

# STANDALONE STATUTORY AUDIT REPORT

**F. Y. 2020-21**

**AUDITEE**

**SHEETAL UNIVERSAL LTD**

ADD : OFFICE NO.348, 2ND FLOOR, ISCON MALL,150 FT RING ROAD,  
RAJKOT - 360 005.

**AUDITOR**

**V. V. Patel & Co**  
Chartered Accountants  
202, Shreeji Krupa Complex,  
Opp. Imperial Heights,  
Nr. Big bazar, 150 FT .Ring road,  
Rajkot-360005  
(M) 97277 39986  
E.Mail:- rajkot@vvpatelcompany.com



**V.V. Patel & Co.**  
**Chartered Accountants**

HEAD OFFICE : B/2, 9th Floor, Palladium, B/h. Divya Bhaskar Press Office, Off. S.G. Highway, Corporate Road,  
Makarba, Ahmedabad-380 051. Tele-Fax : 079-27430594 / 27430595  
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## INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENT

To,  
The Members  
Sheetal Universal Limited

### Report on the Standalone financial statements

We have audited the accompanying Standalone financial statements of **Sheetal Universal Limited** ('the Company'), which comprise the balance sheet as at 31<sup>st</sup> March 2021, the statement of profit and loss and a summary of significant accounting policies and other explanatory information.

### 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 Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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.

### Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.



We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India and subject to notes on accounts attached with Standalone financial statement, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021 and its profit for the year ended on that date.

### 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 of India in terms of sub-section (11) of section 143 of the Act, the order apply to the company and such, the same is being reported upon as per **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.
  - 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 and the Statement of Profit and Loss 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
- 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 B"
- 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, in our opinion and to the best of our information and according to the explanations given to us.
- i) The Company does not have any pending litigations which would impact its financial position.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For V V Patel & Co.  
Chartered Accountants  
FRN No- 118124W



Bipin Parmar  
Partner  
M No: 142866

Place: Rajkot  
Date: 29/10/2021  
UDIN: - 21142866AAAACB8027

### **Annexure - A to the Independent Auditor's Report**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Standalone financial statements for the year ended 31<sup>st</sup> March 2021, we report that:

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;  
  
(b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.  
  
(c) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
2. The management has conducted the physical verification of inventory at reasonable intervals. In our opinion, the frequency of verification is reasonable.
3. In respect of the loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013:
  - In our opinion and according to the information given to us, the terms and conditions of the loans given by the Company are prima facie, not prejudicial to the interest of the Company.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities.
5. As per the information and explanation given to us and as per our examination of books of accounts, the company has not taken any deposit; hence there is no contravention of the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013.
6. The Central Government has not prescribed maintenance of cost records in respect of the Company under sub section (1) of section 148 of the Companies Act, 2013. Hence the company has not maintained any such records.



7. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
- (b) According to the information and explanations given to us, there were no dues on income tax, GST/Sales tax, duties of excise, duties of custom, value added tax and service tax, Good and service tax as at 31st March, 2021 which have not been deposited on account of dispute.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks and financial institutions. As per information and explanation and from verification of records, Company has not issued any debentures.
9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. The term loans were applied for the purposes for which those are raised.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has provided managerial remuneration in accordance with the requisite approvals mandates by the provisions of section 197 read with rule V of the companies act 2013.
12. 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.
13. According to the information and explanations given to us and based on our examination of the records of the Company, the Provisions of section 177 of The Companies Act, 2013 is not applicable to the company, and transactions with the related parties are in compliance with sections 188 of the Act where applicable and details of such transactions have been disclosed in the Standalone financial statements as required by under Accounting Standard (AS) 18, Related Party Disclosures specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 vide Note No. 24 of Notes on Accounts.
14. 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.



15. 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.
16. The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For V V Patel & Co.

Chartered Accountants

FRN No- 118124W

Bipin Parmar

Partner

M No: 142866

Place: Rajkot

Date: 29/10/2021

UDIN: - 21142866AAAACB8027

## **Annexure - B to the Independent Auditor's Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Sheetal Universal Ltd.** as of 31<sup>st</sup> March 2021 in conjunction with our audit of the standalone Standalone financial statements of the Company for the year ended 31<sup>st</sup> March, 2021.

#### **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.

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone 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 Standalone 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 Standalone 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 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 Standalone financial statements.

## Inherent Limitations of Internal Financial Controls over Financial Reporting

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, 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 V V Patel & Co.  
Chartered Accountants  
FRN No- 118124W

Bipin Parmar  
Partner

M No: 142866

Place: Rajkot

Date: 29/10/2021

UDIN: - 21142866AAAACB8027

# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Standalone Balance Sheet As At 31<sup>st</sup> March, 2021

