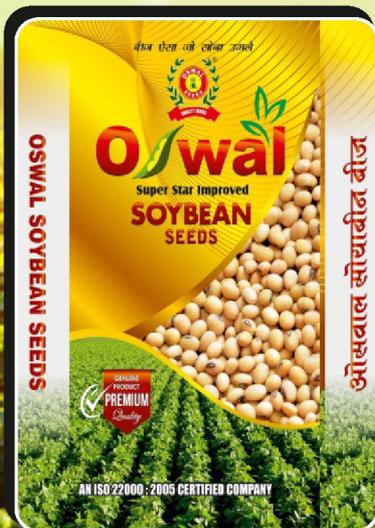


# SHREEOSWAL SEEDS AND CHEMICALS LIMITED

4<sup>th</sup> ANNUAL REPORT 2020-21



An ISO 22000 : 2005  
Certified Company



बीज ऐसा जो सोना उबाले...



**An ISO 22000 : 2005  
Certified Company**

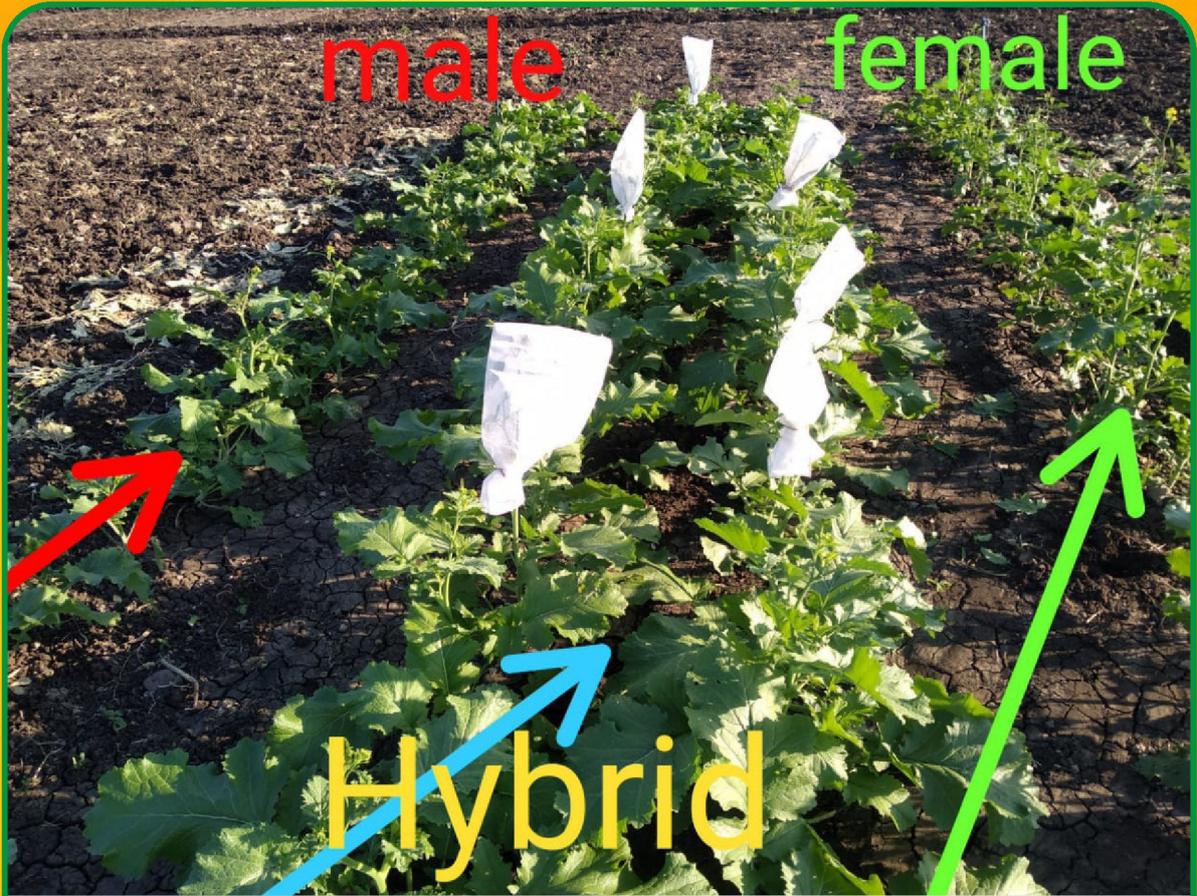


An ISO 22000 : 2005  
Certified Company

# SHREEOSWAL SEEDS AND CHEMICALS LIMITED

## Awards





## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

**Mr. Sanjay Kumar Baigani**  
*Managing Director*

**Mr. Anil Kumar Nahata**  
*Whole Time Director & CEO*

**Mrs. Kiran Devi Begani**  
*Non-Executive Director*

**Mrs. Padma Nahta**  
*Non-Executive Director*

**Mr. Gopal Lal Agarwal**  
*Independent Director*

**Mr. Sunil Kumar Agarwal**  
*Independent Director*

### **COMPANY SECRETARY**

CS Dilip Patidar

### **CHIEF FINANCIAL OFFICER**

Mr. Ashok Dhakar

### **SECRETARIAL AUDITOR**

M/s. L.N. Joshi & Co.  
Practicing Company Secretary, Indore

### **STATUTORY AUDITORS**

M/s Bharat Kumar Agarwal & Co.  
Chartered Accountants, Neemuch

### **BANKER'S**

Axis Bank Ltd  
HDFC Bank Limited

### **LISTED AT**

National Stock Exchange of India Limited ("EMERGE")  
(SME PLATFORM)

### **REGISTERED OFFICE**

SHREEOSWAL SEEDS AND CHEMICALS LIMITED  
CIN: L01111MP2017PLC044596  
Regd. Office: "Oswal House", Opposite Balkavibairagi  
College, Nasirabad Highway, Village Kanwati  
Neemuch(M.P.)-458441 IN  
Ph.: +91-7423-297511, 297006, 297007  
Web: [www.oswalseeds.com](http://www.oswalseeds.com)  
Email: [oswalgroups2002@gmail.com](mailto:oswalgroups2002@gmail.com)  
[info@oswalseeds.com](mailto:info@oswalseeds.com)

### **REGISTRAR & SHARE TRANSFER AGENT**

BIGSHARE SERVICES PRIVATE LIMITED  
CIN: U99999MH1994PTC076534  
1<sup>st</sup> Floor, Bharat Tin Works Building, Opp. Vasant Oasis  
Makwana Road, Marol, Andheri East, Mumbai(M.H.)  
Tel.: 022-62638200, 62638204  
Fax: 022-62638299  
Email Id: [vinod.y@bigshareonline.com](mailto:vinod.y@bigshareonline.com)

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# SHREEOSWAL SEEDS AND CHEMICALS LIMITED

CIN: L01111MP2017PLC044596

Registered Office: "Oswal House", Opposite Balkavibairagi College, Nasirabad Highway,  
Village Kanwati, Neemuch MP 458441

Tel. +91-7423-297511, Email id- oswalgrouops2002@gmail.com

Website-www.oswalseeds.com

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## NOTICE OF 4<sup>TH</sup> ANNUAL GENERAL MEETING

**NOTICE** is hereby given that 4<sup>TH</sup> Annual General Meeting (AGM) of the Members of **SHREEOSWAL SEEDS AND CHEMICALS LIMITED** will be held on Wednesday, 22<sup>nd</sup> September, 2021 at 2.00 P.M. (IST), through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM") for which purposes the Registered office of the company shall be deemed as the venue for the Meeting and the proceedings of the Annual General Meeting shall be deemed to be made thereat, to transact the following businesses:

### ORDINARY BUSINESSES:-

1. To receive, consider, approve and adopt:
  - (a) the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2021 together with the Reports of the Board of Directors and the Auditors thereon; and
  - (b) the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2021, together with the report of the Auditors thereon.
2. To appoint a Director in place of Mr. Sanjay Kumar Baigani (DIN: 07921083), who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Anil Kumar Nahata (DIN: 07921005), who retires by rotation and being eligible offers himself for re-appointment.

### SPECIAL BUSINESSES:-

4. **RE-APPOINTMENT OF MR. SANJAY KUMAR BAIGANI (DIN: 07921083), AS MANAGING DIRECTOR OF THE COMPANY.**

To consider and, if thought fit, to pass, with or without Modification(s), the following resolution as a **SPECIAL RESOLUTION**:

**"RESOLVED THAT** pursuant to the provisions of Section 196, 197, 198 and 203 read with Schedule V of Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of members be and is hereby accorded for re-appointment of Mr. Sanjay Kumar Baigani (DIN: 07921083) as Managing Director of the Company for the period of three years with effect from 1<sup>st</sup> December 2020 to 30<sup>th</sup> November, 2023, on the following terms, conditions, salary and perquisites:

- a) **Salary:** Rs. 6,00,000/- (Rupees Six Lakhs Only) per month.

b) **Perquisites:** In addition to the above salary as mentioned in the resolution, Mr. Sanjay Kumar Baigani, Managing Director shall also be entitled to the perquisites (evaluated as per Income Tax Rule wherever applicable and at actual cost to the Company in other cases) like benefits of furnished accommodation/House Rent Allowance with gardener and security guard, gas, electricity, water and furnishings, chauffeur driven car and telephone at residence, medical reimbursement, personal accident insurance, leave and leave travel concession, club fees, provident fund, Superannuation fund, exgratia & gratuity in accordance with the scheme(s) and rule(s) applicable to the members of the staff or any modification(s) that may be made in any scheme/rule for the aforesaid benefits. However, perquisites shall be restricted to an amount equal to 25% of annual salary.”

**“RESOLVED FURTHER THAT** wherein a financial year during the continuance of his tenure, the Company has no profits or its profits are inadequate, the remuneration payable to him shall not exceed the ceiling limit prescribed in Section II of Part II of Schedule V to the Companies Act, 2013 for that year, which will be payable to him as minimum remuneration for that year.”

**“RESOLVED FURTHER THAT** the Board of Directors be and are hereby authorized to vary, alter, increase or enhance/change from time to time, subject to overall limit on remuneration payable to all the managerial personnel taken together, as laid down in the Companies Act, 2013, read with Schedule V thereto, and subject to the requisite approvals, if any, being obtained”

**“RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board of Directors be and are hereby authorized to do all such acts, deeds, matters and things as they may in their absolute discretion deem necessary, expedient, usual and proper.”

