employee benefits expense**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Salaries, wages and bonus	817.93	622.69
Contribution to provident & other fund	37.26	25.56
Staff welfare expenses	32.92	12.09
<b>Total</b>	<b>888.11</b>	<b>660.33</b>

**36 Finance costs**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Interest expenses	644.44	501.11
Other borrowing costs	71.87	26.73
<b>Total</b>	<b>716.31</b>	<b>527.84</b>

**37 Depreciation and amortization expense**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Depreciation of property, plant and equipment (refer Note 3)	267.74	250.91
Depreciation of Right-of-use assets (refer Note 4)	0.39	0.39
Depreciation of investment property (refer Note 6)	4.90	0.00
Amortisation of intangible assets (refer Note 7)	0.75	0.75
<b>Total</b>	<b>273.79</b>	<b>252.05</b>

**38 Other expenses**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Stores and spares consumed	1,132.91	451.51
Power and fuel	1,072.06	1,162.43
Rent	43.11	20.88
Repairs to buildings	136.84	37.91
Repairs to machinery	76.00	32.31
Insurance	26.96	22.64
Rates and taxes	51.21	31.62
Impairment allowance for doubtful trade receivables	500.02	17.34
Freight and transportation	1,655.79	1,117.29
Miscellaneous expenses	769.80	1,008.21
<b>Total</b>	<b>5,464.71</b>	<b>3,902.14</b>

**38.1 Details of payment to auditors included in miscellaneous expenses:**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
Audit fees	6.65	6.15
Certification fees	2.80	1.25
Company law matters	2.05	2.00
Other matters	0.75	1.50
<b>Total</b>	<b>12.25</b>	<b>10.90</b>

**39 Earnings per share**

(₹ in Lacs)

	As at 31.03.2022	As at 31.03.2021
a. Profit after tax as per the statement of profit & loss attributable to equity shareholders	1,595.92	793.69
b. Weighted average number of equity shares outstanding	99,93,000	99,93,000
c. Basic & diluted earnings per share in rupee (Face value Rs.10 per share)	15.97	7.94

**40 Micro, small and medium enterprises:**

There are no dues outstanding to Micro, Small and Medium Enterprises beyond the due date as at the Balance Sheet date. The above information regarding Micro, Small and Medium enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by the auditors.

**41. Employee benefits :**

As per Ind AS -19 "Employee Benefits", the disclosure of employee benefits are given below:

**Defined contribution plan :**

(₹ in Lacs)

Particulars	2021-22	2020-21
Employer's contribution to provident fund	34.92	23.18
Employer's contribution to employee's state insurance	6.05	4.79

**Defined benefit plan and other long term employee benefits : Gratuity plan****Gratuity Plan :**

The company operates gratuity plan wherein every employee is entitled to the benefit equivalent to fifteen days salary last drawn for each completed year of service. The same is payable on termination of service or retirement whichever is earlier. The benefit vests after five years of continuous service.

**Reconciliation of opening and closing balances of the present value of the defined benefit obligation**

(₹ in Lacs)

	As at March 31, 2022	As at March 31, 2021
Present value of benefit obligation at the beginning of the period	53.19	47.91
Interest cost	2.71	2.84
Current service cost	10.75	10.65
Past service cost	-	-
Liability transferred in/ acquisitions	-	-
(Liability transferred out/ divestments)	-	-
(Gains)/ losses on curtailment	-	-
(Liabilities extinguished on settlement)	-	-
(Benefit paid directly by the employer)	(20.56)	(12.18)
(Benefit paid from the fund)	-	-
The effect of changes in foreign exchange rates	-	-
Actuarial (gains)/losses on obligations - due to change in demographic assumptions	-	-
Actuarial (gains)/losses on obligations - due to change in financial assumptions	-	-
Actuarial (gains)/losses on obligations - due to experience	15.31	3.97
<b>Present value of benefit obligation at the end of the period</b>	<b>61.39</b>	<b>53.19</b>

**Amount recognised in the balance sheet**

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
(Present value of benefit obligation at the end of the period	(61.39)	(53.19)
Fair value of plan assets at the end of the period	-	-
Funded status (surplus/ (deficit))	(61.39)	(53.19)
<b>Net (liability)/asset recognized in the balance sheet</b>	<b>(61.39)</b>	<b>(53.19)</b>

**Amount recognised as expense in the profit and loss**

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
Current service cost	10.75	10.65
Net interest cost	2.71	2.84
Past service cost	-	-
(Expected contributions by the employees)	-	-
(Gains)/losses on curtailments and settlements	-	-
Net effect of changes in foreign exchange rates	-	-
<b>Expenses recognized</b>	<b>13.45</b>	<b>13.49</b>

