

**DWARKADHISH SAKHAR KARKHANA
LTD.**

**19, Garden Home Society, Gangapur Road
Nashik - 422002.**

**Company Audit Report
Assessment Year 2019-20**

Auditor

M/s. PRAVIN R. RATHI AND ASSOCIATES,
Chartered Accountants

Rathi Nagar, Back of Mahindra Traffic Park,
New Tidke Colony, Bombay Nashik,
Nashik - 422002

Pravin R. Rathi & Associates
Rathi Nagar, Behind Mahindra Children Traffic Park,
Behind Tupsakhre Lawns, Nashik 422 002

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DWARKADHISH SAKHAR KARKHANA LIMITED**

Report on the Audit of Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **Dwarkadhish Sakhar Karkhana Ltd.** ("the Company"), which comprise the balance sheet as at 31st March 2019, the statement of Profit and Loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the matter described in the *Basis of Qualified Opinion* section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit and its cash flows for the year ended on that date.

Basis for Qualified Opinion

The Company has not disclosed segment information as per Accounting Standard 17 on Segment Reporting for the year ended 31.03.2019. The non disclosure of segment information does not have financial impact on the financial statements of the company.

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

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 Board's Report which included various information required under section 134(3) of the Companies Act, 2013 but does not include the financial statements and our auditor's report thereon.



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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude, that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors 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.

Auditors Responsibilities for the Audit of the Financial Statements

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

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



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements



1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, a statement on the matters specified in paragraphs 3 and 4 of the Order, is given in "Annexure A".
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit except for the matters described in the Basis for Qualified Opinion paragraph.
 - (b) Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, do not have an adverse effect on the functioning of the company.
 - (f) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
 - (g) With respect of adequacy of the internal financial controls over financial reporting of the Company and operating effectiveness of such controls, refer to our separate report in "Annexure B".
 - (h) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.
 - (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations in its financial statements. Refer note 32(III) of 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Pravin R Rathi & Associates.

Chartered Accountants

ICAI FR No. 131494W



Aditya Rathi

Partner

ICAI M No. 141268

Place: Nashik

Date: 05.09.2019

UDIN: 19141268AAAABM8358



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Dwarkadish Sakhar Karkhana Ltd. of even date)

- i) a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of all fixed assets.
 - b) Management has informed us that physical verification of fixed assets is carried out after regular intervals of time. However, company is not in possession of any formal physical verification report. Therefore, we are unable to comment on the appropriateness of the physical verification exercise carried out by the Company and if material discrepancies were noticed on such verification, which are required to be dealt with in the books of account.
 - c) The title deeds of immovable properties are held in the name of the company.
- ii) Inventories have been physically verified by the Management at regular intervals. In our opinion, the frequency of such verification is reasonable. We are informed that discrepancies noticed on such verification were not material as compared to the book records. The discrepancies noticed on such verification have been properly dealt with in the books of account.
- iii) Since the company has not granted any loan, secured or unsecured to the parties covered in the register maintained u/s 189 of the Companies Act, 2013, this clause is not applicable.
- iv) The Company has not given any loan or made any investment during the year of the nature specified in Sec. 185 and Sec. 186. Accordingly, paragraph 3(iv) of the Order is not applicable.
- v) According to the information and explanations given to us, the Company has not accepted deposits from the public in terms of provisions of sections 73 to 76 of the Companies Act, 2013.
- vi) The Central Government has prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013 for some products of the Company. We have broadly reviewed these records of the company and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of such records.
- vii) a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, except for payment of Advance Tax under the Income Tax Act, 1961, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Goods & Service Tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable.



- b) According to the information and explanation given to us and as per the records examined by us, the disputed statutory dues aggregating to 87,51,908/- that have not been deposited on account of disputed matters pending before appropriate authorities are as under:-

Nature of the Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where Dispute is pending
Electricity Duty Act, 1958	Electricity Duty	87,51,908	April, 2001 to April, 2005 & May 2010 to September, 2012	Supreme Court of India

- viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and Government.
- ix) In our opinion and according to the information and explanations given to us, monies raised by way of term loans during the year have been applied by the Company for the purposes for which they were raised.
- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable;
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with sections 177 and 188 of the Act, wherever applicable and details have been disclosed in the Financial Statements as required by the applicable accounting standards;
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year;
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable;



(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Pravin R Rathi & Associates.

Chartered Accountants

Firm Regn No. 131494W



Aditya Rathi

Partner

ICAI M No. 141268

Place: Nashik

Date: 05.09.2019

UDIN: 19141268AAAABM8358



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 to the members of Dwarkadhish Sakhar Karkhana Ltd. 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 were engaged to audit the internal financial controls over financial reporting of **Dwarkadhish Sakhar Karkhana Ltd.** ("the Company") as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Pravin R Rathi & Associates.

Chartered Accountants

Firm Regn No. 131494W



Aditya Rathi

Partner

ICAI M No. 141268

Place: Nashik

Date: 05.09.2019

UDIN: 19141268AAAABM8358



Name of the Company :- Dwarkadish Sakhar Karkhana Limited
 Balance Sheet as at 31 March, 2019
 (CIN U15420MH1999PLC119852)

Particulars	Note No.	As at 31 March, 2019	As at 31 March, 2018
A EQUITY AND LIABILITIES			
I Shareholders' funds			
(a) Share capital	2	90,765,500	93,902,000
(b) Reserves and surplus	3	546,321,363	851,277,419
II Non-current liabilities			
(a) Long-term borrowings	4	238,049,822	96,136,608
(b) Deferred tax liabilities (net)	5	38,348,285	52,894,615
(c) Other long term liabilities	6		41,384
III Current liabilities			
(a) Short-term borrowings	7	893,715,990	642,821,766
(b) Trade payables	8		
(i) Total outstanding dues of micro enterprises and small enterprises			
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		497,512,617	247,181,151
(c) Other current liabilities	9	235,894,542	250,039,636
(d) Short term provisions	10	11,684,643	34,847,406
	TOTAL	2,552,292,763	2,269,141,985
B ASSETS			
I Non-current assets			
(a) Property, Plant and Equipment	11	781,373,309	334,866,724
(b) Intangible assets		1,104,377	861,214
(c) Non-current investments	12	2,605,600	2,605,600
(d) Long-term loans and advances	13	53,890,766	7,779,239
(e) Other non-current assets	14	43,319,118	404,652,359
II Current assets			
(a) Inventories	15	1,327,669,375	1,273,143,323
(b) Trade receivables	16	176,757,554	175,319,477
(c) Cash and cash equivalents	17	35,271,529	12,493,947
(d) Short-term loans and advances	18	9,285,319	11,026,081
(e) Other current assets	19	121,015,815	46,394,020
	TOTAL	2,552,292,763	2,269,141,985