No	Particulars	Note No	AS AT 31st March, 2021 (Amount RS)	AS AT 31st March, 2020 (Amount RS)
<b>I</b>	<b>EQUITIES AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders Funds</b>			
	(a) Capital	1	35,000,000	35,000,000
	(b) Reserves And Surplus	2	7,364,696	4,724,930
	(c) Money Received Against Share Warrant		-	-
<b>2</b>	<b>Share Application Money Pending With Allotment</b>			
<b>3</b>	<b>Non Current Liabilities</b>			
	(a) Long Term Borrowings	3	15,864,622	16,717,104
	(b) Deferred Tax Liabilities (Net)	4	-	-
	(c) Other Long Term Liabilities		-	-
	(d) Long Term Provisions		-	-
<b>4</b>	<b>Current Liabilities</b>			
	(a) Short Term Borrowings	5	46,642,476	46,382,542
	(b) Trade Payables	6	18,628,713	47,656,279
	(c) Other current liabilities	7	2,823,603	1,814,757
	(d) Short Term Provisions	8	981,420	2,153,804
	<b>TOTAL</b>		<b>127,305,529</b>	<b>154,449,415</b>
<b>II</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non Current Assets</b>			
	(a) Fixed Assets			
	(I) Tangible	9	29,161,043	34,971,208
	(II) Intangible		-	-
	(III) Capital Work In Progress		-	-
	(IV) Intangible Assets Under Development		-	-
	(b) Non-Current Investments	10	199,990	199,990
	(c) Deferred Tax Assets (Net)	4	314,214	80,802
	(d) Long - Term Loans And Advances		-	-
	(e) Other Non - Current Assets		-	-
<b>2</b>	<b>Current Assets</b>			
	(a) Current Investments		-	-
	(b) Inventories	11	20,601,184	19,109,177
	(c) Trade Receivables	12	55,580,519	74,626,564
	(d) Cash And Cash Equivalents	13	3,757,504	4,412,375
	(e) Short - Term Loans And Advances		-	-
	(f) Other Current Assets	14	17,691,075	21,049,300
	<b>TOTAL</b>		<b>127,305,529</b>	<b>154,449,415</b>
	See Accompanying Notes And Forming Part Of Standalone Financial Statements in term of our report attached	22	-	-

FOR V.V. PATEL & CO.

Chartered Accountants

Shripal Parmar

Partner

Mem. No. 142866

Date : 29/10/2021

Place : Rajkot, UDIN:-21142866AAAACB8027

By Order of Board Of Directors

FOR SHEETAL UNIVERSAL LTD

Sheetal Universal Limited

Sheetal Universal Limited

Managing Director  
Director

Wholetime Director  
Director

# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

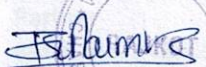
Standalone Profit & Loss For The Year Ended On 31<sup>st</sup> March,2021

Sr. No	Particulars	Note	AS AT 31st March, 2021 (Amount RS)	AS AT 31st March, 2020 (Amount RS)
	<b>REVENUE FROM OPERATIONS</b>			
I	Revenue From Operations	15	387,024,808	548,161,640
II	Other Income	16	12,273,556	20,065,677
III	<b>Total Revenue</b>		<b>399,298,364</b>	<b>568,227,317</b>
	<b>EXPENSES</b>			
	a) Cost Of Materials Consumed		-	-
	b) Purchase Of Stock-In-Trade	17	348,252,650	503,184,275
	c) Changes In Inventories Of Finished Goods, Work-In-Progress And Stock-In-Trade	18	(1,492,007)	836,923
	d) Employee Benefits Expenses	19	4,654,017	3,556,162
	e) Finance Cost	20	4,491,295	4,913,137
	f) Depreciation And Amortization Expense	9	4,714,850	5,663,396
	g) Other Expenses	21	35,343,434	44,129,755
IV	<b>Total Expenses</b>		<b>395,964,240</b>	<b>562,283,648</b>
V	Profit Before Exceptional And Extraordinary Item And Tax (III-IV)		3,334,124	5,943,670
VI	Exceptional Items		-	-
VII	Profit Before Extraordinary Items And Tax (V-VI)		3,334,124	5,943,670
VIII	Extraordinary Items		-	-
IX	Profit Before Tax (VII-VIII)		3,334,124	5,943,670
X	Tax Expenses :			
	- Current Tax Expense For Current Year		927,770	2,098,192
	- (Less): Mat Credit (Where Applicable)		-	-
	- Current Tax Expense Relating To Prior Years		-	-
	- Net Current Tax Expense		927,770	2,098,192
	- (Deferred Tax Asset) / Deffered Tax Liability Prior Year		-	-
	- (Deferred Tax Asset) / Deffered Tax Liability		(233,412)	(259,058)
XI	<b>Profit (Loss) For The Period From Continuing Operations (IX-X)</b>		<b>2,639,766</b>	<b>4,104,536</b>
XII	Profit (Loss) From Discontinuing Operations		-	-
XIII	Tax Expenses Of Discontinuing Operations		-	-
XIV	<b>Profit (Loss) From Discontinuing Operations (After Tax) (XII-XIII)</b>		<b>-</b>	<b>-</b>
XV	<b>Profit (Loss) For The Period (XI+XIV)</b>		<b>2,639,766</b>	<b>4,104,536</b>
XVI	Earning Per Equity Share:			
	- Basic		0.75	1.42
	- Diluted		0.75	1.42
	See Accompanying Notes And Forming Part Of Standalone Financial Statements	22		

In term of our report attached

FOR V.V. PATEL & CO.

Chartered Accountants

  
Dipin Parmar  
Partner

Mem. No. 142866

Date : 29/10/2021

Place : Rajkot, UDIN:-21142866AAAACB8027

By Order of Board Of Directors

FOR SHEETAL UNIVERSAL LTD

Sheetal Universal Limited

Managing Director  
Director

Sheetal Universal Limited  
V.V. Patel Rajkot

Wholetime Director  
Director

# SHEETAL UNIVERSAL LTD

Office No.348, 2nd Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Standalone Cash flow Statement for the year ended as on 31st March 2021