**5. RE-APPOINTMENT OF MR. ANIL KUMAR NAHATA (DIN: 07921005) AS WHOLE TIME DIRECTOR OF THE COMPANY.**

To consider and, if thought fit, to pass, with or without Modification(s), the following resolution as a **SPECIAL RESOLUTION**:

**“RESOLVED THAT** pursuant to the provisions of Section 196, 197, 198 and 203 read with Schedule V of Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of members be and is hereby accorded for re-appointment of Mr. Anil Kumar Nahata (DIN: 07921005) as Whole Time Director of the Company for the period of three years with effect from 15<sup>th</sup> June, 2021 to 14<sup>th</sup> June 2024, on the following terms, conditions, salary and perquisites:

a) **Salary:** Rs. 6,00,000/- (Rupees Six Lakhs Only) per month.

b) **Perquisites:** In addition to the above salary as mentioned in the resolution, Mr. Anil Kumar Nahata, Whole Time Director shall also be entitled to the perquisites (evaluated as per Income Tax Rule wherever applicable and at actual cost to the Company in other cases) like benefits of furnished accommodation/House Rent Allowance with gardener and security guard, gas, electricity, water and furnishings, chauffeur driven car and telephone at residence, medical reimbursement, personal accident insurance, leave and leave travel concession, club fees, provident fund,

Superannuation fund, exgratia & gratuity in accordance with the scheme(s) and rule(s) applicable to the members of the staff or any modification(s) that may be made in any scheme/rule for the aforesaid benefits. However, perquisites shall be restricted to an amount equal to 25% of annual salary.”

**“RESOLVED FURTHER THAT** wherein a financial year during the continuance of his tenure, the Company has no profits or its profits are inadequate, the remuneration payable to him shall not exceed the ceiling limit prescribed in Section II of Part II of Schedule V to the Companies Act, 2013 for that year, which will be payable to him as minimum remuneration for that year.”

**“RESOLVED FURTHER THAT** the Board of Directors be and are hereby authorized to vary, alter, increase or enhance/change from time to time, subject to overall limit on remuneration payable to all the managerial personnel taken together, as laid down in the Companies Act, 2013, read with Schedule V thereto, and subject to the requisite approvals, if any, being obtained”

**“RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board of Directors be and are hereby authorized to do all such acts, deeds, matters and things as they may in their absolute discretion deem necessary, expedient, usual and proper.”

BY ORDER OF THE BOARD OF DIRECTORS

DATE: 10<sup>TH</sup> AUGUST, 2021  
PLACE: NEEMUCH

DILIP PATIDAR  
COMPANY SECRETARY  
ACS-34566

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN: L01111MP2017PLC044596  
Registered Office: "Oswal House",  
Opposite Balkavibairagi College, Nasirabad Highway,  
Village Kanwati, Neemuch MP 458441  
WEB: www.oswalseeds.com  
EMAIL: oswalgroups2002@gmail.com  
Phone: +91-7423-297511

**NOTES:-**

1. In view of the ongoing COVID-19 pandemic, the Ministry of Corporate Affairs (MCA) vide its General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, and General Circular no. 02/2021 dated January 13, 2021 (collectively "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and circular no. SEBI/HO/CFD/CMD2/ CIR/P/2021/11 dated January 15, 2021 (collectively "SEBI Circulars"), have permitted companies to conduct AGM through VC or other audio visual means, subject to compliance of various conditions mentioned therein. In compliance with the aforesaid MCA Circulars and SEBI Circulars and the applicable provisions of Companies Act, 2013 and rules made thereunder, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the 4<sup>th</sup> AGM of the

Company is being convened and conducted through VC/OAVM Facility, which does not require physical presence of Members at a common venue. The Company has availed the facility of Central Depository Services (India) Limited (CDSL) for convening the 4<sup>th</sup> AGM through VC/OAVM, a detailed process in which the members can attend the AGM through VC/OAVM has been enumerated in Note number 28 of this Notice.

2. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013 (the Act).
3. **ELECTRONIC DISPATCH OF NOTICE AND ANNUAL REPORT:** In accordance with the MCA General Circular No. 20/2020 dated 5<sup>th</sup> May, 2020 & MCA General Circular No. 02/2021 dated 13<sup>th</sup> January, 2021 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12<sup>th</sup> May, 2020 & Circular No. SEBI/HO/CFD/ CMD2/CIR/P/2021/11 dated 15<sup>th</sup> January, 2021, in view of the prevailing situation and owing to the difficulties involved in dispatching physical copies of the financial statements (including Board's Report, Auditor's Report or other documents required to be attached therewith) for the Financial Year ended 31<sup>st</sup> March, 2021 pursuant to Section 136 of the Act and Notice calling the AGM pursuant to Section 101 of the Act read with the Rules framed thereunder, such statements including the Notice of AGM are being sent only in electronic mode to those Members whose e-mail addresses are registered with the Company/R&STA or the Depository Participant(s). The Company will not be dispatching physical copies of such statements and Notice of AGM to any Member.

Members are requested to register/update their email addresses, in respect of electronic holdings with the Depository through the concerned Depository Participants and in respect of physical holdings with Registrar and Share Transfer Agent by following due procedure.

4. For Members who have not registered their e-mail address and those members who have become the members of the Company after Friday 13<sup>th</sup> August, 2021 being the cut-off date for sending soft copy of the Notice of 4<sup>th</sup> AGM and Annual Report for the financial year 2020-21, in Portable Document Format (PDF), will also be available on the Company's website [www.oswalseeds.com](http://www.oswalseeds.com) and website of CDSL i.e. [www.evotingindia.com](http://www.evotingindia.com) and on website of stock exchange viz. [www.nseindia.com](http://www.nseindia.com).
5. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY.

However, since the 4<sup>th</sup> AGM of the Company will be convened through VC/ OAVM, where there will be no physical attendance of members, the requirement of appointment of proxies pursuant to the provisions of Section 105 of the Act has been dispensed with. Accordingly, attendance slip and proxy form will not be annexed to this Notice.

6. Pursuant to the provisions of Sections 112 and 113 of the Act, body corporate member can authorize their representatives to attend the AGM through VC/OAVM and cast their votes through e-voting. Provided a scan copy (PDF) of the Board Resolution authorizing such representative to attend the AGM of the Company

through VC/ OAVM on its behalf and to vote through remote e-voting shall be sent to the Scrutinizer through the registered email address of the member(s) at lnjoshics@gmail.com with a copy marked to the Company at oswalgroups2002@gmail.com.

7. Pursuant to Provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Book of the Company will remain closed during the period from Thursday, 16<sup>th</sup> Day of September, 2021 to Wednesday, 22<sup>nd</sup> Day of September, 2021 (both days inclusive) for the purpose of 4<sup>th</sup> Annual General Meeting.
8. The Explanatory Statement as required under Section 102 of the Act is annexed hereto. Further, additional information with respect to Item Nos. 4 and 5 is also annexed hereto.

The Board of Directors have considered and decided to include the Item Nos. 4 and 5 given above as Special Businesses in the forthcoming AGM, as they are unavoidable in nature.

9. In terms of Section 152 of the Companies Act, 2013, Mr. Sanjay Kumar Baigani (DIN: 07921083) & Mr. Anil Kumar Nahata (DIN: 07921005) are retires by rotation at the AGM and being eligible, offers themselves for re-appointment. Although their term are fixed and shall not break due to this retirement. The Board of the Directors of the Company recommends their reappointment.
10. Details as required in sub-regulation (3) of Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and Secretarial Standards on General Meetings (SS-2) in respect of the Director seeking re-appointment/retire by rotation at this AGM, forms integral part of the Notice.
11. The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is omitted vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the 1<sup>st</sup> Annual General Meeting, held on 21<sup>st</sup> December, 2018.
12. Members who hold shares in dematerialized form and want to provide/change/correct the bank account details should send the same immediately to their concerned Depository Participant(s) and not to the Company. Members are also requested to give the MICR Code of their bank to their Depository Participant(s). The Company will not entertain any direct request from such Members for change of address, transposition of names, deletion of name of deceased joint holder and change in the bank account details. While making payment of Dividend, the Registrar and Share Transfer Agent is obliged to use only the data provided by the Depositories, in case of such dematerialized shares.
13. Members holding shares in demat form desirous of making a nomination should apply to their respective DPs.
14. Members, who hold shares in multiple Demat accounts in identical names or joint holding in the same order of names, are advised to consolidate their holdings in single Demat account.

15. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
16. Members desirous of obtaining any information concerning to the accounts and operations of the Company are requested to send their queries to the Company Secretary at least 7 (seven days) before the date of the meeting so that the required information can be made available at the meeting.
17. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and Register of Contracts or arrangements in which directors are interested maintained under Section 189 of the Act and relevant documents referred to in this Notice of AGM and explanatory statement, will be available electronically for inspection by the Members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the Members from the date of circulation of this Notice up to the date of AGM, i.e. Wednesday, 22<sup>nd</sup> September, 2021. Members seeking to inspect such documents can send an email to [oswalgroups2002@gmail.com](mailto:oswalgroups2002@gmail.com).
18. Members are requested to contact the Registrar and Share Transfer Agent for all matter connected with Company's shares at Bigshare Services Private Limited, 1<sup>st</sup> Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai(M.H.)-400059.
19. **Investor Grievance Redressal:** The Company has designated an exclusive e-mail ID i.e. [oswalgroups2002@gmail.com](mailto:oswalgroups2002@gmail.com) to enable the investors to register their complaints / send correspondence, if any.
20. **Webcast:** Members who are entitled to participate in the AGM can view the proceedings of AGM by logging in the website of CDSL at [www.evotingindia.com](http://www.evotingindia.com) using the login credentials.
21. The Company has appointed Mr. L.N. Joshi, Practicing Company Secretary (Membership No. FCS-5201; CP No.4216) to act as the scrutinizer for conducting the remote e-voting process as well as the e-voting during AGM (Insta Poll), in a fair and transparent manner.
22. The voting rights of Shareholders shall be in proportion of shares held by them to the total paid up equity shares of the company as on Wednesday, 15<sup>th</sup> September, 2021, being the cut-off date.
23. A person who is not a Member as on Wednesday, 15<sup>th</sup> September, 2021 should treat this Notice for information purposes only.
24. A person who has acquired the shares and has become a member of the Company after dispatch of notice of AGM and prior to the Cut-off date i.e. Wednesday, 15<sup>th</sup> September, 2021, shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or e-voting during AGM (Insta Poll) by following the procedure mentioned in this Notice.
25. The recorded transcript of the forthcoming AGM shall also be made available on the website of the Company - [www.oswalseeds.com](http://www.oswalseeds.com) as soon as possible after the Meeting is over.

26. The procedure for joining the AGM through VC/OAVM is mentioned in this Notice. Since the AGM will be held through VC/OAVM, the route map is not annexed in this Notice.