See accompanying notes 1 to 31 to the financial statements

To be read with our report of even date attached

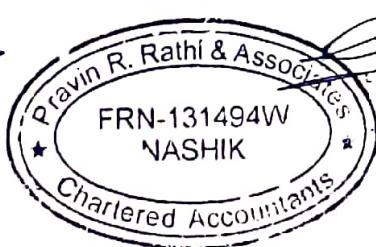
For Pravin R. Rathi & Associates
 Chartered Accountants
 Firm Regn. No. 131494W

For and on behalf of the Board

Muthu
 C.A. Aditya Pravin Rathi
 Partner
 Membership No. 141268
 Place : Nashik
 Date : 05/09/2019

S. A. SAWANT
 Chairman
 DIN : 00721214

Dant
 S. S. SAWANT
 Managing Director
 DIN : 00721307



Name of the Company :- Dwarkadish Sakhar Karkhana Limited
 Statement of Profit and Loss for the year ended 31 March, 2019
 (CIN U15420MH1999PLC119852)

Particulars	Note No.	For the year ended 31 March, 2019	For the year ended 31 March, 2018
I Revenue from operations	20	2,285,489,418	1,952,963,319
Less: Excise duty*			14,866,800
Revenue from operations (net)		2,285,489,418	1,938,096,519
II Other income	21	6,414,952	6,866,318
III Total revenue (I + II)		2,291,904,371	1,944,962,837
Expenses			
Cost of materials consumed	22	1,766,936,449	1,694,564,262
Purchases of stock in trade	23	94,077,975	86,312,934
Changes in inventories	24	(30,718,528)	(323,886,173)
Employee benefits expense	25	109,174,969	99,277,851
Finance costs	26	64,736,667	33,440,288
Depreciation and amortisation expense	11	43,886,008	45,675,814
Other expenses	27	165,961,602	133,700,022
IV Total expenses		2,214,055,142	1,769,084,997
V Profit / (Loss) before exceptional and extraordinary items & tax (III-IV)		77,849,228	175,877,840
VI Exceptional items	28	-	(8,497,045)
VII Profit / (Loss) before extraordinary items and tax (V-VI)		77,849,228	184,374,885
VIII Extraordinary items	29	0	682,748
IX Profit / (Loss) before tax (VII-VIII)		77,849,228	183,692,137
X Tax expense:			
Current tax	30	23,979,989	64,320,489
Deferred tax		(14,546,330)	4,559,430
Earlier year tax		4,380,165	3,747,631
XI Profit / (Loss) for the period from continuing operations (IX-X)		64,035,404	111,064,587
Earnings per share (of Rs. 100/- each):			
(a) Basic (in rupees)		195.41	274.43
(b) Diluted (in rupees)		195.41	274.43

See accompanying notes 1 to 31 to the financial statements

To be read with our report of even date attached

For Pravin R. Rathi & Associates
 Chartered Accountants
 Firm Regn. No. 131494W

CA. Aditya Pravin Rathi
 Partner
 Membership No. 141268
 Place : Nashik
 Date : 05/09/2019



S. A. SAWANT
 Chairman
 DIN : 00721214

S. S. Sawant
 Managing Director
 DIN : 00721307

Cash Flow Statement for the period ended March 31, 2019

(CIN U15420MH1999PLC119852)

Particulars	For period ended on 31-Mar-2019	For period ended on 31-Mar-2018
A CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax as per P&L	77,849,228	183,692,137
Adjustment for :		
Net prior period	53,661	385,036
Depreciation & Amortisation	43,886,008	45,675,814
Interest and Finance Charges	64,736,667	33,440,288
Interest Received on Fixed Deposits	(679,171)	(1,287,905)
Electricity Duty (refer note (i) to Note No.2 & Accounting Policy (q) on Incentive Receivable)	4,489,308	4,021,320
Operating Profit Before Changes in Working Capital	190,335,701	265,926,689
Adjustments for (increase) / decrease in operating assets:		
Inventories	(54,526,052)	(329,816,251)
Advances	(44,370,766)	15,319,121
Trade and other receivables	(85,070,899)	(117,056,460)
Adjustments for increase / (decrease) in operating liabilities:	(183,967,716)	(431,553,590)
Trade Payable and other payables	227,168,703	135,535,735
Other non current liabilities	(41,384)	0
Other current liabilities	(14,145,094)	15,703,891
Cash Generated from Operations	212,982,226	151,239,627
Net prior period	219,350,210	(14,387,274)
Income Tax Paid	(53,661)	(385,036)
NET cash flow from / (used in) operating activities (A)	(28,360,154)	(68,068,120)
B CASH FLOW FROM INVESTING ACTIVITIES :	190,936,396	(82,840,436)
Purchase of Fixed Asset	(490,635,756)	(56,995,969)
Interest received on Loans and Advances	679,171	1,287,905
NET cash flow from / (used in) Investing activities (B)	(489,956,585)	(55,708,063)
C CASH FLOW FROM FINANCING ACTIVITIES		
Increase / (Decrease) in long term borrowings	141,913,214	(100,439,751)
Increase / (Decrease) in short term borrowings	250,894,224	262,926,024
Interest and Finance charges	(64,736,667)	(33,440,288)
Redemption of preference shares (31365 No. * 200)	(6,273,000)	
Net Cash flow from / (used in) financing activities (C)	321,797,771	129,045,985
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	22,777,582	(9,502,509)
Cash and cash equivalents at the beginning of the period	12,493,947	21,996,456
Cash and cash equivalents at the end of the period (Refer Note No. 18)	35,271,529	12,493,947

As per our report of even date attached
For Pravin R. Rathi & Associates

Chartered Accountants
Firm Regn. No. 131494W

CA. Aditya Pravin Rathi
Partner
Membership No. 141268
Place : Nashik
Date : 05/09/2019

For and on behalf of the Board

S. A. SAWANT
Chairman
DIN : 00721214

S. S. SAWANT
Managing Director
DIN : 00721307



NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES :-

Company Overview :

The company was incorporated on 18.02.1999. It is engaged in the business of sugar manufacturing, generation of power and trading in Diesel. The by-products generated during the process of sugar manufacturing are also sold by the company in the open market. The various by-products sold by the company are Molasses, Bagasse, Pressmud and Boiler Ash. During the year company had also undertaken construction of Ethanol Plant.

a. Basis & Method of Accounting :

The financial statements of the Company have been prepared on accrual basis under historical cost convention and in accordance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act 2013. The accounting principles adopted in the presentation of the financial statements are consistent with those followed in the previous year.

b. Use of Estimates :

The preparation of the financial statements in conformity with India GAAP required the management to make estimates and assumptions that affect the reported amount of assets and liabilities (including contingent liabilities) on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The management believed that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known/materialize.

c. Property, Plant and Equipment :

Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use. Expenditure incurred during construction period has been added to the cost of the assets. Subsidy, if any, received from the Government has been reduced from the value of the respective assets.

d. Borrowing costs:

Interest and other costs in connection with the borrowings of funds to the extent attributable to acquisition or construction of qualifying assets are capitalized as part of the cost of such asset till such time the asset is ready for its intended use. All other borrowings costs are recognised in the statement of profit and loss in the period in which they are incurred.



e. Depreciation:

Tangible assets

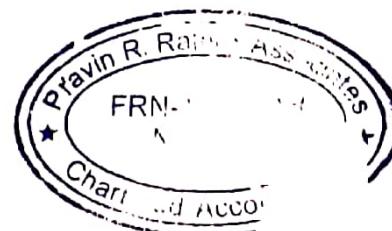
Depreciation is provided in the manner prescribed in Schedule II of the Companies Act, 2013. The Carrying Value of Fixed assets are depreciated over the revised remaining useful lives. Fixed assets having nil useful life has been charged to the opening balance of retained earnings as per the transitional provision prescribed in note 7 (b) of Schedule II of the Companies Act 2013.