Nature of operations	AS AT	AS AT
	31 <sup>st</sup> March, 2021 (Amount RS)	31 <sup>st</sup> March, 2020 (Amount RS)
<b>A Cash flow from operations :</b>		
Profit before tax & extraordinary items	3,334,124	5,943,670
<b>Adjustments for :</b>		
Depreciation	4,714,850	5,663,396
interest to bank and financial institutions	1,106,621	1,166,490
<b>operating profit before working capital change</b>	<b>9,155,595</b>	<b>12,773,556</b>
<b>adjustements for :</b>		
(increase)/decrease in sundry debtors	19,046,045	(40,986,829)
(increase)/decrease in loans and advances	-	-
(increase)/decrease in inventories	(1,492,007)	836,923
(increase)/decrease in other current assets	3,358,224	(2,747,371)
(increase)/decrease in other non current assets	-	-
increase/(decrease) in creditors	(29,027,566)	5,658,329
increase/(decrease) in other current liability	1,008,846	1,595,073
increase/(decrease) in short term provision	-	(1,525)
tax paid	(2,100,154)	(1,571,063)
<b>Net cash generated from operiting activities (a)</b>	<b>(51,016)</b>	<b>(24,442,908)</b>
<b>B Cash flow from investing activities</b>		
purchase of fixed assets	1,095,315	(1,455,499)
(increase)/decrease in investments	-	(100,000)
<b>Net cash used in investing activities (b)</b>	<b>1,095,315</b>	<b>(1,555,499)</b>
<b>C Cash flow from financing activites</b>		
interest to bank and financial institutions	(1,106,621)	(1,166,490)
increase/(decrease) in unsecured loans	2,626,022	(762,908)
increase/(decrease) in secured loans	(3,218,570)	22,444,798
increase/(decrease) in capital	-	7,000,000
<b>Net cash used in financing activities (c)</b>	<b>(1,699,169)</b>	<b>27,515,400</b>
<b>Net cash flow during the year ( a + b + c )</b>	<b>(654,870)</b>	<b>1,516,993</b>
cash and cash equivalent opening balance	4,412,375	2,895,382
cash and cash equivalent closing balance	3,757,504	4,412,375
	0	(0)

Note:- 1)The figures in Brakets indicates outflow

Note:- 2)The above cash flow is prepared under the "Indirect Method" as set out in AS-3 on Cash flow

statements issued by ICAI

In term of our report attached

**FOR V.V. PATEL & CO.**

Chartered Accountants

Bipin Parmar

Partner

Mem. No. 142866

Date : 29/10/2021

Place : Rajkot, UDIN:-21142866AAAACB8027

**FOR SHEETAL UNIVERSAL LTD**

Sheetal Universal Limited

Managing Director

Director

Sheetal Universal Limited

Wholetime Director

Director

# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

Particulars	AS AT 31 <sup>st</sup> March, 2021 (Amount RS)	AS AT 31 <sup>st</sup> March, 2020 (Amount RS)		
<b>NOTE:1 : SHARE CAPITAL</b>				
<b>AUTHORISED</b> 50,00,000 Equity Shares Of Rs. 10-Each	50,000,000	50,000,000		
<b>ISSUED</b> 35,00,000 Equity Shares Of Rs.10 Each Fully Paid Up	35,000,000	35,000,000		
<b>SUBSCRIBED &amp; PAID -UP</b> 35,00,000 Equity Shares Of Rs.10 Each Fully Paid Up	35,000,000	35,000,000		
The Company Has Only One Class Of Shares Referred To As Equity Shares Having A Par Value Of 10/- Each. Each Holder Of Equity Shares Is Entitled To One Vote Per Share.				
<b>Details Of Shareholders Holding More Than 5% Shares As At 31<sup>st</sup> March, 2021:</b>				
Name Of Shareholder	31.03.2021		31.03.2020	
	No of shares Held	No. in %	No of shares Held	No. in %
Hiren Vallabhbbhai Patel	2,385,208	68.15	2,385,208	68.15
Kajal Hiren Patel	551,124	15.75	551,124	15.75
Nishant Savjibhai Ramani	189,812	5.42	189,812	5.42
Shitalben Savjibhai Ramani	168,650	4.82	168,650	4.82
<b>Total</b>	<b>3,294,794</b>	<b>94.14</b>	<b>3,294,794</b>	<b>94.14</b>
<b>NOTE : 2 : RESERVES &amp; SURPLUS</b>				
(I) Capital Reserves	-	-		
(li) Capital Redemption Reserves	-	-		
(lii) Securities Premium	-	-		
(Iv) Debenture Redemption Reserve	-	-		
(V) Revaluation Reserve	-	-		
(Vi) Share Options Outstanding Account	-	-		
(Vii) Surplus	-	-		
Opening Balance	4,724,930	4,620,394		
(+) Net Profit/(Net Loss) For The Current Year	2,639,766	4,104,536		
(+) Transfer From Reserves	-	-		
(-) Proposed Dividends	-	-		
(-) Transfer To Reserves	-	-		
(-) Bonus issued	-	(4,000,000)		
Closing Balance	<b>7,364,696</b>	<b>4,724,930</b>		