**Amount recognised in the other comprehensive income**

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
Actuarial (gains)/losses on obligation for the period	7.19	5.81
Return on plan assets, excluding interest income	-	-
Change in asset ceiling	-	-
<b>Net (income)/expense for the period recognized in OCI</b>	<b>7.19</b>	<b>5.81</b>

**Sensitivity analysis**

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
Projected benefit obligation on current assumptions	36.16	25.62
Delta effect of +1% change in rate of discounting	(10.80)	(5.18)
Delta effect of -1% change in rate of discounting	(0.84)	6.12
Delta effect of +1% change in rate of salary increase	(2.13)	4.73
Delta effect of -1% change in rate of salary increase	(9.78)	(4.11)
Delta effect of +1% change in rate of employee turnover	(5.37)	0.77
Delta effect of -1% change in rate of employee turnover	(7.19)	(0.87)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the balance sheet.

## 42. Financial instruments :

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The carrying amounts and fair values of financial instruments by category are as follows :

### a) Financial assets

(₹ in Lacs)

Particular	Instruments carried at fair value			Items of other comprehensive income		Total carrying Amount (A+B)
	FVTOCI	FVTPL	Total Fair Value (A)	Carrying amount (B)	Fair value	
<b>As at March 31, 2021</b>						
Cash & Cash Equivalents	-	-	-	451.64	451.64	451.64
Investments :						
Equity Securities and others	59.04	-	59.04	0.33	0.33	59.37
Trade Receivables	-	-	-	6,528.08	6,528.08	6,528.08
Bank Balances other above	-	-	-	106.48	106.48	106.48
Loans & Advance	-	-	-	-	-	-
Other Financial Assets	-	-	-	175.38	175.38	175.38
<b>Total</b>	<b>59.04</b>	<b>-</b>	<b>59.04</b>	<b>7,261.91</b>	<b>7,261.91</b>	<b>7,320.96</b>
<b>As at March 31, 2022</b>						
Cash & Cash Equivalents	-	-	-	182.34	182.34	182.34
Investments :						
Equity Securities and others	113.00	-	113.00	150.00	150.00	263.00
Trade Receivables	-	-	-	8,763.39	8,763.39	8,763.39
Bank Balances other above	-	-	-	301.97	301.97	301.97
Loans & Advances	-	-	-	500.00	500.00	500.00
Other Financial Assets	-	-	-	181.39	181.39	181.39
<b>Total</b>	<b>113.00</b>	<b>-</b>	<b>113.00</b>	<b>10,079.09</b>	<b>10,079.09</b>	<b>10,192.09</b>

**b. Financial liabilities**

(₹ in Lacs)

Particular	Instruments carried at fair value		Items of other comprehensive income		Total carrying Amount (A+B)
	FVTPL	Total Fair Value (A)	Carrying amount (B)	Fair value	
<b>As at March 31, 2021</b>					
Borrowings	-	-	5,665.93	5,665.93	5,665.93
Trade Payables	-	-	938.73	938.73	938.73
Other Financial Liabilities	-	-	147.77	147.77	147.77
<b>Total</b>	-	-	<b>6,752.44</b>	<b>6,752.44</b>	<b>6,752.44</b>
<b>As at March 31, 2022</b>					
Borrowings	-	-	10,124.21	10,124.21	10,124.21
Trade Payables	-	-	1,661.85	1,661.85	1,661.85
Other Financial Liabilities	-	-	625.48	625.48	625.48
<b>Total</b>	-	-	<b>12,411.53</b>	<b>12,411.53</b>	<b>12,411.53</b>

**c. Fair value estimation**

For financial instruments measured at fair value in the Balance Sheet, a three level fair value hierarchy is used that reflects the significance of inputs used in the measurements. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements). The categories used are as follows :

- Level 1: quoted prices for identical instruments
- Level 2: directly or indirectly observable market inputs, other than Level 1 inputs; and
- Level 3: inputs which are not based on observable market data.

For assets and liabilities which are carried at fair value, the classification of fair value calculations by category is summarised below :

(₹ in Lacs)

	Level 1	Level 2	Level 3
<b>As at March 31, 2021</b>			
<b>Assets at fair value</b>			
Investments	59.04	-	-
<b>Liabilities at fair value</b>	-	-	-
<b>As at March 31, 2022</b>			
<b>Assets at fair value</b>			
Investments	113.00	-	-
<b>Liabilities at fair value</b>	-	-	-

There were no significant changes in classification and no significant movements between the fair value hierarchy classifications of financial assets and financial liabilities during the period.