Intangible assets

Company holds only one intangible asset, being Computer Software. The Company has estimated its useful life of 5 years. Accordingly, the cost of the asset is being amortized over a period of 5 years on straight line method basis.

Type of asset with Useful life

Sr No.	Category of assets	Sub-category of asset	Useful life as per Schedule II	Useful life adopted by the company
1	Plant and machinery other than continuous process plant	Sugar Plant and Machinery.	15	15
		Other Machinery.	15	15
		Plant and Machinery (cogen).	15	15
		Weight Machine	15	15
2	Carpeted Roads-RCC	Road.	10	10
3	Building	Factory Building (Sugar) other than RCC Framework.	30	30
		Building (Cogen) other than RCC Framework	30	30
		Godown (with RCC Framework)	60	60
		Godown (without RCC Framework)	30	30
		Office (without RCC Framework)	30	30
		Staff Quarter(other than RCC Framework)	30	30
		Staff Quarter(with RCC Framework)	60	60
4	Well		5	5
5	Tools		15	15



6	Furniture	10	10
7	Software	5	5
8	Electricity Installation	10	10
9	Vehicle	8	8
10	Computer	3	3
11	Office Equipment	5	5
12	Temple	60	60

f. **Investments:**

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Non-Current investments. Current investments are carried at lower of cost or fair value/ market value, determined on an individual investment basis. Non-Current Investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. Profit/loss on sale of investments is computed with reference to their average cost.

g. **Inventories:**

Inventories are valued as follows:

Raw materials, stores and spares and packing materials

Lower of cost and net realisable value. However, 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. Cost is determined on weighted average basis.

Finished goods

Lower of cost and net realizable value. Cost includes direct material, labour and manufacturing overheads. Cost of finished goods is reduced by the amount of by-product sales (including inter-segment sales) and net realizable value of by-product held as stock at the end of reporting period. Net realisable value of finished goods 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.

By-products

By-products are valued at net realisable value.

h. **Revenue recognition:**

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of trade discounts, excise duty, sales returns.



Particulars	March 31, 2019	March 31, 2018
Current Service Cost	1,418,555	1,459,764
Past Service Cost	-	76,637
Interest Cost	808,628	685,471
Expected return on plan assets	(710,482)	(465,951)
Actuarial (Gain)/Loss recognised in the period	(177,646)	(199,565)
Amounts recognised in the statement of Profit and Loss	1,339,055	1,556,356
Present value of obligation at the end of period	12,302,285	10,722,388
Fair value of plan assets at the end of period	10,149,335	8,672,958
Net asset / (liability) recognised in Balance Sheet	(2,152,950)	(2,049,430)

The principal assumptions used in determining gratuity benefit obligation for the company's plans are shown below:

Particulars	March 31, 2019	March 31, 2018
Discount Rate	7.50%	7.70%
Mortality Table	Indian assured lives mortality (2012-14) ultimate (IALM ult)	Indian assured lives mortality (2006-08) ultimate mortality table
Salary Escalation Rate	10%	10%
Expected rate of return on plan assets	7.80%	8%
Disability Rate (as % of above mortality rate)	No Explicit Allowance	No Explicit Allowance
Withdrawal Rate	5%	5%
Normal Retirement Age	60 Years	60 Years
Expected average remaining working lives of employees	11.08 Years	10.58 Years

k. Income tax:

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961

Deferred income tax reflects the impact of current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier periods. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the



extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company reviews the same at each Balance Sheet date.

i. Government grants:

Government grants in the nature of promoter's contribution are credited to capital reserve and treated as a part of Shareholder's funds. Other Government grants/ subsidy have been reduced from the value of respective assets.

m. Provisions, contingent liabilities and contingent assets:

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- The Company has a present obligation as a result of a past event
- A probable outflow of resources is expected to settle the obligation and
- The amount of the obligation can be easily estimated.

Contingent Liability is disclosed in the case of

- A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation.
- A possible obligation, unless the probability of outflow of resources is remote. Depending on facts of each case and after due evaluation of relevant legal aspects, claims against the Company not acknowledged as debts are disclosed as contingent liabilities. In respect of statutory matters, contingent liabilities are disclosed only for those demand(s) that are contested by the Company.

Contingent Assets are neither recognised nor disclosed.

n. Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



o. Impairment of assets:

As at each balance sheet date, the carrying amount of assets is tested for impairment so as to determine,

- a. The provision for impairment loss, if any, required or
- b. The reversal, if any, required of impairment loss recognised in previous periods.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount.

p. Classification of Assets and Liabilities as Current and Non-Current:

All assets and liabilities are classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, 12 months has been considered by the Company for the purpose of current, non-current classification of assets and liabilities.

q. Accounting of Incentive Receivable

Company has set-up a Co-generation plant in the F.Y. 2009-10 under the promotional policy of the State Government regarding the development of non-conventional renewal energy. Under this promotional policy, the Government of Maharashtra had exempted company from paying cane purchase tax and electricity duty (on captive consumption) for a period of ten years. The amount of exemption of cane purchase tax is subject to the ceiling of amount of investment made in the plant. Company had invested Rs. 4090.10 lakhs in the plant. Accordingly, Company had created capital reserve in F.Y. 2012-13, by the amount of investment made in the plant for cane purchase tax exemption and had further added Rs 1156.28 lakhs to capital reserve A/C for electricity duty exemption, with corresponding debit to Incentive Receivable Account. The amount of electricity duty exemption has been computed on the basis of management's expectation on captive consumption of electricity over the period of exemption i.e. 10 years. As and when the incentive is utilised, the Profit & Loss A/c is debited by the amount of Purchase Tax / Electricity Duty claimed as exempt for the year with the corresponding credit to the Incentive Receivable A/c.

In current year, the unutilized capital reserve created for exemption from payment of cane purchase tax has been reversed as cane purchase tax has been subsumed in GST and such benefit of exemption is not extended by the Government under the GST regime. In this reference also refer note (i) to note 3.