27. In compliance with the provisions of Section 108 of the Act and Rule 20 of the Companies (Management and Administration) Rules, 2014 and any amendments thereto, Secretarial Standard on General Meetings (“SS-2”), Regulation 44 of the SEBI Listing Regulations and MCA Circulars, the facility for remote e-voting and e-voting in respect of the business to be transacted at the AGM is being provided by the Company through Central Depository Services (India) Limited (“CDSL”). Necessary arrangements have been made by the Company with CDSL to facilitate remote e-voting and e-voting during the AGM.

**28. THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:**

- (i) The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- (ii) The voting period begins on Sunday 19<sup>th</sup> September, 2021 from 9.00 A.M. and ends on Tuesday 21<sup>st</sup> September, 2021 at 5.00 P.M. During this period shareholders’ of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Wednesday 15<sup>th</sup> September, 2021, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (iii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iv) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9<sup>th</sup> December, 2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders’ resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/

websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a>.</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from an e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a>. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to</p>

	directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with <b>NSDL</b>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a>.</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>
Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b>	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

<b>Login type</b>	<b>Helpdesk details</b>
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(vi) Login method for e-Voting and joining virtual meeting for **shareholders other than individual shareholders holding in Demat form & physical shareholders.**

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on “Shareholders” module.
- 3) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholder holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first time user follow the steps given below:

	<b>For shareholders holding shares in Demat Form other than Individual and Physical Form</b>
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul>

(vii) After entering these details appropriately, click on “SUBMIT” tab.

- (viii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN for the relevant < SHREEOSWAL SEEDS AND CHEMICALS LIMITED > on which you choose to vote.
- (xi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvi) If a Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvii) **Facility for Non – Individual Shareholders and Custodians- Remote Voting**
- Non Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to <https://www.evotingindia.com> and register themselves in the "Corporates" module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.

- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; oswalgroups2002@gmail.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least seven days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at oswalgroups2002@gmail.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance seven days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at oswalgroups2002@gmail.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting available during the AGM (Insta Poll).
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

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

**31. DECLARATION OF RESULTS:**

- (i) The scrutinizer shall, immediately after the conclusion of voting during the AGM, first count the votes cast during the AGM, thereafter unblock the votes cast through remote e-voting and make, within 48 hours from the conclusion of AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairperson of the Company or the person authorized by him, who shall countersign the same.
- (ii) Based on the scrutinizer's report, the Company will submit within 2 (two) working days of the conclusion of the AGM to the Stock Exchanges, details of the voting results as required under Regulation 44(3) of the SEBI Listing Regulations.
- (iii) The results declared along with the scrutinizer's report, will be hosted on the website of the Company at [www.oswalseeds.com](http://www.oswalseeds.com) and on the website of CDSL i.e. [www.evotingindia.com](http://www.evotingindia.com), immediately after the declaration of the result by the Chairperson or a person authorized by him in writing and communicated to the Stock Exchanges.
- (iv) The Resolutions shall be deemed to be passed on the date of the Meeting, i.e. Wednesday 22<sup>nd</sup> September, 2021 subject to receipt of the requisite number of votes in favour of the Resolutions.

32. If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.
33. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25<sup>th</sup> Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

BY ORDER OF THE BOARD OF DIRECTORS

DATE: 10<sup>TH</sup> AUGUST, 2021  
PLACE: NEEMUCH

DILIP PATIDAR  
COMPANY SECRETARY  
ACS-34566

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN: L01111MP2017PLC044596  
Registered Office: "Oswal House",  
Opposite Balkavibairagi College, Nasirabad Highway,  
Village Kanwati, Neemuch MP 458441  
WEB: www.oswalseeds.com  
EMAIL: oswalgroups2002@gmail.com  
Phone: +91-7423-297511

**EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013**

**ITEM NO. 4:- RE-APPOINTMENT OF MR. SANJAY KUMAR BAIGANI (DIN: 07921083), AS MANAGING DIRECTOR OF THE COMPANY**

Mr. Sanjay Kumar Begani is promoter and founders of the Company and is having 28 years rich experience in various business activities and more particularly in the Business of production of agriculture seeds and chemicals. Looking to his total devotion and resultant progress made by the Company under his dynamic leadership skills, yours Board of Directors feels that his continuation on the Board as a Managing Director will be highly beneficial to the company. Accordingly, he was proposed to re-appoint as Managing Director in Board meeting held on 11<sup>th</sup> November, 2020 w.e.f. 01<sup>st</sup> December, 2020 for three years on remuneration as mentioned in item no.4 of notice for which consent of Nomination and Remuneration Committee have also been obtained subject to approval of the members.

The proposed remuneration will be in the limit prescribed for the managerial person in Schedule V of the Companies Act, 2013 amended up to date. The brief resume of Mr. Sanjay Kumar Begani is annexed with this notice.

Further, information required as per Schedule V of the Companies Act, 2013 is given as follows:-

<b>I. General information:</b>	
1	Nature of industry Company is engaged in the business of production, processing and sale of different kind of agricultural seeds.

2	Date or expected date of commencement of commercial production	Originally Company was a partnership firm and production, processing and sale of agriculture seeds began in the year 2002.		
3	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Although Company received it's Certificate of Incorporation on 1 <sup>st</sup> December, 2017 but originally it was a partnership firm and was already engaged in production, processing and sale of agriculture seeds.		
4	Financial Performance based on given indicators	Figures in Lacs		
<b>Financial Year</b>		<b>Revenue from operations</b>	<b>Profit/(Loss) before Tax</b>	<b>Profit/(Loss) after Tax</b>
2019-20		6230.72	344.17	245.46
2018-19		4925.97	289.25	216.74
2017-18		1294.25	113.85	92.37
5	Foreign investments or collaborations, if any	The company has no foreign investments or foreign collaborations. The company has not made any foreign investments or has any collaboration overseas.		
<b>II. Information about the appointee:</b>				
1	Background details	Mr. Sanjay Kumar Begani aged 49 years is the Promoter and founder of the Company. He has work experience of 28 years and is responsible in handling day to day working and dealing in seeds, fertilizers, grains etc. including its marketing.		
2	Past remuneration	Rs. 6,00,000/- (Rupees Six Lacs Only) per month		
3	Recognition or awards	None		
4	Job profile and his suitability	Mr. Sanjay Kumar Begani is a Managing Director as well as promoter of the company and is responsible for overall management, general management, finance. The job profile essentially requires a leader who is innovative, self-motivated and result oriented.		
5	Remuneration proposed	Rs. 6,00,000/- (Rupees Six Lacs Only) per month		
6	Comparative remuneration profile with respect to industry, size of the company, profile of the position and person.	Taking into consideration the size of the Company, the profile of Mr. Sanjay Kumar Begani, the responsibilities to be shouldered by him and the industry benchmarks, the remuneration proposed to be paid to the Managing Director is commensurate with the remuneration packages paid to similar senior level counterpart(s) in other companies.		
7	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any.	Mrs. Kiran Devi Begani (Director) is wife of Mr. Sanjay Kumar Begani. Except this he does not have any other pecuniary relationship with any of the director/ Managerial Personnel of the Company		

<b>III. Other information:</b>		
1	Reasons of loss or inadequate profits	There is no loss however, there are inadequate profits due to adverse market position and profits matter of demand and supply or due to change in government policy, and then the profits may be inadequate in a particular year.
2	Steps taken or proposed to be taken for improvement	The Company has initiated various steps to improve its operational performance/ liquidity, including cost control measures have been put in place.
3	Expected increase in productivity and profits in measurable terms	<p>The Company continues to focus on further increasing operations and improving operational effectiveness at production facilities. Higher operational effectiveness results in greater production volumes and higher sales, and therefore allows us to spread fixed costs over a higher number of products sold, thereby increasing profit margins.</p> <p>As a part of our business strategy, our Company plans to diversify its product portfolio by entering into new product such as pulses, corn, black gram TAU-1, and herbal seeds like Isbgol-5001</p>

The disclosures as required under Part II of Schedule V of the Companies Act, 2013 is mentioned hereunder:-

- The company has not provided any bonus/stock options/pension etc. to its directors.
- Details of fixed component and performance linked incentives along with the performance criteria- Nil.
- The Company does not have service contract with any of its directors. Notice period of minimum 30 days has been fixed for directors. Further, the Company does not pay any severance fee.
- Stock option details, if any, and whether the same has been issued at a discount as well as the period over which accrued and over which exercisable- N.A.

Save and except Mr. Sanjay Kumar Begani and his relatives to the extent of their shareholding interest, if any, in the Company, none of the other Directors, Key Managerial Personnel ("KMP") of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution set out at Item No. 4 of the Notice. Mr. Sanjay Kumar Begani is related to Mrs. Kiran Devi Begani, Director of the Company.

The Board recommends the Special Resolution set out at Item No. 4 of the Notice for approval of the Members.

**ITEM NO. 5:- RE-APPOINTMENT OF MR. ANIL KUMAR NAHATA (DIN: 07921005) AS WHOLE TIME DIRECTOR OF THE COMPANY**

Mr. Anil Kumar Nahata is promoter and founders of the Company and is having 25 years of experience in carrying out the business of production of agriculture seeds and chemicals.

Looking to his total devotion and skills, yours Board of Directors feels that his continuation on the Board as a Whole Time Director will be highly beneficial to the company. Accordingly, he was proposed to re-appoint as Whole Time Director in Board meeting held on 31<sup>st</sup> May, 2021 w.e.f. 15<sup>th</sup> June, 2021 for three years on remuneration as mentioned in item no.5 of notice for which consent of Nomination and Remuneration Committee have also been obtained subject to approval of the members.

The proposed remuneration will be in the limit prescribed for the managerial person in Schedule V of the Companies Act, 2013 amended up to date. The brief resume of Mr. Anil Kumar Nahata is annexed with this notice.