### 43. Capital management :

The Company's capital management objective is to maximise the total shareholder return by optimising cost of capital through flexible capital structure that supports growth. Further, the Company ensures optimal credit risk profile to maintain/enhance credit rating.

The Company determines the amount of capital required on the basis of annual operating plan and long-term strategic plans. The funding requirements are met through internal accruals and long-term/short-term borrowings. The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

For the purpose of capital management, capital includes issued equity capital, securities premium and all other reserves. Net debt includes all long and short-term borrowings as reduced by cash and cash equivalents and inter-corporate deposits with financial institutions

The following table summarises the capital of the Company :

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
<b>EQUITY</b>	<b>10,655.58</b>	<b>9,115.17</b>
Short-term borrowings and current portion of long-term debt	9,236.62	4,860.04
Long-term debt	1,272.56	1,651.51
Cash and cash equivalents	(182.34)	(451.64)
<b>Net debt</b>	<b>10,326.83</b>	<b>6,059.91</b>
Total capital (equity + net debt)	<b>20,982.41</b>	<b>15,175.08</b>
Net debt to capital ratio	0.49	0.40

### 44. Risk management strategies :

#### Financial risk management :

The Company's principal financial liabilities comprise loans and borrowings, advances and trade and other payables. The purpose of these financial liabilities is to finance the Company's operations and to provide to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company's activities exposes it to Liquidity Risk, Market Risk and Credit risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised as below

#### 44.1 Liquidity risk

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk management implies maintain sufficient cash including availability of funding through an adequate amount of committed credit facilities to meet the obligations as and when due.

The Company manages its liquidity risk by ensuring as far as possible that it will have sufficient liquidity to meet its short term and long term liabilities as and when due. Anticipated future cash flows, undrawn committed credit facilities are expected to be sufficient to meet the liquidity requirements of the Company.

#### (i) Financing arrangements

The Company has access to the following undrawn borrowing facilities as at the end of the reporting period :

(₹ in Lacs)

	March 31, 2022	March 31, 2021
Secured working capital credit facility from Bank	<b>1,641.06</b>	<b>7,342.20</b>

**(ii) The following is the contractual maturities of the financial liabilities :**

(₹ in Lacs)

	Carrying amount	Total	Payable on demand	Upto 12 months	more than 12 months
<b>As at March 31, 2021</b>					
<b>Non-derivative liabilities</b>					
Borrowings	5,665.93	5,665.93	3,464.64	674.38	1,526.91
Trade payables	938.73	938.73	-	938.73	-
Other financial liabilities	147.77	147.77	99.68	48.09	-
<b>As at March 31, 2022</b>					
<b>Non-derivative liabilities</b>					
Borrowings	10,124.21	10,124.21	8,589.87	261.78	1,272.56
Trade payables	1,661.85	1,661.85	-	1,661.85	-
Other financial liabilities	625.48	625.48	116.31	509.17	-

**44.2 Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk includes investment, deposits, foreign currency receivables and payables. The Company's senior management team manages the Market risk, which evaluates and exercises independent control over the entire process of market risk management.

**(i) Foreign currency risk**

The Company is exposed to foreign exchange risks arising from import of raw material in foreign currency . Foreign exchange risk arises from recognised liabilities, when they are denominated in a currency other than India Rupee. The exchange rate between the rupee and foreign currencies has changed substantially in recent years. The fluctuations in exchange rate may have an impact on company's operations. The carrying amounts of the Company's foreign currency denominated monetary liabilities all of which are unhedged at the end of the reporting period are as follows:

(₹ in Lacs)

Particulars	March 31, 2022	March 31, 2021
liabilities (Trade payables)		
In foreign currency (USD \$)	9.58	5.64
In Indian currency (Rs.)	726.38	366.69

**Foreign Currency sensitivity**

(₹ in Lacs)

Particulars	Currency	Change in Rate	Effect on Profit before Tax
31/03/2022	USD	+10%	(72.64)
	USD	-10%	72.64
31/03/2021	USD	+10%	(36.67)
	USD	-10%	36.67

**Interest rate risk**

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. The Company's Long term borrowings have fixed rate of interest and carried at amortised costs. Hence, the Company is not subject to the interest rate risk since neither the carrying amount nor the future cash flows will change due to change in the market interest rates. Working capital facility is as per contractual terms, primarily of short term in nature, which does not exposes company to significant interest rate risk.