Notes forming part of the financial statements for the year ended 31st March, 2019

Note 2 Share capital

Particulars	As at 31 March, 2019		As at 31 March, 2018	
	Number of shares	Amount	Number of shares	Amount
(a) Authorised				
Equity shares of Rs. 100 each	505,000	50,500,000	505,000	50,500,000
Redeemable non cumulative preference shares of Rs. 100 each	825,000	82,500,000	825,000	82,500,000
	Total	133,000,000		133,000,000
(b) Issued, Subscribed and fully paid up				
Equity shares of Rs. 100 each	327,705	32,770,500	327,705	32,770,500
9% Redeemable non cumulative preference shares of Rs. 100 each	579,950	57,995,000	611,315	61,131,500
	Total	90,765,500		93,902,000

(c) The company has only one class of equity shares. The holders of equity shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

(d) The 9% redeemable non cumulative preference shares of Rs. 100 each were issued on 12/12/2000. The shares are redeemable within 20 years from the date of issue i.e. before 12.12.2020. During the year on the request of some of the shareholders, company has redeemed 31,365 No. of Shares at a premium of Rs. 100 per share i.e. the shares have been redeemed at Rs. 200 per share.

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

Particulars	Opening Balance	Fresh issue	Redemption	Closing Balance
Equity shares with voting rights				
Year ended 31 March, 2019				
- Number of shares	327,705	-	-	327,705
- Amount (Rs.)	32,770,500	-	-	32,770,500
Year ended 31 March, 2018				
- Number of shares	327,705	-	-	327,705
- Amount (Rs.)	32,770,500	-	-	32,770,500
Redeemable preference shares				
Year ended 31 March, 2019				
- Number of shares	611,315	-	31,365	579,950
- Amount (Rs.)	61,131,500	-	3,136,500	57,995,000
Year ended 31 March, 2018				
- Number of shares	611,315	-	-	611,315
- Amount (Rs.)	61,131,500	-	-	61,131,500

Arrears of fixed cumulative dividend on preference shares as at 31 March, 2019 Rs.3,24,900/- (As at 31 March, 2018 Rs.3,24,900/-)

(f) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2019		As at 31 March, 2018	
	Number of shares held	% holding	Number of shares held	% holding
Equity shares with voting rights				
Shankarrao Ananda Sawant	10	0.003%	160,805	49.07%
Chandrakala Shankarrao Sawant	5	0.002%	26,025	7.94%
Kailas Shankarrao Sawant	142,740	43.56%	46,920	14.32%
Sachin Shankarrao Sawant	161,135	49.17%	54,420	16.61%
Redeemable preference shares				
Chandrakala Shankarrao Sawant	108,535	18.71%	108,535	17.75%
Kailas Shankarrao Sawant	119,640	20.63%	119,640	19.57%
Sachin Shankarrao Sawant	135,150	23.30%	135,150	22.11%
Vaishali Kailas Sawant	99,590	17.17%	99,590	16.29%
Madhuri Sachin Sawant	112,820	19.45%	112,820	18.46%



Note 3 Reserves and surplus

Particulars	As at 31 March, 2019	As at 31 March, 2018
(a) Capital reserve (refer note i below)		
Opening balance	501,742,197	514,520,877
Less : Reversal of utilised portion of reserve created for SCPT exemption	(353,544,268)	(12,778,680)
Less: Reversal of unutilised portion of reserve created for electricity duty exemption (current year)	(12,310,692)	-
Closing balance	135,887,237	501,742,197
(b) Securities premium		
Opening balance	13,819,500	13,819,500
Add : Premium on shares issued during the year	-	-
Less :	3,136,500	-
Closing balance	10,683,000	13,819,500
(c) Revaluation reserve (refer note ii below)		
Opening balance	-	67,085,828
Less: Trf to General Reserve	-	(2,426,278)
Less : Trf to Fixed asset	-	(64,659,550)
Less : Disposal of asset (earlier year)	-	-
Less: Utilised for set off against depreciation	-	-
Closing balance	-	-
(d) General reserve		
Opening balance	54,393,263	51,966,985
Add:- Transfer from Profit & Loss Account	-	-
Add: Transfer from Revaluation Reserve	-	2,426,278
Closing balance	54,393,263	54,393,263
(e) Capital Redemption Reserve (CRR)		
Opening balance	61,131,500	40,000,000
Add:- Addition during the Year	-	21,131,500
Less : Reduced during the Year	(3,136,500)	-
Closing balance	67,995,000	61,131,500
(f) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	220,190,959	130,257,872
Add: Profit / (Loss) for the year	64,035,404	111,064,587
	284,226,363	241,322,459
Add : Transfer from CRR (redemption of Preference shares)	3,136,500	
Less : Appropriations	-	(21,131,500)
Transfer to CRR for redemption of preference shares	-	0
Transfer to General Reserve	-	0
Proposed Dividend on Preference shares @ 9%	-	0
Tax on Dividend	-	0
Closing balance	287,362,863	220,190,959
Total	546,321,363	851,277,419

i. Company had set-up a Co-generation plant in the F.Y. 2009-10 under the promotional policy of the state government regarding development of non-conventional renewal energy. Under this promotional policy, the Government of Maharashtra had exempted company from paying cane purchase tax and electricity duty (on captive consumption) for a period of ten years. The amount of exemption of cane purchase tax was subject to the ceiling of amount of investment made in the plant. Company had invested Rs. 4090.10 lakhs in the plant. Accordingly, Company created capital reserve in F.Y. 2012-13, by the amount of investment made in the plant for cane purchase tax exemption and had further added Rs 1156.28 lakhs to capital reserve A/C for electricity duty exemption. The amount of electricity duty exemption is computed on the basis of management's expectation on captive consumption of electricity over the period of exemption i.e. 10 years.

From 01.07.2018, Goods and Service Tax (GST) has been introduced. Purchase tax has been subsumed in GST and therefore, the company is no more liable for payment of purchase tax under the GST regime. As at 31.03.2019 the aforesaid exemption given from payment of Purchase tax has not been extended under GST regime. Management of the company was hopeful upto last year that the exemption would be extended under GST regime as well, as such representations before the Central Government were made by the various representative bodies of Sugar Industry. Accordingly, the utilised capital reserve created in F.Y. 2012-13 for the exemption on payment of purchase tax was continued in books of accounts. However, considering the fact that there has been no positive response from the government in this matter, the management of the company is now of the opinion that the said benefit would not be extended under GST regime. Accordingly, the utilised portion of the reserve created in F.Y. 2012-13 is reversed in the current year.