Further, information required as per Schedule V of the Companies Act, 2013 is given as follows:-

<b>I. General information:</b>				
1	Nature of industry	Company is engaged in the business of production, processing and sale of different kind of agricultural seeds.		
2	Date or expected date of commencement of commercial production	Originally Company was a partnership firm and production, processing and sale of agriculture seeds began in the year 2002.		
3	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Although Company received its Certificate of Incorporation on 1 <sup>st</sup> December, 2017 but originally it was a partnership firm and was already engaged in production, processing and sale of agriculture seeds.		
4	Financial Performance based on given indicators	Figures in Lacs		
	<b>Financial Year</b>	<b>Revenue from operations</b>	<b>Profit/(Loss) before Tax</b>	<b>Profit/(Loss) after Tax</b>
	2019-20	6230.72	344.17	245.46
	2018-19	4925.97	289.25	216.74
	2017-18	1294.25	113.85	92.37
5	Foreign investments or collaborations, if any	The company has no foreign investments or foreign collaborations. The company has not made any foreign investments or has any collaboration overseas.		
<b>II. Information about the appointee:</b>				
1	Background details	Mr. Anil Kumar Nahata aged 46 years is the Promoter and founder of the Company. He has work experience of 25 years and is responsible in handling day to day working and dealing in seeds, fertilizers, grains etc. including its marketing. He has also participated in many conventions related with Agri-Industry, ICAR- National Research Centre on seed spices and India Expo, which was held in Karachi Expo. Center, Pakistan.		
2	Past remuneration	Rs. 6,00,000/- (Rupees Six Lacs Only) per month		
3	Recognition or awards	None		
4	Job profile and his suitability	Mr. Anil Kumar Nahata is a Whole time Director & CEO as well as promoter of the		

		company and is responsible for overall management, general management, finance. The job profile essentially requires a leader who is innovative, self-motivated and result oriented.
5	Remuneration proposed	Rs. 6,00,000/- (Rupees Six Lacs Only) per month
6	Comparative remuneration profile with respect to industry, size of the company, profile of the position and person.	Taking into consideration the size of the Company, the profile of Mr. Anil Kumar Nahata, the responsibilities to be shouldered by him and the industry benchmarks, the remuneration proposed to be paid to the Whole Time Director is commensurate with the remuneration packages paid to similar senior level counterpart(s) in other companies.
7	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any.	Mrs. Padma Nahta (Director) is wife of Mr. Anil Kumar Nahata. Except this he does not have any other pecuniary relationship with any of the director/ Managerial Personnel of the Company
<b>III. Other information:</b>		
1	Reasons of loss or inadequate profits	There is no loss however, there are inadequate profits due to adverse market position and profits matter of demand and supply or due to change in government policy, and then the profits may be inadequate in a particular year.
2	Steps taken or proposed to be taken for improvement	The Company has initiated various steps to improve its operational performance/liquidity, including cost control measures have been put in place.
3	Expected increase in productivity and profits in measurable terms	The Company continues to focus on further increasing operations and improving operational effectiveness at production facilities. Higher operational effectiveness results in greater production volumes and higher sales, and therefore allows us to spread fixed costs over a higher number of products sold, thereby increasing profit margins.  As a part of our business strategy, our Company plans to diversify its product portfolio by entering into new product such as pulses, corn, black gram TAU-1, and herbal seeds like Isbgo1-5001

The disclosures as required under Part II of Schedule V of the Companies Act, 2013 is mentioned hereunder:-

- The company has not provided any bonus/stock options/pension etc. to its directors.

- Details of fixed component and performance linked incentives along with the performance criteria- Nil.
- The Company does not have service contract with any of its directors. Notice period of minimum 30 days has been fixed for directors. Further, the Company does not pay any severance fee.
- Stock option details, if any, and whether the same has been issued at a discount as well as the period over which accrued and over which exercisable- N.A.

Save and except Mr. Anil Kumar Nahata and his relatives to the extent of their shareholding interest, if any, in the Company, none of the other Directors, Key Managerial Personnel (“KMP”) of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution set out at Item No. 5 of the Notice. Mr. Anil Kumar Nahata is related to Mrs. Padma Nahta, Director of the Company.

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval of the Members.

BY ORDER OF THE BOARD OF DIRECTORS

DATE: 10<sup>TH</sup> AUGUST, 2021  
PLACE: NEEMUCH

DILIP PATIDAR  
COMPANY SECRETARY  
ACS-34566

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN: L01111MP2017PLC044596  
Registered Office: "Oswal House",  
Opposite Balkavibairagi College, Nasirabad Highway,  
Village Kanwati, Neemuch MP 458441  
WEB: www.oswalseeds.com  
EMAIL: oswalgroups2002@gmail.com  
Phone: +91-7423-297511

**Annexure I**

**Additional Information of Directors seeking re-appointment/appointment at the ensuing Annual General Meeting pursuant to Regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 and Secretarial Standard of General Meeting:**

Name of Director	Mr. Sanjay Kumar Baigani (MD)	Mr. Anil Kumar Nahata (Whole Time Director and CEO)
DIN	07921083	07921005
Date of Birth	18/06/1972	02/09/1975
Date of Appointment	01/12/2017	01/12/2017
Expertise / Experience in specific functional areas	28 years experience in production of agriculture seeds and chemicals	25 years experience in production of agriculture seeds and chemicals

Qualification	Higher Secondary	BA, PHD in Agriculture
No. & % of Equity Shares held in the Company	5334470 (34.99%)	5334470 (34.99%)
List of outside Company's directorship held	1. Shreeoswal Psyllium Exports India Limited 2. Neemuch Food Industries Private Limited	1. Shreeoswal Psyllium Exports India Limited 2. Neemuch Food Industries Private Limited
Chairman / Member of the Committees of the Board of Directors of the Company	Nil	Nil
Salary or Sitting fees paid	Rs.6,00,000/- p.m. (Salary)	Rs.6,00,000/- p.m. (Salary)
Chairman / Member of the Committees of the Board Directors of other Companies in which he/she is director	Nil	Nil
Relationship between directors inter-se	Mrs. Kiran Devi Begani (Director) is wife of Mr. Sanjay Kumar Baigani (Managing Director), except this there is no other relationship with any other Director	Mrs. Padma Nahta (Director) is wife of Mr. Anil Kumar Nahata (Whole Time Director and CEO), except this there is no other relationship with any other Director
Attendance at Board Meetings	During the year 1 <sup>st</sup> April, 2020 to 31 <sup>st</sup> March, 2021, 6 Board Meetings of the Company were held, and Mr. Sanjay Kumar Baigani had attended all Meetings.	During the year 1 <sup>st</sup> April, 2020 to 31 <sup>st</sup> March, 2021, 6 Board Meetings of the Company were held, and Mr. Anil Kumar Nahata had attended all Meetings.

BY ORDER OF THE BOARD OF DIRECTORS

DATE: 10<sup>TH</sup> AUGUST, 2021  
PLACE: NEEMUCH

DILIP PATIDAR  
COMPANY SECRETARY  
ACS-34566

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
CIN: L01111MP2017PLC044596  
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# SHREEOSWAL SEEDS AND CHEMICALS LIMITED

CIN: L01111MP2017PLC044596

Registered Office: "Oswal House", Opposite Balkavibairagi College, Nasirabad Highway, Village Kanwati, Neemuch MP 458441

Tel. +91-7423-297511, Email id- oswalgroups2002@gmail.com

Website-www.oswalseeds.com

## BOARD'S REPORT

Dear Shareholders,

Your Directors present their Report together with the standalone and consolidated audited financial statements of your Company for the year ended 31st March, 2021.

### 1. STATE OF AFFAIRS AND FINANCIAL PERFORMANCE:-

#### 1.1 FINANCIAL HIGHLIGHTS AND SUMMARY OF STANDALONE AND CONSOLIDATED FINANCIAL STATEMENTS:

The standalone and consolidated financial statements of the Company for the financial year ended March 31, 2021, have been prepared in accordance with the Accounting Standards (AS) as notified by the Ministry of Corporate Affairs and as amended from time to time.

The performance highlights and summarized financial results of the Company are given below:

(Amount in Lacs except EPS)

Particulars	Standalone		Consolidated	
	Year ended 31 <sup>st</sup> March 2021	Year ended 31 <sup>st</sup> March 2020	Year ended 31 <sup>st</sup> March 2021	Year ended 31 <sup>st</sup> March 2020
Total Income	7369.71	6309.07	16134.17	11679.76
Total Expenditure	6975.22	5953.44	15628.20	11243.84
<b>Profit/(Loss) before exceptional and extraordinary items &amp; tax</b>	<b>394.49</b>	<b>355.63</b>	<b>505.97</b>	<b>435.92</b>
Exceptional & Extraordinary Item	-	(11.46)	-	(11.45)
<b>Profit/(Loss) before tax</b>	<b>394.49</b>	<b>344.17</b>	<b>505.97</b>	<b>424.47</b>
Provision for Tax				
Current Tax	110.39	99.50	141.25	121.20
Deferred Tax	0.13	(0.79)	(0.34)	(1.34)
<b>Profit/(Loss) after tax</b>	<b>283.97</b>	<b>245.46</b>	<b>365.06</b>	<b>304.61</b>
Paid up Equity Share Capital	1524.50	1524.50	1524.50	1524.50
Earnings per share (Rs.10/- each)				
Basic	1.86	1.61	2.39	2.00
Diluted	1.86	1.61	2.39	2.00

## 1.2 OPERATIONAL AND STATE OF COMPANY'S AFFAIRS:

During the financial year 2020-21, revenue from operation of the Company on Standalone basis increase to Rs. 7246.72 Lakhs as against Rs. 6230.72 Lakhs in the previous year, recording an increase of 16.31%. Further during the financial year, company earned net profit after tax of Rs. 283.97 Lakhs as against previous year in which Company earned net profit amounting to Rs. 245.46 Lakhs.

On a consolidated basis, the revenue from operation increased to Rs. 16121.62 Lakhs as against Rs. 11667.19 Lakhs in the previous year, recording an increase of 38.179%. Further on consolidated basis company earned net profit after tax of Rs. 365.06 lakhs as against previous financial year in which Company earned net profit amounting to Rs. 304.61 Lakhs. The consolidated financials reflect the cumulative performances of Shreeoswal Seeds and Chemicals Limited along with its subsidiary. Detailed description about the business carried out is contained in the Management Discussion and Analysis report.

## 2. COMPOSITION OF BOARD OF DIRECTORS, COMMITTEES & ATTENDANCE:-

### I. BOARD OF DIRECTORS

The Composition of the Board is in conformity with Section 149 of the Companies Act, 2013. The Board of your Company comprises of six Directors as on 31<sup>st</sup> March, 2021. Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of SEBI Listing Regulations read with Section 149(6) of the Companies Act, 2013. The maximum tenure of Independent Directors is in compliance with the Act. All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with Section 149(6) of the Companies Act, 2013.

During the Financial year 2020-21, Six Board Meetings were held i.e. on 08<sup>th</sup> June, 2020, 30<sup>th</sup> July, 2020, 25<sup>th</sup> August, 2020, 11<sup>th</sup> November, 2020, 11<sup>th</sup> December, 2020 and 27<sup>th</sup> February, 2021 respectively & the gap between two meetings did not exceed 120 days. Proper notices for meeting were given and the proceedings were properly recorded and Draft Minutes of Board Meeting were circulated to members of the Board for their comments.