#### 44.3 Credit risk

Credit risk arises when a counter party defaults on its contractual obligations to pay, resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments. The Company has adopted a policy of only dealing with creditworthy counter parties and obtaining collaterals (such as Security Deposit) as a means of mitigating the risk of financial loss from defaults. The Company's exposure and credit ratings of its counter parties are continuously monitored based on the counter party's past performance and business dynamics. Credit exposure is controlled by counter party limits that are reviewed and approved by the credit risk and monitoring team at regular intervals.

Trade receivables consist of a large number of customers primarily in rural areas. Ongoing credit evaluation is performed on the financial condition and performance of accounts receivable. The average credit period is about 90 days. The Company's trade and other receivables consists of a large number of customers, hence the Company is not exposed to concentration risk. The maximum exposure to the credit risk at reporting date is primarily from trade receivables amounting to Rs. 8763.39 Lacs.

The credit risk on cash and bank balances is limited because the counter parties are banks with high credit ratings assigned by credit rating agencies.

The Company has not recorded any impairment of receivables relating to amounts owed by related parties for years ended March 2022 and March 2021 because it has evaluated their credit risk as low considering the financial stability of the ultimate parent.

#### 45. Corporate Social Responsibility :

As per Section 135 of the Companies Act, 2013 ('Act'), a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The CSR activities of the Company are in line with the Schedule VII of the Act.

a) Gross amount required to be spent by the company during the year is Rs.22,14,757/-.

b) Amount spent during the year on:

(₹ in Lacs)

Particulars	2022	2021
(i) Construction / acquisition of any asset	-	N.A.
(ii) On purposes other than (i) above	-	N.A.

c) Shortfall at the end of the year

(₹ in Lacs)

Particulars	2022	2021
(i) Construction / acquisition of any asset	-	N.A.
(ii) On purposes other than (i) above	22.15	N.A.

d) Total of previous years shortfall-

(₹ in Lacs)

Particulars	2022	2021
(i) Construction / acquisition of any asset	-	N.A.
(ii) On purposes other than (i) above	-	N.A.

e) Reason for shortfall-

The Company was unable to spend the CSR amount due to ongoing COVID-19 pandemic. The company is in the process of identifying the local areas where the amount of CSR shall be spent. The unspent CSR amount of Rs. 22.15 lakhs for the financial year 2021-22 will be transferred to fund in accordance with provisions of the Companies Act, 2013 read with rules made thereunder.

**46. Contingent Liabilities**

(₹ in Lacs)

to the extent not provided for)	As at 31.03.2022	As at 31.03.2021
Claims against the Company not acknowledged as debts in respect of matters under dispute relating to:		
Sales tax	9.85	9.85
<b>Total</b>	<b>9.85</b>	<b>9.85</b>

**47 Related party disclosures****47.1 Names of related parties and nature of related parties relationship where control exists.**