Sheetal Universal Limited

Director



# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

Particulars	AS AT 31 <sup>st</sup> March, 2021 (Amount RS)	AS AT 31 <sup>st</sup> March, 2020 (Amount RS)
<b>Note : 3 : LONG TERM BORROWINGS</b>		
<b>Secured</b>		
Union Bank Term Loan	5,324,287	8,802,791
<b>Unsecured</b>		
<b>- Unsecured loan from Directors</b>		
Hirenbhai Vallabhbbhai Patel	1,662,946	685,665
Kajalben Hirenbhai Patel	1,395,500	564,678
Nishant S Ramani	1,898,310	1,030,970
<b>- Unsecured loan from Relatives and Share holders</b>		
Shital N. Ramani	450,000	450,000
Urmilaben Vallabhbbhai Vasoya	25,000	25,000
Vallabhbbhai Khimjibhai Vasoya	108,579	158,000
<b>- SFAC( Small Farmers' Agri Business Corsotium)</b>		
Loan from SAFC	5,000,000	5,000,000
<b>Total</b>	<b>15,864,622</b>	<b>16,717,104</b>
<p>Note 1. Unsecured loans from directors and shareholders are repayable in demand; however the management also believes these deposits are not required to be repaid in the next 12 months accordingly the same has been classified as long-term borrowings.</p> <p>Note 2. Loans form SAFC is in nature of VCA(Venture Capital Assistant) is not required to pay until total repayment of Original Term loan from financial intitute as per sanction letter SAFC/GUJ/11-456/VCA/2019/271</p> <p>Note 3. Unsecured loans are considered as long termin nature and as per management explnation generally not repayable winin one year from the balance sheet date and are considere interest free loan.</p> <p>Note 4. Term Loans from the bank are secured by first charge on paripassu basis by bank hypothecation of Plant and machinary and stock and receivables and repayable on demand and against property situated at Office No.348, 2nd Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005. and factory land and building sitauted at Plot no-1, Survey No - 502, Kalawad jamnagar state highway 94, Haripar, kalawad, Jamnagar and two other residential property of director and gaurantor.</p>		
<b>NOTE : 4 : DEFERRED TAX LIABILITIES (NET)</b>		
<b>Deferred Tax Liabilities</b>		
Relating to fixed assets	178,256	178,256
<b>Deferred Tax Assets</b>		
Relating to fixed assets	492,470	259,058
Unabsorbed Depreciation & Mat Credit	-	-
<b>Defferes Tax Liabilities/Assest (Net)</b>	<b>314,214</b>	<b>80,802</b>



Sheetal Universal Limited

*[Signature]*  
Director

# SHEETAL UNIVERSAL LTD

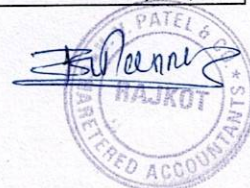
Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

Particulars	AS AT 31 <sup>st</sup> March, 2021 (Amount RS)	AS AT 31 <sup>st</sup> March, 2020 (Amount RS)
<b>NOTE : 5 : SHORT TERM BORROWINGS</b>		
<b>Secured</b>		
Union Bank Tem Loan (Current Maturity)	1,774,752	2,142,857
Union Bank CC	4,428,768	7,583,226
Union Bank-PCL	31,930,950	36,530,892
ECLGS Loan	8,500,000	
<b>Unsecured</b>		
Credit Card of Kotak Bank	-	64,881
Credit Card of SBI Bank	8,006	60,686
	<b>46,642,476</b>	<b>46,382,542</b>
<p>Note 1. Cash Credit/Export Limited and Term Loans and ECLGS Loan from the bank are secured by first charge on pari passu basis by bank hypothecation of Plant and machinery and stock and receivables and repayable on demand and against property situated at Office No.348, 2nd Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005. and factory land and building situated at Plot no-1, Survey No - 502, Kalawad Jamnagar state highway 94, Haripar, kalawad, Jamnagar and two other residential property of director and gaurantor.</p>		
<b>NOTE : 6 : TRADE PAYABLES</b>		
Trade payable for Goods	7,135,233	25,964,926
Trade payable for Expenses	11,493,480	21,377,820
Trade payable for Fixed Assets	-	313,533
<b>Total</b>	<b>18,628,713</b>	<b>47,656,279</b>
<b>NOTE : 7 : OTHER CURRENT LIABILITIES</b>		
Advance from Customers	1,999,000.00	1,020,622
Tds payable	439,602.05	731,355
GST Payable	385,001.04	62,780
<b>Total</b>	<b>2,823,603</b>	<b>1,814,757</b>
<b>NOTE : 8 : SHORT TERM PROVISIONS</b>		
Provision for audit fees	53,000	53,000
Provision for Taxation	928,420	2,100,804
	<b>981,420</b>	<b>2,153,804</b>
<b>NOTE : 10 : NON CURRENT INVESTMENT</b>		
Equity Investment at Subsidiary	99,990	99,990
Union Focused Mutual Fund	100,000	100,000
<b>Total</b>	<b>199,990</b>	<b>199,990</b>
<b>NOTE : 11 : INVENTORIES</b>		
Inventories at the end of the year		
Finished Goods	20,601,184	19,109,177
<b>Total</b>	<b>20,601,184</b>	<b>19,109,177</b>
<b>NOTE : 12 : TRADE RECEIVABLES</b>		
- Trade receivables outstanding for a period exceeding six months from the date they were due for payment (Unsecured, considered Doubtful)	4,585,664	-
- Other Trade receivables (Unsecured, considered good)	50,994,855	74,626,564
<b>Total</b>	<b>55,580,519</b>	<b>74,626,564</b>

Sheetal Universal Limited

Director



# SHEETAL UNIVERSAL LTD

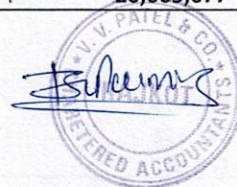
Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