Composition and Attendance of Directors at the meetings held during the year 2020-21 are mentioned in the table below:

Sr. No	Name of Director	Category	No. of Board Meetings		Attendance at the previous AGM held on 28 <sup>th</sup> September 2020
			Held during their tenure	Attended	
1	Mr. Sanjay Kumar Baigani (DIN: 07921083)	Promoter & Managing Director	6	6	Yes
2	Mr. Anil Kumar Nahata (DIN: 07921005)	Promoter & Whole time Director and CEO	6	6	Yes

3	Mrs. Kiran Devi Begani (DIN: 07921018)	Promoter, Non Independent & Non-executive Director	6	6	Yes
4	Mrs. Padma Nahta (DIN: 07921042)	Promoter, Non Independent & Non-executive Director	6	6	Yes
5	Mr. Gopal Lal Agarwal (DIN: 08042715)	Independent & Non Executive Director	6	6	Yes
6	Mr. Sunil Kumar Agarwal (DIN: 08046616)	Independent & Non Executive Director	6	6	Yes

## II. AUDIT COMMITTEE:

The Company has constituted Audit Committee as per requirement of Section 177 of the Companies Act 2013. The terms of reference of Audit Committee are broadly in accordance with the provisions of Companies Act, 2013. During the year the committee met on two occasions on following dates viz., 30<sup>th</sup> July, 2020 and 11<sup>th</sup> November, 2020.

Composition and Attendance of Members at the Meetings of the Audit Committee held during 2020-21 is given below:

Sr. No	Name of Director	Category	Designation	No. of Meetings	
				Held during their tenure	Attended
1	Mr. Gopal Lal Agarwal (DIN: 08042715)	Independent & Non Executive Director	Chairperson	2	2
2	Mr. Sunil Kumar Agarwal (DIN: 08046616)	Independent & Non Executive Director	Member	2	2
3	Mrs. Padma Nahta (DIN: 07921042)	Promoter, Non-Independent & Non-Executive Director	Member	2	2

As required under the Companies Act, 2013, Listing regulations and Secretarial Standards, the Chairman of the Committee or, in his absence, any other Member of the Committee authorized by him on his behalf shall attend the General Meeting of the Company. Mr. Gopal Lal Agarwal, Chairperson of the Audit Committee, was virtually present at the 3<sup>rd</sup> AGM of the Company held through Video Conferencing (“VC”)/ Other Audio Visual Means (“OAVM”) facility on 28<sup>th</sup> September, 2020 to address the Shareholders’ queries pertaining to Annual Accounts of the Company.

### III. NOMINATION & REMUNERATION COMMITTEE:

The Company has constituted Nomination & Remuneration Committee as per requirement of Section 178 of the Companies Act 2013. The terms of reference of Nomination & Remuneration Committee are broadly in accordance with the provisions of Companies Act, 2013. During the year the committee met on 11<sup>th</sup> November, 2020.

Composition and Attendance of Members at the Meetings of the Nomination & Remuneration Committee held during 2020-21 is given below:

Sr. No	Name of Director	Category	Designation	No. of Meetings	
				Held during their tenure	Attended
1	Mr. Gopal Lal Agarwal (DIN: 08042715)	Independent & Non Executive Director	Chairperson	1	1
2	Mr. Sunil Kumar Agarwal (DIN: 08046616)	Independent & Non Executive Director	Member	1	1
3	Mrs. Padma Nahta (DIN: 07921042)	Promoter, Non-Independent & Non-Executive Director	Member	1	1

As per Section 178(7) of the Act, Listing Regulation and Secretarial Standards, the Chairman of the Committee or, in his absence, any other Member of the Committee authorized by him in this behalf shall attend the General Meetings of the Company. The Chairperson of the Committee, Mr. Gopal Lal Agarwal was present at the 3<sup>rd</sup> AGM of the Company held on 28<sup>th</sup> September, 2020 to answer members' queries.

### IV. STAKEHOLDER'S RELATIONSHIP COMMITTEE:

The Company has constituted Stakeholder's Relationship Committee to redress complaints of shareholders. During the year the committee met on two occasions on following dates viz., 30<sup>th</sup> July, 2020 and 11<sup>th</sup> November, 2020.

Composition and Attendance of Members at the Meetings of the Stakeholder's Relationship Committee held during 2020-21 is given below:

Sr. No	Name of Director	Category	Designation	No. of Meetings	
				Held during their tenure	Attended
1	Mrs. Padma	Promoter, Non-	Chairperson	2	2

	Nahta (DIN: 07921042)	Independent & Non- Executive Director			
2	Mr. Gopal Lal Agarwal (DIN: 08042715)	Independent & Non Executive Director	Member	2	2
3	Mr. Sunil Kumar Agarwal (DIN: 08046616)	Independent & Non Executive Director	Member	2	2

As per Section 178(7) of the Act and Secretarial Standards, the Chairman of the Committee or in his absence, any other Member of the Committee authorized by him in this behalf shall attend the General Meetings of the Company. The Chairperson of the Committee, Mrs. Padma Nahta was present at the 3<sup>rd</sup> Annual General Meeting of the Company held on 28<sup>th</sup> September, 2020.

#### **V. MEETING OF INDEPENDENT DIRECTOR:**

The Independent Directors met once during the year as on 27<sup>th</sup> February, 2021. The Meeting was conducted in an informal manner without the presence of the Chairman, the Whole Time Director, the Non-Executive Non-Independent Directors and the Chief Financial Officer.

#### **3. DIVIDEND:-**

To conserve resources and plough back profits, your Directors have not recommended any dividend for the year under review.

#### **4. AMOUNTS TRANSFERRED TO RESERVES:-**

During the financial year, no amount has been transferred to any reserve.

#### **5. DEPOSITS:-**

The Company has not accepted any deposits, within the meaning of Section 73 of the Companies Act, 2013, read with the Companies (Acceptance of Deposits) Rules, 2014.

#### **THE DETAILS OF DEPOSITS WHICH ARE NOT IN COMPLIANCE WITH THE REQUIREMENTS OF CHAPTER V OF THE ACT**

Not applicable since company has not accepted any deposits the question does not arise regarding non compliance with the requirements of Chapter V of the Act.

#### **DISCLOSURE OF UNSECURED LOAN RECEIVED FROM DIRECTORS:**

Pursuant to Section 2(31) of Companies Act, 2013 Read with Rule 2(1)(viii) of Companies (Acceptance of Deposits) Rules, 2014, (including any statutory modification or re-

enactment thereof for the time being in force), the details of unsecured loan received from directors are given below:

S. No.	Name of Directors	Amount Received	Amount Repaid	Outstanding amount on 31.03.2021
01	Mr. Sanjay Kumar Baigani (Managing Director)	22,108,541/-	22,108,541/-	-
02	Mr. Anil Kumar Nahata (Whole-time Director and CEO)	1,336,985/-	1,336,985/-	-

#### 6. SUBSIDIARY COMPANIES, JOINT VENTURES OR ASSOCIATE COMPANIES:-

The Company has one Wholly Owned Subsidiary Company i.e. Shreeoswal Psyllium Exports India Limited (CIN: U01100MP2018PLC045146) as on March 31, 2021. Financial of the subsidiary is disclosed in the Consolidated Financial Statements, which form part of this Annual Report. A separate statement containing salient features of the Financial Statement of the Subsidiary in accordance with Section 129(3) of the Companies Act, 2013 and the rules made there under in the prescribed Form AOC-1 is annexed to this Report as **ANNEXURE-A** and hence is not repeated here for sake of brevity. The Company does not have any joint venture or associate Company. There has been no material change in the nature of the business of the subsidiary company.

In accordance with fourth proviso to Section 136(1) of the Companies Act, 2013, the Annual Report of your Company, containing inter alia the audited standalone and consolidated financial statements, has been placed on the website of the Company at [www.oswalseeds.com](http://www.oswalseeds.com). Further, audited financial statements together with related information and other reports of the subsidiary company have also been placed on the website of the Company at [www.oswalseeds.com](http://www.oswalseeds.com).

In terms of Section 136 of the Companies Act, 2013 ('the Act'), financial statement of the subsidiary company is not required to be sent to the members of the Company. The Company shall provide a copy of the annual accounts of its subsidiary company to the members of the Company on their request. The annual accounts of its subsidiary company will also be kept open for inspection at the registered office of the Company during business hours.

#### **MATERIAL SUBSIDIARY**

During the year under review, Company does not have any material subsidiary company.

#### 7. CONSOLIDATED FINANCIAL STATEMENTS:-

Your Directors have pleasure in attaching the Consolidated Financial Statements pursuant to the requirement of Section 129 of the Companies Act, 2013 and Regulation 33 & Regulation 34 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with other applicable provisions and prepared in accordance with Accounting Standard AS-21, for financial year ended March 31, 2021. The Consolidated Financial Statements form part of this Annual Report.

A Report on the performance and financial position of the subsidiary company included in the Consolidated Financial Statements and their contribution to the overall performance of the Company, is provided in Form AOC-1 and forms part of this Annual Report

## **8. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:-**

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Company's Articles of Association, Mr. Sanjay Kumar Baigani (DIN: 07921083) and Mr. Anil Kumar Nahata (DIN: 07921005) retires by rotation at the forthcoming Annual General Meeting and being eligible offers themselves for re-appointment. However, their term is fixed and shall not break due to this retirement. The Board recommends their re-appointment for the consideration of the Members of the Company at the ensuing Annual General Meeting.

Further, during the financial year, Board of Directors in their meeting held on 11<sup>th</sup> November, 2020, considered re-appointment of Mr. Sanjay Kumar Begani (DIN: 07921083) as Managing Director of the Company for term of three year w.e.f. 01<sup>st</sup> December, 2020 to 30<sup>th</sup> November, 2023 subject to approval of the members in ensuing Annual General Meeting.

Further during the current financial year, Board of Directors in their meeting held on 31<sup>st</sup> May, 2021, considered re-appointment of Mr. Anil Kumar Nahata (DIN: 07921005) as Whole-time Director of the Company for term of three year w.e.f. 15<sup>th</sup> June, 2021 to 14<sup>th</sup> June, 2024 subject to approval of the members in ensuing Annual General Meeting.

The following have been designated as the Key Managerial Personnel of the Company pursuant to Sections 2(51) and 203 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time:

1. Mr. Sanjay Kumar Baigani (DIN: 07921083), Managing Director;
2. Mr. Anil Kumar Nahata (DIN: 07921005), Whole Time Director and CEO;
3. Mr. Ashok Dhakar, Chief Financial Officer;
4. Mr. Dilip Patidar, Company Secretary & Compliance officer.