Note 4 Long-term borrowings

Particulars	As at 31 March, 2019	As at 31 March, 2018
(a) Term loans		
From Banks, Secured	172,943,526	39,787,500
From Other Parties, secured	20,203,520	40,822,041
- From Sugar Development Fund (SDF)	9,757,913	14,372,204
- Interest Accrued but not due	29,361,433	55,204,245
(b) Loans and advances from related parties (Unsecured)		
Total	35,144,863	1,144,863
	Total	96,116,608

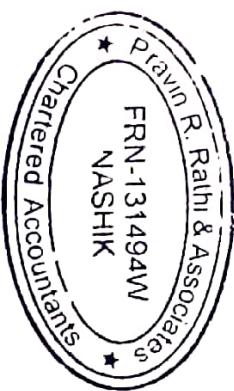
Particulars of Lender	Nature of Loan	No. of Instalments	Periodicity of Instalments	EMI Amount (excl. interest)	Terms of Interest payment	Rate of Interest (%)	Maturity Date	Nature of Security
Sugar Development Fund (SDF) Loan - Co-General	Secured	8	Half-yearly	3,149,575	Half-yearly, on daily product basis	4.00	Aug-19	2nd Charge on Plant & Machinery, Mortgage of Land, Building & Allied Construction.
Sugar Development Fund (SDF) Loan - Co-General	Secured	6	Half-yearly	7,377,190	Half-yearly, on daily product basis	7.50	Sep-19	2nd Charge on Plant & Machinery, Mortgage of Land, Building & Allied Construction.
Sugar Development Fund (SDF) Loan - Modernization cum Expansion	Secured	5	Yearly	10,101,760	Yearly, on daily product basis	7.50	Jun-21	2nd Charge on Plant & Machinery, Mortgage of Land, Building & Allied Construction.
IDBI Bank Ltd	Secured	24	Quarterly	10,900,000	Monthly, on daily product basis	1 Year MCLR + Spread	Dec-25	Hypothecation and pari passu first charge of assets created out of bank finance including plant and machinery of ethanol project. Also secured by Directors' Personal guarantee.

Interest accrued but not due represents interest on certain long-term borrowings where the payment of interest has also been deferred for a period of time and is therefore considered to be in the nature of borrowings and included as a part of secured loans under Long term borrowings.

* Interest Subvention upto 10% or at actual rate charged by the bank, whichever is lower, shall be provided for the first year by the Central Government and State Government for the remaining 4 years.

Details of long-term borrowings guaranteed by directors :

Particulars	As at 31 March, 2019	As at 31 March, 2018
Term loan from banks	172,943,526	39,787,500



Note 5 Deferred Tax Liabilities (Net)

Particulars	As at 31 March, 2019	As at 31 March, 2018
Deferred Tax Liabilities		
On difference between book balance and tax balance of fixed assets	38,452,121	53,859,617
	Total	38,452,121
		53,859,617
Deferred Tax Assets		
Ehenol Project	103,836	965,002
	Total	103,836
		965,002
Net deferred tax (liability) / asset	(38,348,285)	(52,894,615)

Note 6 Other long term liabilities

Particulars	As at 31 March, 2019	As at 31 March, 2018
Others	-	41,384
	Total	41,384

Note 7 Short-term borrowings

Particulars	As at 31 March, 2019	As at 31 March, 2018
(a) Loans repayable on demand		
From banks		
- Secured	893,715,990	642,821,766
	Total	893,715,990
		642,821,766

Notes:

(i) Details of security for the secured short-term borrowings:

Particulars	Nature of security	As at 31 March, 2019	As at 31 March, 2018
IDBI Bank (CC)	Sugar Stock	592,809,810	540,164,756
State Bank of India (CC)	Sugar Stock	248,137,944	102,657,010
Nashik Merchants Co-op Bank Ltd (CC)	Sugar Stock	52,768,236	-
		Total	893,715,990
			642,821,766

(ii) Details of short-term borrowings guaranteed by directors :

Particulars	As at 31 March, 2019	As at 31 March, 2018
Loans repayable on demand from banks	893,715,990	642,821,766



Note 8 Trade payables

Particulars	As at 31 March, 2019	As at 31 March, 2018
For Goods and Services *		
Total outstanding dues of micro enterprises and small enterprises		
Total outstanding dues of creditors other than micro enterprises and small enterprises	497,512,617	247,181,151

There are no Micro and Small Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at March 31, 2019 and March 31, 2018. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note 9 Other current liabilities

Particulars	As at 31 March, 2019	As at 31 March, 2018
Current maturities of long term debt (refer note (i))	58,053,521	91,913,618
Interest accrued and due on borrowings		
Related parties	834,269	244,644
Interest accrued but not due on borrowings		
Bank interest	15,216,866	9,757,589
Unpaid dividends	324,900	324,900
Other payables		
Statutory remittances		
- TDS payable	9,356,958	9,257,501
- Staff professional tax	74,075	58,450
- Provident fund payable (Employee)	530,016	465,971
- GST Payable	5,371,929	8,843,871
Unpaid salary and wages	1,639,426	4,671,734
Trade / security deposits received	247,468	33,168,718
Employee's LIC premium	52,145,785	217,431
Customer deposits	332,000	1,807,879
Claims and refunds	67,330	240,000
Employees' compensation	91,700,000	67,330
H & T loan (Refer Note note ii)		89,000,000
Total	235,894,542	250,039,636

Note (i) :

Current maturities of long term debts :

Particulars	As at 31 March, 2019	As at 31 March, 2018
IDBI Bank SEFASU 2014		34,233,328
IDBI Bank Soft Loan 2015	26,525,000	26,525,000
Sugar Development Fund	20,628,521	31,155,290
State Bank of India	10,900,000	
Total	58,053,521	91,913,618

Note (ii) :

During the year, IDBI Bank Ltd. has disbursed loan of Rs. 9,17,00,000 to the H & T contractors of the Company, against the corporate guarantee issued by the Company. Under the agreed arrangement, the loan is disbursed to and recovered from the H & T contractors through the Company. Interest on this loan is born and paid by the company. Company is recovering such loans forwarded to its H & T contractors from the bills payable to them and remitting the same to the IDBI Bank. Since, the Company is not a lonee in this case, the loan proceeds of Rs. 9,17,00,000 received from IDBI Bank, onbehalf of H & T contractors, have not been treated as the borrowings of the Company. Instead, they have been disclosed as current liability and the loan proceeds forwarded to individual H & T contractors, remaining unpaid at the year end, if any, have been disclosed under short term loans and advances .



Note 10 Short term provisions

Particulars	As at 31 March, 2019	As at 31 March, 2018
Provision for employee benefits:		
- Provision for gratuity	2,152,950	2,049,430
- Provision for other employee benefits	601,161	549,018
Income Tax Provision	8,257,989	31,926,641
Provisions for Miscellaneous expenses	672,543	322,317
Total	11,684,643	34,847,406

Note 12 Non-current investments (Unquoted)

Particulars	No. of shares	Face Value	As at 31 March, 2019	As at 31 March, 2018
Trade Investments				
Investment in equity Instruments (Fully paid-up)				
Nashik Merchants Co-op. Bank Ltd				
	2340	1,000	2,340,000	2,340,000
Other Investments				
Investment in equity instruments (Fully paid-up)				
Deola Merchant Co-op Bank	626	100	62,600	62,600
Nashik Jilha Girna Co-op Bank Ltd	840	25	21,000	21,000
Rajlaxmi Urban Co-op Bank Ltd.	40	25	1,000	1,000
Satana Merchant Co-op Bank Ltd.	2000	25	50,000	50,000
Samarth Sahakari Bank Ltd, Nasik	40	25	1,000	1,000
Indira Mahila Sahakari. Bank Ltd	1050	100	105,000	105,000
Investment in Government or trust securities				
National Saving Certificates			25,000	25,000
Total			2,605,600	2,605,600