<b>Key Management Personnel</b>	
1 Omprakash K. Gilda	8 Shriram U. Medewar
2 Deepak S. Maliwal	9 Sujeet S. Medewar
3 Narayanlal P. Kalantri	10 Dnyaneshwar B. Mamde
4 Arunkumar R. Toshniwal	11 Shashikant R. Puramwar
5 Vijayprakash O. Agrawal	12 Rashmi G. Agrawal
6 Madhusudan P. Kalantri	13 Umesh O. Bang
7 Anand K. Gilda	
<b>Relatives of Key Management Personnel</b>	
1 Deepak S. Maliwal HUF	27 Nandkishore J. Toshniwal
2 Mohit D. Maliwal	28 Gokul V. Agrawal
3 Mohit D. Maliwal HUF	29 Anilkumar O. Agrawal
4 Rekha D. Maliwal	30 Santosh O. Agrawal
5 Samta M. Maliwal	31 Kamalkishor O Agrawal
6 Shyamsunder S. Maliwal	32 Pushpa K. Agrawal
7 Rukhmadevi S. Maliwal	33 Jaishree S. Agrawal
8 Chandrabhagabai O. Gilda	34 Mangal S. Agrawal
9 Kirti A. Gilda	35 Lata M. Agrawal
10 Rekha R. Dagdiya	36 Vimlabai R. Agrawal
11 Narayanlal P. Kalantri HUF	37 Shriram U. Medewar HUF
12 Madhusudan P. Kalantri HUF	38 Vijaya S. Medewar
13 Sarojdevi N. Kalantri	39 Sujeet S. Medewar HUF
14 Santoshdevi M. Kalantri	40 Mayuri S. Medewar
15 Ravikumar N. Kalantri	41 Sunil S. Medewar
16 Ravikumar N. Kalantri HUF	42 Sunil S. Medewar HUF
17 Seema R. Kalantri	43 Sushil S. Medewar
18 Laxminivas N. Kalantri	44 Sushil S. Medewar HUF
19 Laxminivas N. Kalantri HUF	45 Rupali S. Medewar
20 Tejashree L. Kalantri	46 Sadanand U. Medewar
21 Rajkumar M. Kalantri	47 Balkrishna Y. Mamde
22 Shruti R. Kalantri	48 Kashibai Mamde
23 Pooja M. Kalantri	49 Madhukar M. Mamde HUF
24 Preeti M. Kalantri	50 Shivkumar M. Mamde HUF
25 Chukidevi R. Toshniwal	51 Manikrao Y. Mamde
26 Vijaya N. Toshniwal	52 Manikrao Y. Mamde HUF
<b>Enterprises owned or significantly influenced by group of individuals or their relatives who have control or significant influence over the Company:</b>	
1 Durgeshwari Seeds & Fertilizers	10 Shrikrishna Canvassing
2 Kedar Krishi Seva Kendra	11 Parsewar Seeds & Fertilizers
3 Kalantri Engineering Works	12 Vijay Fertilizers Agency
4 Madhu Industries	13 Suraj Agro Industries
5 Preeti Enterprises Incorporated	14 Vaibhavlaxmi Jewellers
6 Ravito Engineering Works	15 Universal Automotive Service
7 Sai Trading Company	16 Shrinivasa Cattle Feeds Private Limited
8 Kailash Fertilizers	17 Charumati Finance Private Limited
9 Nature Organics	18 Dhanraj Enterprises



## 47.2 Transactions during the year ended March 31, 2022 with Related Parties:

(₹ in Lacs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
<b>1 Purchase of Goods</b>		
<b>Key Management Personnel</b>		
Deepak S. Maliwal	2.65	-
Sujeet S. Medewar	2.12	4.55
Shriram U. Medewar	2.86	-
<b>Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	5.95	-
Rekha D. Maliwal	4.71	-
Mohit D. Maliwal	5.62	-
Mohit D. Maliwal HUF	4.69	-
Samta M. Maliwal	2.68	-
Shyamsunder Maliwal	4.73	-
Rukhmadevi S. Maliwal	4.66	-
Shriram U. Medewar HUF	6.69	6.32
Vijaya S. Medewar	3.12	0.93
Sunil S. Medewar	2.84	2.71
Sushil S. Medewar	3.12	1.85
Sujeet S. Medewar HUF	6.67	2.15
Mayuri S. Medewar	3.76	-
Sunil Shriram Medewar HUF	7.44	2.70
Sushil Shriram Medewar HUF	6.19	-
Rupali S. Medewar	2.41	-
Sadanand U. Medewar	-	3.57
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Kalantri Engineering Works	95.48	47.61
Madhu Industries	66.09	38.24
Sai Trading Company	997.77	596.95
Vaibhavlaxmi Jewellers	27.55	40.14
Nature Organic	60.19	65.82
Shrinivasa Cattle Feeds Private Limited	-	10.23
Ravito Engineering Works	0.10	-
Kailash Fertilizers	846.73	-
	<b>2,176.84</b>	<b>823.77</b>
<b>2 Sale of Goods</b>		
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Sai Trading Company	1,048.71	679.71
Vijay Fertilizers Agency	59.65	57.50
Kedar Krushi Sewa Kendra	226.04	13.36
Durgeshwari Seeds & Fertilizers	16.05	16.26
Nature Organic	388.71	311.58
Kailash Fertilizers	285.37	-
Suraj Agro Industries	1,547.26	-
	<b>3,571.80</b>	<b>1,078.40</b>
<b>3 Services Received</b>		
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Kalantri Engineering Works	1.27	-
Madhu Industries	-	0.53
Ravito Engineering Works	12.14	2.14