## **DISQUALIFICATIONS OF DIRECTORS:-**

During the year declarations were received from the Directors of the Company pursuant to Section 164 of the Companies Act, 2013. Board appraised the same and found that none of the director is disqualified for holding office as director.

## **9. DECLARATION BY INDEPENDENT DIRECTOR:-**

The Independent Directors have submitted the declaration of independence, as required under Section 149(7) of the Companies Act, 2013, stating that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations') as amended from time to time.

The Board is of the opinion that the Independent Directors of the Company hold highest standards of integrity and possess requisite expertise and experience required to fulfil their duties as Independent Directors.

In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, Independent Directors of the Company have confirmed that they have registered themselves with the databank maintained by The Indian Institute of Corporate Affairs, Manesar ("IICA"). The Independent Directors are also required to undertake online proficiency self-assessment test conducted by the IICA within a period of 2 (two) years from the date of inclusion of their names in the data bank, unless they meet the criteria specified for exemption.

#### **10. DIRECTORS RESPONSIBILITY STATEMENT:-**

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures in adoption of these standards;
- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that year;
- iii. The Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- iv. The Directors have prepared the annual accounts on a going concern basis;
- v. The Directors have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;
- vi. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **11. STATEMENT INDICATING THE MANNER IN WHICH FORMAL ANNUAL EVALUATION HAS BEEN MADE BY THE BOARD OF ITS OWN PERFORMANCE, ITS DIRECTORS, AND THAT OF ITS COMMITTEES:-**

Pursuant to the provisions of the Act and the SEBI Listing Regulations, The evaluation of all the directors, committees, Chairman of the Board, and the Board as a whole was conducted based on the criteria and framework adopted by the Board which includes assessing the quality, quantity and timeliness of flow of information between the Company, Management and the Board, as it is necessary for the Board to effectively and reasonably perform their duties.

The performance of the board was evaluated by the board after seeking inputs from all the directors on the basis of the criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc. The board and the nomination and remuneration committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the chairman was also evaluated on the key aspects of his role. The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Individual Directors, the Board as a whole and its Committees with the Company.

#### **Performance Evaluation Criteria for Independent Directors:**

The performance evaluation criteria for independent directors are determined by the Nomination and Remuneration committee. An indicative list of factors that may be evaluated include participation and contribution by a director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behavior and judgments.

#### **Statement with regard to integrity, expertise and experience of the independent director appointed during the year.**

During the year under review, the Board has not appointed any Independent Director in the Company. However, in the opinion of the Board, all our Independent Directors possess requisite qualifications, experience, expertise and hold high standards of integrity for the purpose of Rule 8(5)(iiia) of the Companies (Accounts) Rules, 2014.

## **12. PARTICULARS OF LOAN, GUARANTEES AND INVESTMENTS U/S 186:-**

Pursuant to Section 186 of Companies Act, 2013 and Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015 at the financial year ended 2021, Company had investment of Rs. 3.50 Crores consisting of 35,00,000 equity shares of Rs. 10/- each in Shreeoswal Psyllium Exports India Limited which is wholly owned subsidiary company and investment of Rs. 73,015.36 consisting of 10,900 equity shares of Vodafone Idea Limited, Further company had given loan and advances to its wholly owned subsidiary company and outstanding amount as on 31<sup>st</sup> March, 2021 is Rs. 247.85 Lacs. Details of Investments and loan are stated in notes No. 13 and 15 to Financial Statements respectively.

The above stated investment and loan are within the limits as specified under Section 186 of the Companies Act, 2013 and the company is not required to take any further approval of its members.

### **13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:-**

Your Company has formulated the Policy on Related Party Transactions in line with the requirements of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018. The policy regulates all transactions between the Company and its related parties which is also available on the Company's website at: <https://www.oswalseeds.com/conduct.html>.

The Policy intends to ensure that proper reporting; approval and disclosure processes are in place for all transactions between the Company and Related Parties.

All Related Party Transactions are placed before the Audit Committee for review and approval. Prior omnibus approval is obtained for Related Party Transactions on a half yearly basis for transactions which are of repetitive nature and/or entered in the Ordinary Course of Business and are at Arm's Length. All Related Party Transactions are subjected to independent review by an Audit Committee to establish compliance with the requirements of Related Party Transactions under the Companies Act, 2013 and Listing Regulations.

All Related Party Transactions entered into during the financial year 2020-21 were in ordinary course of business and on arm's length basis. No Material Related Party Transactions, i.e. transactions exceeding 10% of the annual turnover as per the last audited financial statement, were entered during the year by your Company. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013, in Form AOC-2 is not applicable to the Company.

### **14. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:-**

The particulars in respect of conservation of energy, technology absorption and foreign exchange earnings and outgo, as required under sub-section (3)(m) of Section 134 of the Companies Act, 2013 read with Rule (8)(3) of the Companies (Accounts) Rules, 2014 are given as under :

#### **14.1 CONSERVATION OF ENERGY:**

a. The steps taken or impact on conservation of energy:-

The Company has a well-organized, structured and centrally controlled Energy Management system for utility and Infrastructure. Regular focus and efforts are made to improve efficiency and accuracy by modernization of high end Technology. Some of the key initiatives for conserving energy are as under: -

(i) Replacement of Conventional Light with LED Lights at factory and Office resulting in saving of electricity.

(ii) Replacement of capacitor and installed latest technology equipments, machine and plants which consume less energy and minimum power.

b. The steps taken by the company for utilizing alternate sources of energy:-

The Company has used alternate source of energy, whenever and to the extent possible. DG set is used by the Company.

c. The capital investment on energy conservation equipments:- NIL

**14.2 TECHNOLOGY ABSORPTION:**

a. The effort made towards technology absorption-

Company have installed latest technology of machine made in bulher (UK)

b. The benefits derived like product improvement, cost reduction, product development or import substitution- No specific activity has been done by the Company.

c. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year:- The Company has neither purchased within India nor imported any technology.

d. The expenditure incurred on Research & Development- The Company has not incurred any expenditure on Research and Development during the year under review.

**14.3 FOREIGN EXCHANGE EARNINGS AND OUTGO:**

There were no Foreign Exchange earnings and outgoings that took place during the financial year as required by Companies (Accounts) Rules, 2014.

**15. STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS:-**

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of fraud, error reporting mechanisms, accuracy and completeness of the accounting records, and timely preparation of reliable financial disclosures.

Your company has an effective internal control and risk mitigation system. The company's internal control system is commensurate with its size, scale and complexities of its operations; the internal and operational audit is entrusted to Ms. Avani Nahar, Chartered Accountants. The main thrust of internal audit is to test and review controls, appraisal of risks and business processes, besides benchmarking controls with best practices in the industry.

The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen

The audit committee of the board of directors, statutory auditors and the business heads are periodically apprised of the internal audit findings and corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. Significant audit observations and corrective actions taken by the management are presented to the audit committee of the board. To maintain its objectivity and independence, the internal audit function reports to the chairman of the audit committee. Report of statutory auditors for internal financial control system is part of Audit Report.

#### **16. CORPORATE SOCIAL RESPONSIBILITY (CSR):-**

Provisions of Section 135 of the Companies Act, 2013 does not apply to the Company as company does not fall under any of the criteria specified under above referred section therefore Company has not constituted Corporate Social responsibility (CSR) committee as required under the Act.

#### **17. REMUNERATION POLICY / DISCLOSURE RELATING TO REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND PARTICULARS OF EMPLOYEES:-**

In accordance with Section 178 and other applicable provisions if any, of the Companies Act, 2013 read with the Rules issued there under and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors formulated the Nomination and Remuneration Policy of your Company on the recommendations of the Nomination and Remuneration Committee. Pursuant to Section 134(3) of the Companies Act, 2013, the nomination and remuneration policy of the Company which lays down the criteria for determining qualifications, competencies, positive attributes and independence for appointment of Directors and policies of the Company relating to remuneration of Directors, KMP and other employees is available on the Company's website at <https://www.oswalseeds.com/conduct.html>. The Board of Directors affirms that the remuneration paid to Directors, senior management and other employees is in accordance with the remuneration policy of the Company.

The Disclosure required under Section 197(12) of the Companies Act, 2013 read with the Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended up to date , is annexed as **Annexure-B** and forms an integral part of the Board Report.

None of the employee of the company is drawing more than Rs. 1,02,00,000/- per annum or Rs. 8,50,000/- per month for the part of the year, during the year under review. Therefore, Particulars of the employees as required under Section 197 of Companies Act, 2013 read with rule 5(2) & rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable during the year under review.

Further the statement containing details of Top Ten Employees in terms of remuneration of employees as required under Section 197(12) of the Act, read with Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is available at registered office of the Company. In terms of Section 136(1) of the Act, the Annual Report is being sent to the Members excluding the aforesaid details. Any Member desirous of obtaining above said details may write to the Company Secretary.

Mr. Sanjay Baigani, Managing Director and Mr. Anil Kumar Nahata, Whole Time Director and CEO have taken sitting fee of Rs. 1,50,000/- each from wholly owned subsidiary company SHREEOSWAL PSYLLIUM EXPORTS INDIA LIMITED during the year under review.

Further, Mrs. Kiran Devi Begani and Mrs. Padma Nahta who are Non Executive Non Independent Director of the Company are drawing remuneration of Rs. 12,00,000/- each from wholly owned subsidiary company i.e. SHREEOSWAL PSYLLIUM EXPORTS INDIA LIMITED in capacity of whole time Director in wholly owned subsidiary Company during the year under review.

#### **18. CORPORATE GOVERNANCE:-**

The Company being listed on the SME Platform of National Stock Exchange of India Limited (EMERGE Platform) is exempted from provisions of applicability of Corporate Governance as per Regulation 15 of the SEBI (LODR) Regulations, 2015. Hence, no Corporate Governance Report is required to be disclosed with Annual Report. It is pertinent to mention that the Company follows majority of the provisions of the corporate governance voluntarily as a part of Good Corporate Governance.

#### **19. REPORT ON MANAGEMENT DISCUSSION ANALYSIS:-**

As per Regulation 34(2) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a detailed analysis of the Company's performance is discussed in the Management Discussion and Analysis Report, which forms part of this Annual Report.

#### **20. DISCLOSURE ON ESTABLISHMENT OF A VIGIL MECHANISM/WHISTLE BLOWER POLICY:-**

The Company has a whistle blower policy for Directors and employees to report genuine concerns or grievances about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy. The details of establishment of the reporting mechanism are disclosed on the website of the Company at the weblink:- <http://www.oswalseeds.com/conduct.html> .No Person has been denied access to the Audit Committee.