Note 13 Long-term loans and advances

Particulars	As at 31 March, 2019	As at 31 March, 2018
Unsecured & Considered good :		
Security deposits	4,438,470	4,234,070
Others :		
VAT refund receivable	2,098,075	3,092,973
Income tax receivable	22,790	357,040
GST Receivable	3,901,431	95,156
Advance against property purchase (given to Directors)	43,430,000	-
Total	53,890,766	7,779,239

Note 14 Other non-current assets

Particulars	As at 31 March, 2019	As at 31 March, 2018
Interest accrued but not due on fixed deposits	12,000	12,000
Buffer Stock Claim Receivable	9,707,118	696,091
VAT Paid under Protest	-	-
Incentives Receivable#"	33,600,000	403,944,268
Total	43,319,118	404,652,359

Refer note (i) to Note No. 2 under Reserves & Surplus

* Since as on the reporting date, Company cannot determine electricity duty liability to arise in next 12 months, the whole of incentive receivable has been disclosed under the head "Other Non-Current Assets".



Note 15 Inventories

Particulars	As at 31 March, 2019	As at 31 March, 2018
Finished goods		
Stores and spares	1,275,071,783 52,597,591	1,244,353,256 28,790,067
Total	1,327,669,375	1,273,143,323

Note 16 Trade receivables

Particulars	As at 31 March, 2019	As at 31 March, 2018
Unsecured, considered good		
Debts over six months		
Others	1,299,764 175,457,790	1,428,500 173,890,977
Total	176,757,554	175,319,477

Note 17 Cash and cash equivalents

Particulars	As at 31 March, 2019	As at 31 March, 2018
(a) Cash on hand	969,611	250,837
(b) Balances with banks		
(i) In current accounts		
(ii) In earmarked accounts - Unpaid dividend accounts	16,320,450 324,694	10,204,594 324,741
(c) Fixed deposits (more than 3 months maturity)	17,656,775	1,713,775
Total	35,271,529	12,493,947
Particulars	As at 31 March, 2019	As at 31 March, 2018
Deposits with banks held as :		
Lodged with Government Authorities	1,980,000	530,000
Lodged with oil marketing companies	13,993,000	-

Note 18 Short-term loans and advances

Particulars	As at 31 March, 2019	As at 31 March, 2018
Unsecured, considered good		
Prepaid expenses		
Advance to Harvesting Contractors	1,756,921	902,891
Advance to Sundry Creditors (Purchases)	2,645,886	6,542,745
Advance to cane growers	3,710,860	2,094,866
Miscellaneous Advances	749,533 422,119	1,112,302 373,278
Total	9,285,319	11,026,081

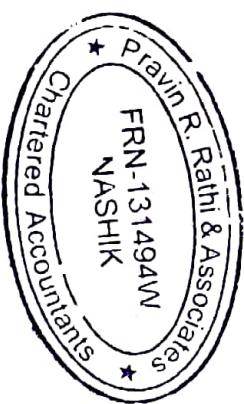
Note 19 Other current assets

Particulars	As at 31 March, 2019	As at 31 March, 2018
Interest accrued but not due on fixed deposits	717,944	368,238
Cane seed receivable	12,643,165	20,770,406
Interest receivable on Soft loan 2015	18,757,847	14,599,590
Refundable expenditure on 132KV Tower line	10,655,786	10,655,786
Export Subsidy Receivable	78,241,073	
Total	121,015,815	46,394,020



Note 11 Property, Plant and Equipment

		Accumulated depreciation and impairment						Net block			
		Gross block			Depreciation expense for the year			Depreciation adjusted against asset up to 31.03.2017*		Total balance as at 31 March, 2019	
Tangible assets		1 April, 2018	Additions	Disposals / Adjustments	Reversal of Revaluation*	Balance as at 31 March, 2019	Balance as at 1 April, 2018	Disposals / Adjustments	Depreciation adjusted against asset up to 31.03.2017*	31 March, 2019	31 March, 2019
Land		6,453,186	6,376,970	-	-	12,832,156	-	-	-	12,032,156	6,453,186
Livestocks		149,500	-	-	-	149,500	-	-	-	149,500	149,500
Site Development		6,736,698	-	-	-	6,736,698	-	-	-	6,736,698	6,736,698
Factory Building & Allied Const.		51,551,532	-	-	-	51,551,532	38,500,447	1,473,471	-	39,973,918	11,051,085
Sugar Building - Temporary Structure		803,030	-	-	-	391,991	-	-	-	69,808	322,185
Office Building		6,814,357	-	-	-	6,814,357	3,071,713	286,978	-	659,593	143,437
Coppered Roads - RCC		6,239,230	-	-	-	501,551	6,935,376	152,233	-	4,040,584	3,777,594
Staff Quarter & Shed		501,551	-	-	-	-	-	-	-	3,157,732	3,157,732
Smeekarhma Temple		35,206,206	-	-	-	-	-	-	-	332,881	349,516
Cogeneration Building		30,912,220	-	-	-	-	-	-	-	21,097,849	15,576,043
Sugar Godown & Auxiliary Plant & Machinery - Oogen		2,099,174	-	-	-	-	-	-	-	14,651,686	16,564,934
Plant & Machinery - Sugarcane		363,939,105	-	-	-	-	-	-	-	16,564,934	155,525,098
Molasses Storage Tank		408,824,784	-	-	-	-	-	-	-	208,404,008	208,404,008
Furniture and Fixtures		1,294,730	-	-	-	-	-	-	-	74,468,440	86,829,418
Vehicles		12,926,620	-	-	-	-	-	-	-	410,620	11,429,717
Electrical Installation		2,828,948	-	-	-	-	-	-	-	1,075,628	259,617
Computer		2,137,542	-	-	-	-	-	-	-	1,294,730	219,102
Other Machinery		4,237,129	-	-	-	-	-	-	-	1,028,113	3,331,112
Tools & Instruments		1,351,523	-	-	-	-	-	-	-	8,740,995	4,180,525
Weights Scale & Measurement		1,059,016	-	-	-	-	-	-	-	2,699,552	130,983
Office Equipment		661,391	-	-	-	-	-	-	-	2,039,122	22,396
Well		871,810	-	-	-	-	-	-	-	3,932,805	202,454
Building WIP		9,280,835	-	-	-	-	-	-	-	304,524	399,332
Distillery P&A/WIP		-	440,387,839	-	-	-	-	-	-	1,324,414	287,753
Distillery Building WIP		-	17,250,309	-	-	-	-	-	-	1,083,767	48,480
Total		932,651,769	499,412,265	9,280,835	-	-	1,442,733,198	617,795,045	43,624,845	614,225	313,009
Previous year		1,10,796,636	56,995,969	-	-	-	205,130,836	932,661,769	712,829,016	511,189	360,621
		Gross block						Amortisation			
Intangible assets		1 April, 2018	Additions	Disposals	Balance as at 31 March, 2019	Balance as at 1 April, 2018	Amortisation expense for the year	Eliminated on disposal of assets	Total as at 31 March, 2019	Balance as at 31 March, 2019	Net block
Computer Software		1,192,500	504,126	-	1,696,926	331,296	261,163	-	592,449	1,104,377	861,214
Total		1,192,500	504,126	-	1,696,926	331,296	261,163	-	592,449	1,104,377	861,214
Previous year		1,192,500	-	-	1,696,926	331,296	261,163	-	331,296	861,214	334,866,724