(₹ in Lacs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Preeti Enterprises Incorporated	11.63	2.29
Universal Automotive Service	0.15	-
Shrikrishna Canvassing	0.11	0.01
Dhanraj Enterprises	4.15	-
	<b>29.45</b>	<b>4.97</b>
<b>4 Loan Taken</b>		
<b>Key Managerial Personnel</b>		
Madhusudhan P. Kalantri	10.00	-
Anand K. Gilda	25.00	-
<b>Relatives of Key Management Personnel</b>		
Mohit D. Maliwal HUF	50.00	-
Kirti A. Gilda	12.00	-
Rekha R. Dagdiya	3.00	-
Sarojdevi N. Kalantri	10.00	-
Ravindra N. Kalantri HUF	14.00	-
Seema R. Kalantri	10.00	-
Laxminivas N. Kalantri Huf	4.00	-
Tejashree L. Kalantri	11.00	-
Rajkumar M. Kalantri	8.00	-
Shruti R. Kalantri	7.50	-
Pooja M. Kalantri	2.00	-
Nandkishore J. Toshniwal	10.00	-
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Charumati Finance Private Limited	15.00	-
	<b>191.50</b>	<b>-</b>
<b>5 Loan Repaid</b>		
<b>Key Managerial Personnel</b>		
Omprakash K. Gilda	3.04	31.52
Madhusudhan P. Kalantri	15.00	2.08
<b>Relatives of Key Management Personnel</b>		
Preeti M. Kalantri	-	19.52
Narayanlal P. Kalantri HUF	-	3.78
Madhusudan P. Kalantri HUF	-	2.80
Ravikumar N. Kalantri HUF	10.00	1.42
Sarojdevi N. Kalantri	10.00	2.31
Pooja M. Kalantri	-	1.22
Rajkumar M. Kalantri	-	0.29
Ravikumar N. Kalantri	-	4.09
Madhukar M. Mamde HUF	-	0.10
Kashibai Mamde	-	0.15
Manikrao Y. Mamde HUF	11.48	0.10
Manikrao Y. Mamde	10.04	0.08
Shivkumar M. Mamde HUF	-	0.07
Balkrishna Y. Mamde	19.61	0.17
	<b>79.17</b>	<b>69.69</b>
<b>6 Interest Paid</b>		
<b>Key Management Personnel</b>		
Omprakash K. Gilda	2.89	4.11





(₹ in Lacs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Deepak S. Maliwal	0.40	0.36
Narayanlal P. Kalantri	1.60	1.44
Madhusudhan P. Kalantri	1.58	2.08
Anand K. Gilda	0.11	-
<b>Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	1.60	1.44
Rekha D. Maliwal	1.00	0.90
Mohit D. Maliwal	2.05	1.85
Mohit D. Maliwal HUF	0.29	-
Samta M. Maliwal	1.50	1.35
Rukhmadevi S. Maliwal	1.50	1.35
Kirti A. Gilda	0.05	-
Rekha R. Dagdiya	0.01	-
Narayanlal P. Kalantri HUF	3.78	3.78
Sarojdevi N. Kalantri	2.23	2.31
Madhusudan P. Kalantri HUF	2.90	2.89
Santoshdevi M. Kalantri	0.40	0.36
Ravikumar N. Kalantri	0.41	0.67
Ravikumar N. Kalantri HUF	1.41	1.42
Seema R. Kalantri	0.05	-
Laxminivas N. Kalantri Huf	0.02	-
Tejashree L. Kalantri	0.06	-
Pooja M. Kalantri	1.49	2.54
Preeti M. Kalantri	0.64	1.80
Vijaya N. Toshniwal	1.34	-
Nandkishore J. Toshniwal	0.71	-
Rajkumar M. Kalantri	0.31	0.29
Shruti R. Kalantri	0.02	-
Madhukar M. Mamde HUF	0.95	0.97
Kashibai Mamde	1.48	1.51
Manikrao Y. Mamde HUF	0.95	0.97
Manikrao Y. Mamde	0.83	0.85
Shivkumar M. Mamde HUF	0.71	0.72
Balkrishan Y. Mamde	1.62	1.65
<b>Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Charumati Finance Private Limited	0.07	-
	<b>36.97</b>	<b>37.59</b>
<b>7 Dividend Paid</b>		
<b>Key Management Personnel</b>		
Omprakash K. Gilda	5.72	-
Deepak S. Maliwal	3.49	-
Narayanlal P. Kalantri	1.79	-
Madhusudhan P. Kalantri	1.87	-
Arunkumar R. Toshniwal	1.03	-
Vijayprakash O. Agrawal	0.26	-
Anand K. Gilda	1.85	-
<b>Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	2.03	-
Rekha D. Maliwal	2.56	-