Particulars	AS AT 31 <sup>st</sup> March, 2021 (Amount RS)	AS AT 31 <sup>st</sup> March, 2020 (Amount RS)
<b>NOTE : 13 : CASH AND CASH EQUIVALENTS</b>		
<b>Cash In Hand</b>		
Cash On Hand	3,256,085	4,001,020
Forex Card	169,857	171,631
<b>Balance With Banks</b>		
Kotak Mahindra Bank-3408	9,328.66	220,178
Union Bank-0545	322,230.95	2,971
Union Bank-0014	3.02	16,574
<b>Total</b>	<b>3,757,504</b>	<b>4,412,375</b>
<b>NOTE : 14 : OTHER CURRENT ASSETS</b>		
<b>Advances</b>		
Advances to Supplier	11,622,850	7,099,942
Advances for Expenses	-	49,361
Advances to Subsidiery	169,424	103,516
<b>Deposits</b>		
Vodafone Deposit	2,500	2,500
Sweep Deposit	-	-
PGVCL deposit	583,852	570,859
Gujarat Agro Subsidy Deposit	100,000	100,000
<b>Balance From Revenue Authority</b>		
Tds Recivable	19,614	1,964
TCS Receivable	17,973	-
GST Refund Receivable	1,667,717	10,805,692
Gst Credit	1,375,708	1,540,097
Advance tax	1,000,000	-
Duty Drawback Receivable	153,797	261,049
Agriculture produce Market Committee	977,640	514,320
<b>Total</b>	<b>17,691,075</b>	<b>21,049,300</b>
<b>NOTE : 15 : REVENUE FROM OPERATIONS</b>		
Sales Export	317,604,469	465,819,649
Sales GST	69,420,339	82,341,991
<b>Total</b>	<b>387,024,808</b>	<b>548,161,640</b>
<b>NOTE : 16 : OTHER INCOME</b>		
Discount A/c	3,702,121	5,982,974
Duty Draw Back	428,088	676,246
Freight/Cutting/ Labour	-	28,876
MEIS Licence	3,057,822	1,671,639
Forex Gain	1,497,869	11,205,360
Interest Income	1,396,831	472,890
Intest Subsidy Income	2,142,280	-
Kasar Income	48,546	27,692
<b>Total</b>	<b>12,273,556</b>	<b>20,065,677</b>

Sheetal Universal Limited

Director





# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

Particulars	AS AT 31 <sup>st</sup> March, 2021 (Amount RS)	AS AT 31 <sup>st</sup> March, 2020 (Amount RS)
<b>NOTE : 17 : PURCHASE</b>		
Purchase A/c-GST	324,854,823	503,184,275
Purchase A/c-Import	23,397,827	-
	<b>348,252,650</b>	<b>503,184,275</b>
<b>NOTE : 18 : CHANGES IN INVENTORIES</b>		
Inventories at the end of the year		
Finished Goods	20,601,184	19,109,177
Inventories at the beginning of the year		
Finished Goods	19,109,177	19,946,100
<b>Total</b>	<b>(1,492,007)</b>	<b>836,923</b>
<b>NOTE : 19 : EMPLOYEE BENEFITS EXPENSES</b>		
Labour Salary Expenses	3,154,017	1,967,562
Directors salary Expenses	1,500,000	1,588,600
<b>Total</b>	<b>4,654,017</b>	<b>3,556,162</b>
<b>NOTE : 20 : FINANCE COST</b>		
Term Loan Interest	1,106,621	1,166,490
Interest Expenses	3,048,923	2,965,480
Loan Processing or renewal Expenses	6,467	532,408
Bank Commission & Charges	329,284	246,265
Foreign bank Charges	-	2,494
<b>Total</b>	<b>4,491,295</b>	<b>4,913,137</b>
<b>NOTE : 21 : OTHER ADMINISTRATIVE EXPENSES</b>		
Accounting exp	35,000	60,000
Audit Fees	28,000	51,475
Commision And Brokrage Exp.	3,530,019	3,311,626
Custom Duty Paid	1,954,716	-
Consultancy Fees	2,000	70,000
Couier & Cargo Expenses	156,846	205,900
Certification Expenses	7,170	
Donation Expense	20,000	7,500
Electricity Expenses	373,487	399,968
Export Expenses	18,078,830	21,539,263
Export Inspection Charges	40,800	115,646
Export Insurance Expenses	807,424	700,996
Factory Rent Expenses	110,000	110,000
Foreign Commission Expenses	429,495	802,608
Foreign Travelling Expense		641,036
Forex Loss	280,197	551,726
Insurance Exp.	189,853	117,752
Interst on TDS/TCS	47,565	7,880
Internet Exp.	40,168	41,017
Laboratory Exp.	594,494	1,188,347
Legal Fee Exp.	40,300	285,392
Maintanace Exp.	13,818	11,004
Misc. Exp.	46,973.39	99,765
Office Exp.	17,933	34,259
Office Rent Exp.	60,000	60,000
Frieght Expenses	530,473	
Packing Material Purchase	2,517,407	5,417,871
Professional Fees	132,800	323,470
Registration Exp.	23,048	18,551

Sheetal Universal Limited

*[Signature]*  
Director



# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

Particulars	AS AT	AS AT
	31 <sup>st</sup> March, 2021 (Amount RS)	31 <sup>st</sup> March, 2020 (Amount RS)
Repairing exp	13,825	37,334
Stall Charges		405,000
Stamp Duty Charge	34,467	102
Stationary Exp.	40,773	60,892
Penalty for late filling of TDS	-	9,000
Telephone Exp.	40,562	33,109
Transportation exp	4,114,550	6,672,664
Travelling And Hotel Exp.	8,721	119,641
Agency Charges	41,750	6,000
Apeda Expenses	44,874	57,100
Discount Expenses	260,370	289,158
Domain Registration Expenses	-	2,495
Web Server Hosting Expense	45,000	21,500
Travelling Insurance	-	41,002
TDS Return Filling Fees	7,000	6,000
Property Tax	15,848	11,504
Material Expenses	303,796	114,297
Fuel Expenses	235,083	39,906
GST Retun Filling Fees	28,000	30,000
<b>Total</b>	<b>35,343,434</b>	<b>44,129,755</b>