Note 20 Revenue from operations

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Sale of products (Refer Note (i) below)	2,285,489,418	1,952,963,319
Less : Excise Duty		14,866,800
Total	2,285,489,418	1,938,096,519
Note (i) :-		
Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Sale of products comprises		
Manufactured goods		
(i) White Sugar*	1,885,911,112	1,573,479,219
(ii) Molasses	95,186,806	97,720,331
(iii) Pressmud	1,429,497	1,825,918
(iv) Boiler Ash	97,738	478,123
(v) Electricity (Co-generation)	217,453,670	197,784,119
Traded Goods		
(i) Store Material		16,331.00
(ii) Diesel Sale	85,409,774	81,116,523
(iii) Drip Material Sale	820	542,756
Total	2,285,489,418	1,952,963,319

* includes buffer stock subsidy of Rs. 1,46,07,187/- (P.Y. Nil) and export subsidy of Rs. 10,68,15,773/- (P.Y. Nil)

Note 21 Other income

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Interest income (Refer Note below)	679,171	1,287,905
Dividend income from Co-operative Bank	126,390	-
Other non-operating income (Refer Note below)	5,609,391	5,578,413
Total	6,414,952	6,866,318
Interest income comprises:		
Interest on banks deposits	679,171	819,549
Interest on security deposit		468,356
Total	679,171	1,287,905
Other non-operating income comprises:		
i. Miscellaneous receipts	3,152,072	1,761,830
ii. Income from sale of fertilizers (net of expenses)	373,803	2,587,197
iii. Sundry balances written off (net)	2,083,517	1,034,198
iv Profit on sale of assets		195,188
Total	5,609,391	5,578,413



Note 22 Cost of materials consumed

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Cane purchases (Refer Note below)	1,766,936,449	1,694,564,262
Total	1,766,936,449	1,694,564,262

Note:

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
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Material consumed comprises :

Sugar cane	1,766,936,449	1,694,564,262
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Note 23 Purchase of Stock In Trade

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Diesel purchase	94,077,975	86,110,807
Drip Material Purchase	-	202,126
Total	94,077,975	86,312,934

Note 24 Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
<u>Inventories at the end of the year:</u>		
Finished goods	1,275,071,783	1,244,353,256
<u>Inventories at the beginning of the year:</u>		
Finished goods	1,244,353,256	920,467,083
Net (increase) / decrease in stock	(30,718,528)	(323,886,173)

Note 25 Employee benefits expense

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Salaries, wages and allowances	101,542,717	91,538,824
Contributions to provident and other funds	5,308,476	4,845,166
Contribution to defined benefit plan*	1,339,055	2,097,725
Staff welfare expenses	984,721	796,136
Total	109,174,969	99,277,851

* including gratuity expense of Rs. Nil (P.Y. Rs. 5,41,369/-) relating to earlier years, also refer note No. 1(j) for details of Defined contribution scheme and defined benefit plan.



Note 26 Finance costs

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
(a) Interest expense	64,275,445	31,886,558
(b) Other borrowing costs : Loan processing fees	461,222	1,553,730
Total	64,736,667	33,440,288

Note 27 Other expenses

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
A. Manufacturing Expenses		
Manufacturing & Process Consumables	31,476,260	30,023,670
Consumption of packing material	23,776,119	21,739,680
Power and fuel	37,608,709	30,439,997
Electricity duty on captive consumption#	4,489,308	4,021,320
Cane Development expenses	402,861	1,212,693
Freight and forwarding	5,841,319	3,517,405
Repairs and maintenance - Buildings	509,837	349,903
Repairs and maintenance - Machinery	28,994,350	30,099,686
Sugar house expenses	2,454,182	2,324,249
Sugar manufacturing & allied expenses	3,383,598	3,058,243
Excise duty*	-	(14,866,800)
Boiler ash & bagasse bailing expenses	796,000	837,600
Sugar slackening expenses	940,363	863,257
Boiler inspection & composition fee	634,509	493,282
B. Administrative Expenses		
Brokerage on Sale	871,616	-
Levy paid on free sale sugar (F.Y. 2011-12)	2,300,000	-
Telephone	440,110	463,270
Travelling and conveyance	3,458,742	2,698,756
Printing and stationery	538,953	439,261
Legal and professional	1,512,942	3,537,401
Auditor's remuneration (Refer note (i) below)	700,000	725,000
Security expenses	1,734,038	1,722,514
Insurance	1,454,076	1,493,861
Rent	552,050	498,180
Rates and taxes	5,290,921	4,148,539
Prior period expenses	53,661	385,036
Miscellaneous expenses	5,747,079	3,474,018
Total	165,961,602	133,700,022

*Excise duty shown under expenditure represents difference between excise duty on opening and closing stock of finished goods.

Refer note (i) to Note No.2 & Accounting Policy (q) on Incentive Receivable.

Note (i) Payment to the Auditors

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Audit fees	700,000	650,000
Certification fees	-	50,000
Other Services	50,000	25,000
Total	750,000	725,000



Note 28 Exceptional items

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Provision reversal of sugar cane price (F.Y. 2016-17)	-	(8,497,045)
Total	-	(8,497,045)

Note 29 Extraordinary items

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Pre-operative expenses (Ethanol project)	-	682,748
Total	-	682,748

Note 30 Current Tax

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
Current Tax	23,979,989	64,320,489
Less : MAT credit entitlement	-	4,783,918
Net Current Tax	23,979,989	59,536,571



Note 31 Additional statements to notes

I. Leases payable

The Company has entered into various operating leases for residential and office premises. They all are renewable on periodic basis and cancellable in nature.

II. Outstanding Commitments

Particulars	As at 31 March, 2019	As at 31 March, 2018
Bank Guarantee*	15,973,000	530,000
Corporate Guarantee**	91,700,000	89,000,000

* Bank guarantee for Rs. 19,50,000/- is given to Maharashtra Pollution Control Board, Bank Guarantee of Rs. 30,000/- is given to District Agriculture Office of Nashik, Dhule and Nandurbar and Bank Guarantee of Rs. 1,39,93,000/- is given to Oil Marketing Companies (OMCs).