#### **21. SECRETARIAL AUDIT:-**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors appointed M/s. L. N. Joshi & Company, Practicing Company Secretaries, Indore to conduct the Secretarial Audit of the Company for year ended March 31, 2021. The Secretarial Audit Report given by the Secretarial Auditor of the Company is annexed as **Annexure-C** and forms an integral part of this Report, which is self explanatory. The secretarial audit report does not contain any qualification, reservation or adverse remark.

## **22. STATUTORY AUDITORS:-**

M/s. Bharat Kumar Agarwal & Co, Chartered Accountants (Firm Registration No.012245C) were appointed as Statutory Auditors of your Company in the 1<sup>st</sup> Annual General Meeting held on 21<sup>st</sup> December, 2018, for a term of five consecutive years i.e. (from the conclusion of 1<sup>st</sup> AGM up to the conclusion of 6<sup>th</sup> AGM to be held in the calendar year 2023 on such remuneration as may be mutually agreed between the Board of Directors of the Company and the auditors.

Further, during the financial year 2020-21, name of Company Statutory Auditor was changed from Bharat Kumar Agarwal & Co to Agarwal Patel and Sinhal. However, there was no change in firm constitution, firm registration number of the statutory Auditor firm.

Pursuant to the Notification issued by the Ministry of Corporate Affairs on 7<sup>th</sup> May, 2018, amending Section 139 of the Companies Act, 2013, the mandatory requirement for ratification of appointment of Auditors by the Members at every AGM has been omitted and hence your Company has not proposed ratification of appointment of M/s Agarwal Patel and Sinhal, Chartered Accountants at the forthcoming AGM.

### **EXPLANATION TO AUDITOR'S REMARKS**

The Auditors in their report have referred to the notes forming part of the Accounts which are self-explanatory and does not contain any qualification, reservation or adverse remark or disclaimer.

Further, there was no fraud in the Company, which was required to report by Statutory Auditors of the Company under sub-section (12) of Section 143 of Companies Act, 2013.

## **23. INTERNAL AUDIT:-**

The Board has appointed CA Avani Nahar as Internal Auditor of the company in the meeting of Board of Directors held on 25<sup>th</sup> August, 2020 in place of Ms. Minal Nahar and takes her suggestions and recommendations to improve and strengthen the internal control systems. Her scope of work includes review of operational efficiency, effectiveness of systems & processes, compliances and assessing the internal control strengths in all areas.

The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations including those relating to strengthening of the Company's risk management policies and systems.

## **24. COST AUDIT:-**

Your Company does not falls within the provisions of Section 148 of Companies Act, 2013 read with the Companies (Cost Records & Audit) Rules, 2014 as amended from time to time; therefore, no such record are required to be maintained.

## **25. CODE OF CONDUCT:-**

The Board of Directors has laid down a Code of Conduct (“the Code”) for all Board members and senior management personnel of your Company. The Code of Conduct is available on Company’s website of the Company <http://www.oswalseeds.com/conduct.html>.

All Board members and senior management personnel have confirmed compliance with the Code.

## **26. CODE FOR PROHIBITION OF INSIDER TRADING PRACTICES:-**

The Company has formulated and adopted the ‘Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information’ which, inter alia, includes Policy for determination of “Legitimate Purpose” and ‘Code of Conduct for Prevention of Insider Trading in Securities of Shreeoswal Seeds and Chemicals Limited in compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (“the Regulations”).

The Company’s Code of Conduct has been formulated to regulate, monitor and ensure reporting of trading by the Designated Persons and their immediate relatives towards achieving compliance with the Regulations and is designed to maintain the highest ethical standards of trading in Securities of the Company by persons to whom it is applicable. The Code lays down Guidelines, which advises them on procedures to be followed and disclosures to be made, while dealing with securities of the Company and cautions them of the consequences of violations. During the year under review, the Company’s Code of Conduct was amended in line with the amendments brought in the Regulations by SEBI.

## **27. STATEMENT INDICATING DEVELOPMENT & IMPLEMENTATION OF RISK MANAGEMENT POLICY:-**

The Board of Directors has adopted a risk management policy to develop and implement risk management procedure/plan including therein elements of risks, if any which in the opinion of the Board may threaten the existence of the Company.

## **28. MATERIAL CHANGES & COMMITMENTS, IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY:-**

The Covid-19 pandemic which is once in a lifetime occurrence has brought with it an unimaginable suffering to people and to almost all sections of the economy. The nationwide lockdowns to curtail the transmission of disease had put the global economy in extreme stress and would have a long-lasting economic impact. However, the operations of the Company were not much affected since business activities of company being a part of essential services sector, the Company continued their business & operations. Although, there are certain challenges which impacted the business being softer than normal such as Lack of availability of Labor and transportation. Apart from this there are no material changes and commitments affecting the financial position of the company have occurred between the end of the financial year to which the financial statements relate and the date of this Board’s report.

## **29. ENVIRONMENT AND SAFETY:-**

Safety is your company's top most priority with primary focus on developing a safety culture among employees. Your Company's policy requires conduct of operations in such a manner, so as to ensure safety of all concerned compliances, environmental regulations and preservation of natural resources.

## **30. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:-**

The company has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (India) and the Rules thereunder. The Company's process ensures complete anonymity and confidentiality of information. Adequate workshops and awareness programmes against sexual harassment are conducted across the organization.

There was no case of sexual harassment reported during the year under review. Further, the Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

## **31. LISTING OF SHARES**

Company's shares are listed on NSE. The company has paid annual listing fee for Financial Year 2021-22.

## **32. INSURANCE:-**

The Company's assets are adequately insured against the loss of fire and other risk, as considered necessary by the Management from time to time.

## **33. COMPLIANCE OF SECRETARIAL STANDARD:-**

The Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

## **34. INDUSTRIAL RELATIONS:-**

Company's Industrial relations continued to be healthy, cordial and harmonious during the year under review. Your Directors record their appreciation for all the efforts, support and co-operation of all employees extended from time to time.

## **35. DEPOSITORY SYSTEM:-**

Your Company's shares are tradable compulsorily in electronic form and your Company has connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

### **36.ANNUAL RETURN**

Pursuant to Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 as amended from time to time, the Annual Return of the Company for Financial Year 2020-21 is available on the Company's website at weblink at [http://www.oswalseeds.com/Form\\_MGT-7\\_Shreeoswal%20Seeds.pdf](http://www.oswalseeds.com/Form_MGT-7_Shreeoswal%20Seeds.pdf)

### **37.UTILIZATION OF IPO FUND:**

Details of utilization of funds received through initial public offer have been given in Notes no.14 of financial statements of the Company.

### **38.DISCLOSURE OF ACCOUNTING TREATMENT IN PREPARATION OF FINANCIAL STATEMENTS**

The Company adopted Accounting Standards ("AS"). Accordingly, the financial statements have been prepared in accordance with Accounting standard prescribed under Section 133 and other relevant provisions of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

### **39.DISCLOSURE WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/UNCLAIMED SUSPENSE ACCOUNT:**

The Company does not have any shares in the demat suspense account/unclaimed suspense account.

### **40.OTHER DISCLOSURES:**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions/events on these items during the year under review:-

- Company has not issue of equity shares with differential rights as to dividend, voting or otherwise.
- Company has not granted any stock option or issue sweat equity shares.
- As on 31<sup>st</sup> March 2021, none of the Directors of the company hold instruments convertible into equity shares of the Company.
- No Significant or material orders passed by the Regulators or Courts or Tribunals which impact the going concern status and the Company's operation in future.
- Voting rights which are not directly exercised by the employees in respect of shares for the subscription/ purchase of which loan was given by the Company (as there is no scheme pursuant to which such persons can beneficially hold shares as envisaged under Section 67(3)(c) of the Companies Act, 2013).
- There has been no change in the nature of business of your Company.

- The Business Responsibility Reporting as required by Regulation 34(2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, is not applicable to your Company for the financial year ending March 31, 2021.
- No application was made or any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 during the year in respect of your Company.
- There was no one time settlement of loan obtained from the Banks or Financial Institutions.

#### **41. ACKNOWLEDGMENT:-**

The Directors regret the loss of life due to COVID-19 pandemic and are deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic. The Directors wish to convey their appreciation to all of the Company's employees for their contribution towards the Companies performance. The Directors would also like to thank the shareholders, employees, investors, stock exchanges, customers, bankers, governments and all other business associates for their continuous support to the Company and their confidence in its management.

For and on behalf of the Board of Directors  
SHREEOSWAL SEEDS AND CHEMICALS LIMITED

Date: 10<sup>th</sup> August, 2021

Place: Neemuch

Sanjay Kumar Baigani  
Managing Director  
DIN: 07921083

Anil Kumar Nahata  
Whole-time Director & CEO  
DIN: 07921005



Shreeoswal Seeds and Chemicals Limited

**OSWAL WHEAT SEEDS**  
ਬੀਜ ਏਸਾ ਜੋ ਸੀਕਾ ਊਗਲੇ

**OSWAL SEEDS**  
ਬੀਜ ਏਸਾ ਜੋ ਸੀਕਾ ਊਗਲੇ

**OSWAL SEEDS**  
An Iso 22000 : 2005 Certified Company  
QUALITY PRODUCT OF INDIA

**Oswal**

**Annexure-A****Form AOC-1**

(Pursuant to first proviso to sub-section (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures**

**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No.	Particulars	01
1.	Name of the subsidiary	SHREEOSWAL PSYLLIUM EXPORTS INDIA LIMITED
2.	The date since when subsidiary was acquired	28 <sup>th</sup> February, 2018
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Same as holding Company (01.04.2020 to 31.03.2021)
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A. (there is no foreign subsidiary)
5.	Share capital	3,50,00,000.00
6.	Reserve and Surplus	2,23,93,838.36
7.	Total assets	31,45,07,916.32
8.	Total Liabilities	25,71,14,077.96
9.	Investments	0.00
10.	Turnover	88,74,90,264.43
11.	Profit (loss) before taxation	1,11,48,287.45
12.	Provision for taxation	30,39,280.00
13.	Profit (loss) after taxation	8109007.45
14.	Proposed Dividend	Nil
15.	Extent of shareholding (in percentage)	100%

Note:-

- Names of subsidiaries which are yet to commence operations:- NA.
- Names of subsidiaries which have been liquidated or sold during the year:- No subsidiaries are liquidated or sold during the financial year.