Sheetal Universal Limited

Director

# SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall,150 FT Ring Road, Rajkot - 360 005.

**Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021**

**NOTE: 4 : NET DIFFERED TAX LIABILITY COMPLIACNE WITH AS-22**

No	Particulars	Amount (Rs.)
	<b><u>Tax effect of items constituting deferred tax assets</u></b>	
1	Unabsorbed depreciation allowance as per I. T. records on 31.03.2021	-
2	Disallowances under Section 40(a)(i), 43B of the Income Tax Act, 1961	-
3	Carried forward business loss as per I. T. records of A.Y. 2020-21	-
4	<b>Tax effect of above 5 and 6 at 30.9% resulting in deferred tax assets</b>	-
	<b><u>Tax effect of items constituting deferred tax liabilities</u></b>	
5	Written down value of fixed assets as per books of account on 31.03.2021	29,161,043
6	Wrtnen down value of fixed asstes as per Income tax records on 31.03.2021	27,269,986
7	Timing differences related to fixed assets (5-6)	(1,891,057)
8	<b>Opening timing defferences (Opening DTA/ (DTL))</b>	-
	Adjustment regarding op balance(change in dep method)	-
9	Depreciation as per Books	4,714,850
	Depreciation as per I. T.	3,817,113
	Timing difference arisen during the year	897,737
	tax effect on DTA	233,412
10	closing DTA (net)	<b>233,412</b>
11	Loss on sale of assets being timing difference arisen during the year	-
12	Tax effect on above resulting in deferred tax assets	-
13	Net deferred taxation DTL/(DTA) Charged to P&L	(233,412)



Sheetal Universal Limited

Director

## SHEETAL UNIVERSAL LTD

Office No.348, 2<sup>nd</sup> Floor, Iscon Mall, 150 FT Ring Road, Rajkot - 360 005.  
Notes On Account For The Year Ended On 31<sup>st</sup> March, 2021

NOTE : 9 : FIXED ASSETS

SR No	ASSETS	RATE OF DEP. AS PER USEFUL LIFE	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK			
			BALANCE AS AT 01/04/20	ADDITION/ DISPOSAL	REVALUATI ON	BALANCE AS AT 31/03/21	BALANCE AS AT 01/04/20	DEPRECIATIO N CHARGED FOR YEAR	DUE TO REVALUA TION	ON DISPOSAL	BALANCE AS AT 31/03/21	BALANCE AS AT 31/03/20	
(I)	<b>TANGIBLE ASSETS</b>												
1	Computer	64.90%	170,560	99,675	-	270,235	116,727	46,057	-	-	162,784	53,833	107,451
2	Mobile	27.16%	172,562	77,073	-	249,635	63,916	39,053	-	-	102,969	108,646	146,666
3	Building -1	9.50%	17,983,761	596,720	-	18,580,481	3,251,483	1,414,185	-	-	4,665,668	14,732,278	13,914,813
4	Plant & Machinery-1	18.10%	19,581,257	(4,000,000)	-	15,581,257	5,895,814	2,088,860	-	-	7,984,674	13,685,443	7,596,583
5	Building -2	9.50%	3,447,632	-	-	3,447,632	314,506	297,762	-	-	612,268	3,133,126	2,835,364
5	Plant & Machinery-2	18.10%	2,935,897	2,071,896	-	5,007,793	554,873	608,132	-	-	1,163,005	2,381,024	3,844,788
6	Furniture and fitting	25.89%	582,727	12,694	-	595,421	178,705	105,876	-	-	284,581	404,022	310,840
7	Tractor	25.89%	385,000	-	-	385,000	184,752	51,955	-	-	236,707	200,248	148,293
8	Vehicle	25.89%	61,500	-	-	61,500	30,408	4,645	-	-	35,053	31,092	26,447
10	Artis Online	25.89%	53,814	-	-	53,814	23,669	7,812	-	-	31,481	30,145	22,333
11	Camera	18.10%	256,055	5,424	-	261,479	56,984	36,492	-	-	93,476	199,071	168,003
12	Printer	20.59%	16,669	-	-	16,669	4,389	2,532	-	-	6,921	12,280	9,748
13	Office Equipments		-	33,203	-	33,203	-	10,906	-	-	10,906	-	22,297
14	Tools and Spares		-	8,000	-	8,000	-	583	-	-	583	-	7,417
	<b>Total</b>		<b>45,647,434</b>	<b>(1,095,315)</b>	<b>-</b>	<b>44,552,119</b>	<b>10,676,226</b>	<b>4,714,850</b>	<b>-</b>	<b>-</b>	<b>15,391,076</b>	<b>34,971,208</b>	<b>29,161,043</b>



Sheetal Universal Limited

*[Signature]*

Director

## **Note No: 22**

### **1. Company Information:**

Sheetal Universal Limited is the public limited company domiciled in India and incorporated on 20<sup>th</sup> August 2015, CIN - U51219GJ2015PLC084270, registered office at Office No. 348, 2<sup>nd</sup> Floor, Iscon Mall, 150 Ft Ring Road, Dist – Rajkot. Engaged in to the business of Processing and Exporting of agri Product. And not listed with any stock exchange.

### **2. Significant Accounting Policies**

#### **a) Basis of Preparation of Financial Statements:**

The Financial statement are prepared on mercantile basis under the historical cost convention in accordance with the generally accepted accounting principles in India, Accounting Standards notified under section 133 of the Companies Act, 2013 read with Companies (Accounting) Rules, 2014 and the other relevant provisions of the Companies Act, 2013.

#### **b) Use of estimates:**

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principals (GAAP) in India requires management to make estimates and assumptions to be made that affect the reported amounts of assets and liabilities, disclosure of contingent amount as at the date of Financial Statements and reported amounts of revenues and expenses during the reporting period. Actual results could be different from these estimates. Any revision to the accounting estimates is recognized in the period in which the results are known/ materialized.

#### **c) Revenue Recognition:**

Sales income is recognized as per AS 9 i.e. "Revenue Recognition" when the ownership of goods and all risk and rewards associated with ownership has been transferred to buyer which generally coincides with the delivery of goods to customers and there exists no reasonable uncertainty regarding collection of debts.