** Corporate Guarantee is given to IDBI Bank Ltd. for sanction of loan to H & T contractors of the Company. As on 31/03/2019, total withdrawals made by the H & T contractors were of Rs. 9,17,00,000/-.

III. Contingent Liabilities

Liabilities classified and considered contingent due to contested claims and legal disputes	As at 31 March, 2019	As at 31 March, 2018
Electricity Duty (excluding interest liability)	8,751,908	8,751,908

The Company does not expect any outflow of economic resources in respect of the above and therefore no provision is made in respect thereof.

IV. Related party transactions

Related Parties (have been identified by the Management)

Directors and Key Management Personnel (KMP) :

- i. Shankarrao Ananda Sawant
- ii. Kailas Shankarrao Sawant
- iii. Sachin Shankarrao Sawant

Relative of Directors / Key Management Personnel :

- i. Vaishali Kailas Sawant
- ii. Madhuri Sachin Sawant

Enterprises in which Key Management Personnel / Directors have significant influence :

- i. Mausam Parisar Investments & Finance Co. Ltd.
- ii. Dwarkadhish Birotek LLP



Figures in brackets denote figures of previous year

Particulars	Enterprises in which Key Management Personnel / Directors have significant influence	Key Management Personnel	Relatives of Directors / Key Management Personnel	Total
Sale of Sugar & Drip Material				
Sawant Shankar A	-	-	(6,953)	(6,953)
Sawant Chandrakala S.	-	-	104,056 (36,383)	104,056 (36,383)
Sawant Sachin S	-	191,322 (960)	-	191,322 (960)
Sawant Vaishali Kailas	-	-	100 (760)	100 (760)
Sawant Madhuri S.	-	-	46,998 (9,432)	46,998 (9,432)
Sawant Kailas s	-	1,100 (360)	-	1,100 (360)
Patil Varshatai N.	-	-	3,381 (500)	3,381 (500)
Purchase of Sugarcane				
Sawant Shankar A	-	401,303 (274,304)	-	401,303 (274,304)
Sawant Kailas s	-	-	62,049 (430,541)	62,049 (430,541)
Sawant Sachin S	-	730,296 (786,944)	-	730,296 (786,944)
Sawant Chandrakala S.	-	-	780,475 (679,595)	780,475 (679,595)
Sawant Madhuri S.	-	-	265,238 (245,400)	265,238 (245,400)
Patil Varshatai N.	-	-	33,456 (301,822)	33,456 (301,822)
Sawant Vaishali Kailas	-	-	43,783 (6,756)	43,783 (6,756)
Remuneration paid :				
Sawant Kailas Shankar	-	13,500,000 (4,000,000)	-	13,500,000 (4,000,000)
Sawant Sachin Shankar	-	16,500,000 (5,500,000)	-	16,500,000 (5,500,000)



Interest paid on loans taken :

Sawant Shankarrao A.	-	35,082	-	35,082
	-	(34,986)	-	(34,986)
Sawant Kailas Shankar	-	30,628	-	30,628
	-	(85,666)	-	(85,666)
Sawant Sachin Shankar	-	23,295	-	23,295
	-	(23,232)	-	(23,232)
Sawant Chandrakala Shankarrao	-	-	182,822	182,822
	-	-	(497,295)	(497,295)
Sawant Madhuri Sachin	-	-	0	0
	-	-	(5,335)	(5,335)
Mausam Parisar Investments & Finance Company Ltd.	195,405	-	-	195,405
	(634,878)	-	-	(634,878)

Office Rent Paid :

Sawant Shankarrao A.	-	60,000	-	60,000
	-	(60,000)	-	(60,000)

Advance given for purchase of land

Sawant Sachin S	-	21,715,000	-	21,715,000
Sawant Kailas S	-	21,715,000	-	21,715,000

Loans repaid during the year (including interest) :

Sawant Shankarrao A.	-	31,487	-	31,487
	-	(31,574)	-	(31,574)
Sawant Kailas S	-	777,099	-	777,099
	-	(77,311)	-	(77,311)
Sawant Sachin S	-	20,909	-	20,909
	-	(21,560)	-	(21,560)
Sawant Chandrakala S.	-	-	4,447,565	4,447,565
	-	-	(448,791)	(448,791)
Sawant Madhuri S.	-	-	4,801	4,801
	-	-	(85,493)	(85,493)
Mausam Parisar Invesment & Company Ltd.	6,470,920 (90,137)	-	-	6,470,920 (90,137)

Balances outstanding at the end of the year**Trade payables**

Sawant Shankarrao A.	-	339,985	-	339,985
	-	(21,416)	-	(21,416)
Sawant Chandrakala S.	-	-	860,307	860,307
	-	-	(64,617)	(64,617)
Sawant Kailas S	-	16,744	-	16,744
	-	(36,813)	-	(36,813)
Sawant Vaishall Kailas	-	-	0	0
	-	-	(528)	(528)
Sawant Sachin S	-	132,108	-	132,108
	-	(61,253)	-	(61,253)
Sawant Madhuri S.	-	-	250,865	250,865
	-	-	(17,784)	(17,784)
Patil Varshatai N.	-	-	46,200	46,200
	-	-	(24,937)	(24,937)



Salary Paid payable			
Kailas Sawant	7,971,591 (2,990,600)	7,971,591 (2,990,600)	
Sachin Sawant	7,602,411 (2,921,715)	7,602,411 (2,921,715)	
Advance against property purchase (given to Directors)			
Sawant Sachin S	21,715,000 -	21,715,000 -	
Sawant Kailas S	21,715,000 -	21,715,000 -	
Borrowings (Loans taken - including Interest)			
Sawant Shankarrao A.	350,499 (350,412)	350,499 (350,412)	
Sawant Kailas S	108,478 (858,012)	108,478 (858,012)	
Sawant Sachin S	232,739 (232,683)	232,739 -	
Sawant Chandrakala S.	- -	697,791 (4,980,816)	697,791 (4,980,816)
Sawant Madhuri S.	- -	(4,801)	(4,801)
Mausam Parisar Invesment & Company Ltd.	(6,295,056)	-	(6,295,056)

V. Earnings per share :

Particulars	As at	
	31 March, 2018	31 March, 2017
Net profit / (loss) for the year attributable to the equity shareholders (rupees in lakhs)	64,035,404	89,933,087
Weighted average number of equity shares outstanding during the period (Basic)	327,705	327,705
Weighted average number of equity shares outstanding during the period (Diluted)	327,705	327,705
Par value per share	100	100
Basic and Diluted Earnings per share (in rupees)	195.41	274.43

VI. Corporate Social Responsibility

Particulars	For the year ended	For the year ended
	31 March, 2018	31 March, 2017
a) Gross amount required to be spent by the company during the period	13,70,654	Nil
b) Amount spent during the period	Nil	Nil
Amount unspent during the period	13,70,654	Nil

VII. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

VIII. Balances appearing under the head trade payables, trade receivables, loans and advances are subject to confirmations, adjustments, if any, on the receipt/reconciliation of such accounts.