(₹ in Lacs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Mohit D. Maliwal	1.35	-
Samta M. Maliwal	0.21	-
Chandrabhagabai O. Gilda	0.92	-
Kirti A. Gilda	1.06	-
Rekha R. Dagdiya	0.00	-
Narayanlal P. Kalantri HUF	0.25	-
Sarojdevi N. Kalantri	1.38	-
Madhusudan P. Kalantri HUF	0.20	-
Santoshdevi M. Kalantri	1.42	-
Ravikumar N. Kalantri	0.24	-
Ravikumar N. Kalantri HUF	0.07	-
Seema R. Kalantri	0.01	-
Laxminivas N. Kalantri	0.16	-
Laxminivas N. Kalantri Huf	0.03	-
Tejashree L. Kalantri	0.03	-
Rajkumar M. Kalantri	0.39	-
Pooja M. Kalantri	0.11	-
Preeti M. Kalantri	0.16	-
Chukidevi R. Toshniwal	0.10	-
Gokul V. Agrawal	0.25	-
Anilkumar O. Agrawal	0.16	-
Santosh O. Agrawal	0.01	-
Jaishree S. Agrawal	0.05	-
Kamalkishor O. Agrawal	0.24	-
Pushpa K. Agrawal	0.05	-
Mangal S. Agrawal	0.06	-
Lata M. Agrawal	0.06	-
Vimlabai R. Agrawal	0.01	-
Shriram U. Medewar	0.07	-
	<b>29.64</b>	-
<b>8 Remuneration Paid</b>		
<b>Key Managerial Personnel</b>		
Omprakash K. Gilda	7.80	7.80
Sujeet S. Medewar	23.40	23.40
Dnyaneshwar B. Mamde	3.00	3.00
Anand K. Gilda	12.51	-
Rashmi G. Agrawal	3.60	0.84
Umesh O. Bang	9.29	9.01
<b>Relatives of Key Management Personnel</b>		
Mohit D. Maliwal	20.41	7.80
Rekha D. Maliwal	9.25	-
Samta M. Maliwal	12.31	-
Shyamsunder S. Maliwal	5.85	-
Kirti A. Gilda	12.51	-
Santoshdevi M. Kalantri	7.18	-
Laxminivas N. Kalantri	7.80	7.80
Tejashree L. Kalantri	7.18	-
Rajkumar M. Kalantri	8.53	-
Shruti R. Kalantri	3.40	-
Rupali S. Medewar	4.68	4.68
	<b>158.69</b>	<b>64.33</b>


**47.3 Outstanding balance with Related Parties as on March 31, 2022**

(₹ in Lacs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
<b>1 Key Management Personnel</b>		
Omprakash K. Gilda	(33.00)	(33.70)
Deepak S. Maliwal	(4.00)	(4.00)
Narayanlal P. Kalantri	(16.00)	(16.00)
Madhusudhan P. Kalantri	(15.85)	(20.85)
Sujeet S. Medewar	-	(1.46)
Anand K. Gilda	(25.00)	-
<b>2 Relatives of Key Management Personnel</b>		
Deepak S. Maliwal HUF	(16.00)	(16.00)
Rekha D. Maliwal	(10.00)	(10.00)
Mohit D. Maliwal	(20.50)	(21.10)
Mohit D. Maliwal HUF	(50.00)	-
Samta M. Maliwal	(15.00)	(15.00)
Rukhmadevi S. Maliwal	(15.00)	(15.00)
Kirti A. Gilda	(12.00)	-
Rekha R. Dagdiya	(3.00)	-
Narayanlal P. Kalantri HUF	(37.84)	(37.84)
Sarojdevi N. Kalantri	(23.06)	(23.06)
Madhusudan P. Kalantri HUF	(28.96)	(28.96)
Santoshdevi M. Kalantri	(4.00)	(4.00)
Laxminivas N. Kalantri	-	(0.60)
Laxminivas N. Kalantri HUF	(4.00)	-
Tejashree L. Kalantri	(11.00)	-
Ravikumar N. Kalantri	(4.12)	(7.54)
Ravikumar N. Kalantri HUF	(18.24)	(14.24)
Seema R. Kalantri	(10.00)	-
Pooja M. Kalantri	(16.80)	(14.80)
Preeti M. Kalantri	(6.40)	(6.40)
Rajkumar M. Kalantri	(10.85)	(2.85)
Shruti R. Kalantri	(7.50)	-
Nandkishore J. Toshniwal	(10.00)	-
Madhukar M. Mamde HUF	(11.48)	(10.53)
Kashibai Mamde	(17.94)	(16.46)
Manikrao Y. Mamde HUF	-	(10.53)
Manikrao Y. Mamde	-	(9.21)
Shivkumar M. Mamde HUF	(8.61)	(7.90)
Balkrishna Y. Mamde	-	(17.99)
Rupali S. Medewar	-	(0.38)
<b>3 Enterprises owned or significantly influenced by group of individuals or their relatives</b>		
Kalantri Engineering Works	0.02	-
Madhu Industries	(0.05)	-
Sai Trading Company	(5.37)	2.44
Vijay Fertilizers Agency	23.23	15.22
Kedar Krushi Sewa Kendra	8.49	6.27
Durgeshwari Seeds & Fertilizers	3.87	3.71
Nature Organics Karnataka	284.54	177.37
Kailash Fertilizers	(116.31)	2.33
Ravito Engineering Works	0.00	-
Universal Automotive Service	0.12	-
Shrikrishna Canvassing	(0.11)	-
Charumati Finance Private Limited	(15.00)	-