#### **d) Fixed Assets:**

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are adjusted to the cost of the respective assets and depreciated over the remaining useful life of such assets. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalized and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalized only if such expenditure



results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

**e) Depreciation:**

Depreciation is provided on Written down Value Method at rates specified in Schedule II of companies Act, 2013.

Depreciation on new asset acquired during the year is provided at the rates applicable from the date of acquisition to the end of the financial year.

In respect of the asset sold during the year, depreciation is provided from the beginning of the year till the date of its disposal.

**f) Impairment of Assets:**

An asset is treated as impaired when carrying cost of asset exceeds its recoverable value. During the period, company has applied the impairment tests to arrive at any possible Impairment. Accordingly, in the opinion of management there is no impairment, which is required to be recognized in the books of accounts.

**g) Investments:**

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties

The company has not made any investment during the financial year 2020-21. Except Investment in form of Mutual fund namely Union Focused Mutual fund Rs 100,000/- recorded as FVTPL

**h) Borrowing Cost:**

Borrowing costs include interest, amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalization of such asset is added to the cost of the assets. Capitalization of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.



**i) Inventories:**

Inventories are stated at lower of cost (On FIFO Basis) and estimated net realizable value, after providing for cost of obsolescence and other anticipated losses, wherever considered necessary. Inventories of the company are valued as certified by management.

**j) Taxes on Income:**

Tax expenses comprise of current and deferred tax.

Provision for current income tax is made on the basis of relevant provisions of Income Tax Act, 1961 as applicable to the financial year.

Deferred Tax is recognized subject to the consideration of prudence on timing differences, being the difference between taxable Income and Accounting Income that originate in one period and are capable of reversal in one or more subsequent periods.

**k) Earnings Per Share:**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**l) Provisions and contingencies**

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.



#### **m) Employee Benefits**

Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences, long service awards and post-employment medical benefits.

The Company has not provided for provision for Employee benefit during the financial year 2020-21.

#### **n) Cash and cash equivalents (for purposes of Cash Flow Statement)**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

#### **o) Cash flow statement**

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

#### **p) Foreign currency transactions and translations**

##### Initial recognition

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

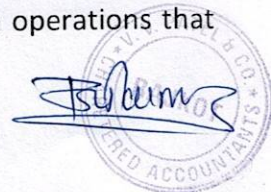
##### Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company and its net investment in non-integral foreign operations outstanding at the Balance Sheet date are restated at the year-end rates.

In the case of integral operations, assets and liabilities (other than non-monetary items), are translated at the exchange rate prevailing on the Balance Sheet date. Non-monetary items are carried at historical cost. Revenue and expenses are translated at the average exchange rates prevailing during the year. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

##### Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognized as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that





are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.

The exchange differences arising on restatement / settlement of long-term foreign currency monetary items are capitalized as part of the depreciable fixed assets to which the monetary item relates and depreciated over the remaining useful life of such assets or amortized on settlement / over the maturity period of such items if such items do not relate to acquisition of depreciable fixed assets. The unamortized balance is carried in the Balance Sheet as "Foreign currency monetary item translation difference account" net of the tax effect thereon.

**q) Government grants, subsidies and export incentives**

Government grants and subsidies are recognized when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognized as income over the life of a depreciable asset by way of a reduced depreciation charge.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Government grants in the nature of promoters' contribution like investment subsidy, where no repayment is ordinarily expected in respect thereof, are treated as capital reserve. Government grants in the form of non-monetary assets, given at a concessional rate, are recorded on the basis of their acquisition cost. In case the non-monetary asset is given free of cost, the grant is recorded at a nominal value.

Other government grants and subsidies are recognized as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

**3. Deferred Tax:**

During the period the company has recognized Deferred Tax Assets of Rs. 2,33,412/- And debited to Profit and Loss Accounts. Major components of deferred tax assets and liabilities on account of timing difference are as below:

(In Rs.)

Particulars	As on 31-03-2021	As on 31-03-2020
Opening Balance of Deferred Tax Assets / (Liabilities)	80,802.00	(1,78,256.00)
ADD.: Differed Tax Assets due to depreciation	2,33,412.00	2,59,058.00



LESS.: Differed Tax Liabilities due to depreciation	0.00	0.00
<b>Total</b>	<b>2,33,412.00</b>	<b>2,59,058.00</b>
<b>Closing Balance of Deferred tax (Liabilities) / Asset (Net)</b>	<b>3,14,214.00</b>	<b>80,802.00</b>

**4. Payment to Auditors:**

(In Rs.)

Particulars	2020-21	2019-20
Statutory Audit Fees	28,000.00	28,000.00
Other Fees	7,000.00	3,000.00

**5. Director Remuneration:**

(In Rs.)

Directors Remuneration	2020-21	2019-20
Salary & Bonus	15,00,000.00	15,88,600.00

**6. Segment Reporting:**

The company has only one business segment and hence, segment reporting as per AS-17 is not applicable to the Company.

**7. Transaction with Related Party:**

As per Accounting Standard 18 "Related Party Disclosures" as prescribed under the Companies (Accounting Standards) Rules 2006 is as under:

**a) Key Management Personnel:**

- i. Mr. Hirenbhai Vallabhbhai Vasoya
- ii. Mrs. Kajalben Hirenbhai Vasoya
- iii. Mr. Nishant Savjibhai Ramani

**b) Relatives of Key Management Personnel:**

- I. Mr. Vallabhbhai K. Vasoya
- II. Mrs. Urmilaben V Vasoya
- III. Mrs. Sheetal N Ramani
- IV. Mr. Savjibhai Ramani

**c) Enterprises over which Key Management Personnel and Relatives of such personnel exercise significant influence:**

- I. Sheetal Agri Impex
- II. Saumeshwar International Pvt Ltd



d) Details of transactions and Closing balance during the year:

(Amount in RS)

Transaction with Related parties	Key Management Personnel	Relatives of Key Management Personnel	Enterprises over which Key Management Personnel and Relatives of such personnel exercise significant influence
<b>Expenditure:</b>			
- Managerial Remuneration	15,00,000.00	-	-
- Rent Charges	-	1,70,000.00	-
- Labour Charges	-	-	-
- Purchase of Fixed Assets	-	-	-
- Commission	-	-	21,00,000.00
- Sales	-	-	1,40,06,199.00
			-
<b>Unsecured loan:</b>			
- Taken	29,36,924.11	-	-
- Repayment	72,61,481.24	49,421.00	-
		-	-
<b>Advance:</b>			
- Given	-	-	11,19,658.00
- Received	-	-	59,53,750.00
- Invested In Equity	-	-	-

Disclosure in respect of material Related Party Transactions During the year:

1. Remuneration paid to:

- Mr. Hirenbbhai Vallabhbhai Vasoya Rs. 5,00,000/-
- Mrs. Kajalben Hirenbbhai Vasoya Rs. 5,00,000/-
- Mr. Nishant Savjibhai Ramani Rs. 5,00,000/-

2. Unsecured loan taken from:

- Mr. Hirenbbhai Vallabhbhai Vasoya Rs. 11,52,124.11/- (KMP)
- Mrs. Kajalben Hirenbbhai Vasoya Rs.8,92,400/- (KMP)
- Mr. Nishant Savajibhai Ramani Rs.8,92,400/- (KMP)

3. Unsecured loan repayment to:

- Mr. Hirenbbhai Vallabhbhai Vasoya Rs.71,74,843.10/- (KMP)
- Mrs. Kajalben Hirenbbhai Vasoya Rs.61,578.14/- (KMP)
- Mr Vallabhbhai Vasoya Rs 49,421/- (Relative of KMP)
- Mr. Nishant Savajibhai Ramani Rs.25,060/- (KMP)



4. Investment and advances with Enterprises over which Key Management Personnel and Relatives of such personnel exercise significant influence  
 Advance given of Rs 10,15,908/- to Saumesvar International Private Limited  
 Advance Received back Rs 9,50,000/- to Saumesvar International Private Limited  
 Sale of Rs 1,40,06,199.00 made to Saumesvar International Private Limited (Fy 2020-21)  
 Advance given Rs 1,03,750/-to Sheetal Agri Impex  
 Advances Received back Rs 50,03,750/- from Sheetal Agri Impex

5. Rent Charges paid to  
 Mr. Savjibhai Ramani Rs 1,10,000/- for Factory Premises (Relative of KMP)  
 Mrs. Urmilaben Vasoya Rs 60,000/- for Office Premises (Relative of KMP)

6. Other Expenses  
 Rs 21,00,000/- paid Sheetal Agri Impex (Pro. Hiren Patel) for sales commission for the year 2020-21

8. Foreign Currency transaction; -

- 1) Value of export: - USD 43,73,291 /- (As per FOB terms)
- 2) Value of Import: - USD 3,14,260 /-
- 3) Expenditure in Foreign currency: - USD 18,420 /- (Export Commission)

9. Details of government grants

Sr. No	Particulars	Fy 2020-21
1	Capital Subsidies (recognized by deducting from carrying value of assets)	40,00,000.00
2	Interest Subsidies (recognized under other operating revenue)	21,42,280.00
3.	Duty drawback (recognized under Other operating revenues)	4,28,087.78
4	Interest Subvention (recognized under Other operating revenues )	13,80,927.00

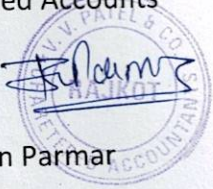
10. Earnings Per Share:

Particulars	(In Rs)	
	31/03/2021	31/03/2020
Profit/(Loss) attributable to the equity shareholders	26,39,766.00	41,04,536.00
Weighted Avg. No. of Equity Shares	35,00,000.00	28,86,301.00
Nominal value of equity shares (Rs.)	10	10
<b>Basic earnings per share (Rs.)</b>	<b>0.75</b>	<b>1.42</b>



11. Cash balance is subject to physical verification.
12. Balances of Bank, Sundry Debtors, Sundry Creditors, Unsecured Loans, Deposit, and Loans & Advances are subject to confirmation and reconciliation.
13. In the opinion of management, any of the assets other than fixed assets and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.
14. Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006 Government of India has promulgated an Act namely The Micro, Small and Medium Enterprise Development Act, 2006 which comes into force with effect from October 02, 2006. The Company has sent the confirmation letters to its suppliers at the year end, to identify the supplier registered with the act. As per the information available with the Company, none of the supplier has confirmed that they have registered with the Act. So, the liability of interest has not been provided nor is required disclosure done.
15. Sundry Debtors and creditors are subject to confirmation and reconciliation.
16. Previous years figures have been regrouped, rearranged and reclassified wherever necessary.
- 17 Whenever third-party evidences are not available for audit purpose, we have relied upon internal evidences generated by the assessee and/or information and explanations given by the assesses.

**For V V Patel & Co.**  
Chartered Accounts



CA Bipin Parmar  
Director

Partner  
Mem. No. 142866  
UDIN: - 21142866AAAACB8027

**For Sheetal Universal Limited**

Sheetal Universal Limited

  
Managing Director

Sheetal Universal Limited  
Patel Kushi H.

Whole time Director

Date: - 29/10/2021  
Place: -Rajkot