Note :

- No amounts in respect of related parties have been written off / written back during the year, nor has any provision been made for doubtful debts / receivables during the year.
- Related party relationships have been identified by the management and relied upon by the Auditors.
- Related party transactions have been disclosed on basis of value of transactions in terms of the respective contracts.
- Terms and conditions of sales and purchases: the sales and purchases transactions among the related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates and memorandum of understanding signed with the related parties.
- Figures in the brackets represents trades payables/other liabilities.

#### 48 Segment information :

##### 48.1 Products and services from which reportable segments derive their revenues :

The Company operates in the business segments of Fertilizers, Seeds and Solvent in the domestic market.

The following is an analysis of the Company's revenue and results from operations by reportable segment :

(₹ in Lacs)

Particulars	As at 31/03/2022	As at 31/03/2021
<b>Segment revenue</b>		
Operating revenue		
a) Fertilizers	23,698.70	17,769.21
b) Solvent	34,659.14	34,355.44
c) Other agricultural commodities	5,884.85	6,979.58
<b>Total</b>	<b>64,242.69</b>	<b>9,104.23</b>
Less: Inter-segment revenue	411.11	1,837.94
<b>Income from operations</b>	<b>63,831.58</b>	<b>57,266.28</b>

(₹ in Lacs)

Particulars	As at 31/03/2022	As at 31/03/2021
<b>Segment result</b>		
a) Fertilizers	2,167.05	782.11
b) Solvent	608.23	1,029.23
c) Other agricultural commodities	428.78	161.03
<b>Total</b>	<b>3,204.06</b>	<b>1,972.38</b>
Adjusted for :		
a) Finance costs	(716.31)	(527.84)
B) Other income	115.50	82.27
<b>Profit before tax</b>	<b>2,603.25</b>	<b>1,526.81</b>

##### 48.2 Segments assets and liabilities :

(₹ in Lacs)

Particulars	As at 31/03/2022	As at 31/03/2021
<b>Segment assets</b>		
a) Fertilizers	15,570.45	11,426.11
b) Solvent	10,126.82	7,665.39
c) Other agricultural commodities	2,475.72	1,454.51
<b>Total</b>	<b>28,172.99</b>	<b>20,546.02</b>
<b>Segment liabilities</b>		
a) Fertilizers	7,813.34	4,911.18
b) Solvent	5,766.05	2,864.60
c) Other agricultural commodities	21.61	102.55
<b>Total</b>	<b>13,601.01</b>	<b>7,878.33</b>

**49. The subsidiary companies considered in the consolidated financial statements are :**

Name of the subsidiaries	Country of Incorporation	Proportion of ownership interest		Accounting year ending on
		31.03.2022	31.03.2021	
Ghatprabha Fertilizers Private Limited	India	61.53%	61.53%	31.03.2022
Shiva-Parvati Poultry Feed Private Limited	India	51.00%	51.00%	31.03.2022
Shrinivasa Agro Foods Private Limited	India	51.00%	51.00%	31.03.2022

**50** Previous period / year figures have been regrouped/reclassified, where necessary, to conform to the current period / year classification.

In terms of our report attached  
For **Falor Jhavar Khatod & Co.**  
Chartered Accountants  
Firm Registration No.: 104223W

For and on behalf of the Board of Directors

**CA Jaiprakash S. Falor**  
Partner  
Membership No. 043337

**Omprakash K. Gilda**  
Managing Director

**Deepak S. Maliwal**  
Director

Place: Nanded  
Date: May 30, 2022

**Umesh O. Bang**  
Chief Financial Officer

**Rashmi G. Agrawal**  
Company Secretary





**Registered Office :**

**Shiva Global Agro Industries Ltd.**

Shri Hanuman Nagar, Osman Nagar Road,  
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