**Part "B": Associates and Joint Ventures**

**(Not Applicable to the company as company not having any associates and not entered in to any joint venture with any entity)**

FOR Agarwal Patel and Sinhal  
Chartered Accountants  
FRN : 012245C

Sanjay Kumar Baigani  
Managing Director  
(DIN 07921083)

Anil Kumar Nahata  
Whole Time Director & CEO  
(DIN 07921005)

CA Bhavesh Sinhal  
(Partner)  
Membership No. 406280

Ashok Dhakar  
Chief Financial Officer

Dilip Patidar  
Company Secretary

Date: 10<sup>th</sup> August, 2021

Place: Indore

## ANNEXURE-B

Statement pursuant to Section 197 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

**(I). The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year:**

S.No	Name of Director	Ratio to median Remuneration
1	Mr. Sanjay Kumar Baigani	23.74:1
2	Mr. Anil Kumar Nahata	23.74:1

**(II) The percentage increase in the remuneration of each Director, CFO, Chief Executive Officer, Company Secretary or Manager in the financial year 2020-21 is as follows:**

S.No	Name of Person	Designation	% Increase in Remuneration
1	Mr. Sanjay Kumar Baigani	Managing Director	4.35%
2	Mr. Anil Kumar Nahata	Wholetime Director & CEO	4.35%
3	Mr. Ashok Dhakar	CFO	No Change
4	Mr. Dilip Patidar	Company Secretary	No Change

*Details of percentage increase in remuneration in case of Non-executive Director and Non-executive independent director's is not given, as no remuneration is paid to them.*

**(III). The Percentage increase in the median remuneration of employees in the financial year:**

During the year there was increase of 9.58% in the median remuneration of employees in comparison to previous year.

**(IV) The Number of permanent employees on the rolls of the Company:**

**Total Number of employees: 22**

**(V) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.**

Average percentage increase in the salaries of employees other than the managerial personnel in the last financial year is 20.31% and the percentage increase in remuneration of managerial personnel is 30.33%. Percentage increase in the managerial remuneration is

dependent on the Company's performance as a whole, individual performance level, duties and responsibilities and also market benchmarks.

**(VI) Affirmation that the remuneration is as per the remuneration policy of the Company:**

The Board affirms remuneration is as per remuneration policy of the Company.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

### **INDUSTRY STRUCTURE AND DEVELOPMENT**

In 2020, the world experienced a crisis like no other and it is expected to continue in 2021. Governments took bold steps to save lives and the economy with nearly USD 12 trillion in fiscal and about USD 7.5 trillion monetary actions. The World Bank estimated 4.3% contraction of the global economy in 2020. The pandemic has caused heavy toll on life and livelihood and pushed millions into poverty. This may impact economic activities and the income level for some time. Assuming success of the vaccine rollout, the World Bank indicated that the global economy will expand by 4% in 2021. However, the latest surge of Covid-19 infection in the leading economies may dent the expansion to some extent.

The Economic Survey 2021 states the following on Agriculture and Allied Industries, a clear reflection of the importance of this sector in Indian economy:

"India's Agricultural and Allied Activities sector has shown its resilience amid the adversities of Covid-19 induced lockdowns which is reflected in the sector's FY 2020-21 growth estimates of 2.3% compared to 4.3% in FY 2019-20. Agriculture remained the silver lining while contact-based services, manufacturing, construction were hit hardest and recovered steadily. Exports of agriculture and allied products recorded expansion. The share of the sector in Gross Value Added ('GVA') of the country at current prices is 17.8% for FY 2019-20."

The actual agricultural credit flow was 13,92,470 crore against the target of 13,50,000 crore in FY 2019-20. The target for FY 2020-21 was 15,00,000 crore and a sum of 9,73,518 crore was disbursed till November 2020. The Pradhan Mantri Fasal Bima Yojana covers over 5.5 crore farmer applications year-on-year. Claims worth 90,000 crore were paid as on January 12, 2021 through Direct Benefit Transfer (DBT) into the farmers' Aadhaar linked accounts.

An amount of 18,000 crore has been deposited directly in the bank accounts of 9 crore farmer families of the country in December 2020 in the 7th instalment of financial benefit under the PM Kisan Yojana.

In the Union Budget 2021-22, the Ministry of Agriculture, Cooperation and Farmers Welfare has been allocated 1,31,531 crore, an increase of 6% over revised estimate of previous year. Growth in budget allocation as well as the three important farm reforms enacted is a clear reflection of the Government's high priority on agriculture.

### **OPPORTUNITIES**

#### **1. Expanding to new geographical markets**

Geographically, major markets in the country like Madhya Pradesh, Rajasthan, Jharkhand, Chhattisgarh, Uttar Pradesh, Bihar, Maharashtra, Punjab, Gujarat and Delhi, registered good demand for our products. Company is focused on investment in research and development, and have purchased a 5 hectare land for its research area. Currently the focus is on developing high quality seeds which will generate higher produce. The company's network of dealers and distributors is wide spread which ultimately benefits the company by giving high sales.

## **2. Enhancing functional efficiency**

The increased intervention of the management in the operations and finances of the company can be seen in the high sales figure of the company in the current FY and will be taken forward in the future FY as well. Higher operational effectiveness results in greater production volumes and higher sales. We are also moving towards higher profit margins. Our motive has always been to spread in the domestic market and keep improving our presence in the domestic arena. We are continuously introducing new product range for expansion and to increase our capacity. Our strong presence in the current market helps us to move into the new market strongly.

## **3. Expanding product portfolio**

Our offerings include high quality seeds, LOK-1 (Wheat), Raj-4037 (Wheat), OSYM- 55 (Mustard), OSM77 (Mustard), Krishna- 11 (Wheat), Super Sharbati-14001 (Wheat), Rochak (Wheat), Gold Plus (Mustard) and Super Star -211, JS-9305, JS-335, JS-9560 (Soya Bean) and Black gram- Tau-1, Maize- Payal -11, Super Power 9002, Magic Star 110.

New varieties of seeds introduced are, Wheat- 1212, Wheat- 1414, HI - 1544 (Isabgol), 5001 (Isabgol). These new seeds require less water for irrigation and generate higher produce to farmers. Our newly recruited agriculturists are continuously working towards developing quality seeds to flourish our product portfolio.

## **4. Establishing New Plant, warehouse, Laboratory**

We have recently installed a mini 'Sortex cleaning plant' at our premises at, 6, Industrial Area, Neemuch. The new upgraded machinery will enhance our production to meet demand and supply of our dealer, distributor and farmer friends.

We have also appointed 2 agriculture scholars for research work. Their performance is up to the mark. We are looking for them to soon introduce distinguishing features in the field of mustard seed and wheat seed.

## **THREATS**

The continuous competition from the certified seed players and changes in government regulation provide threat to the company. These can either disrupt our operations or adversely affect our business and results of operations. We have operational risks that are inherent to business operations including manufacturing, supply chain and distribution operations, monsoon failures and any other business activity disruptions. Further issues like weather conditions, crop diseases and pest attacks could harm the production and demand of our seed products. This may result in negative results to our business, financial condition, operations and prospects. Increasing seed replacement rate in the country and the adoption of hybrid and biotech crops are the major drivers of the market.

## **PRODUCT WISE PERFORMANCE**

The Company's business activities fall within single primary business segment. Accordingly, disclosures under Accounting Standard 17, Segment Reporting, as mandated under Section 133 of Companies Act, 2013; read with rules framed there

under are not required to be made. Further description of product and sales has been separately reported in statement of profit and loss account.

## **INDUSTRY OUTLOOK**

Despite severe health and socioeconomic challenges inflicted by the Covid-19 pandemic in FY 2020-21, the Indian Agriculture Sector received significant impetus during the year. First among them was exemptions allowed for the agriculture and allied sectors from the nationwide lockdown. With good reservoir levels and retained soil moisture from the previous Rabi season, the sector was blessed with an above-normal monsoon for the second consecutive year. Early cropping during the Kharif season and prolonged monsoon created a very favourable climatic and soil condition for year-round cultivation of food crops, cash crops, fruits and vegetables. Indian food grain production is estimated to register a record output of 303 MT, a 2% y-o-y increase over the previous year. Wheat is estimated to reap a record harvest quantum of 109 MT. Pulses and Oilseeds production is pegged to reach 24.4 MT and 37.3 MT respectively. The higher output was well supported by the higher procurement by the Government leading to improved price realization by the farmers.

## **RISKS AND CONCERNS**

The Company owns and operate only one processing facility situated at Neemuch, Madhya Pradesh. All our products are processed at the same facility. Our manufacturing facility is susceptible to damage or interruption or operating risks, such as human error, power loss, breakdown or failure of equipment, performance below expected levels of output or efficiency, obsolescence, break-ins, and industrial accidents and similar events. Further, our processing facility is also subject to operating risk arising from compliance with the directives of relevant government authorities. If our Company experiences delays in production or shutdowns due to any reason our Company's operations will be significantly affected, which in turn would have a material adverse effect on its business, financial condition and results of operations.

Further, atmospheric/weather change, poor monsoon and unsupportive commodity prices, regulatory risks from the central and state governments in respect of distribution, prices, royalties and changes in taxation law are points of major concern for the company.

## **COVID IMPACT**

Global disruption caused by COVID-19 combined with a total nationwide lockdown has resulted in significant economic contraction in India. However, agriculture sector has seen relatively lesser disruption being part of essential items. Hence, our processing and manufacturing units i.e. Neemuch unit, were working and strictly following the guidelines issued by the Central and State Governments. Although, there are certain challenges which impacted the business being softer than normal such as lack of availability of labour and transportation. The company overcome this entire problem sensibly and was able to nourish and sustain its brand name and reputation in the seed industries.

## INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company maintains adequate internal control system and procedures commensurate with its size and nature of operations. The internal control systems are designed to provide a reasonable assurance over reliability in financial reporting, ensure appropriate authorization of transactions, safeguarding the assets of the Company and prevent misuse/ losses and legal compliances. The internal control system includes a well-defined delegation of authority and a comprehensive Management Information System coupled with monthly and quarterly reviews of operational and financial performance, a well-structured budgeting process with regular monitoring of expenses and Internal audit. The Internal Audit reports are periodically reviewed by the Management and the Audit Committee and necessary improvements are undertaken, if required.

## DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Financial and Operational performance forms are part of the Annual Report and are hence presented accordingly.

## MATERIAL DEVELOPMENTS IN HUMAN RESOURCES

The Company follows a strategy of attracting and retaining the best talent and keep employees engaged, motivated and innovative. The Company continues to have cordial relations with its employees and provide personnel development opportunities for all round exposure to them. As on 31<sup>st</sup> March, 2021, the Company had 22 employees.

## DETAILS OF SIGNIFICANT CHANGES IN FINANCIAL RATIOS:

	F.Y. 2020-21	F.Y. 2019-20	Change in Ratio	Variance
Debtors Turnover	23.42	22.41	1.01	4.50%
Inventory Turnover	2.02	2.56	-0.54	-21.09%
Interest Coverage Ratio	4.69	4.04	0.65	16.08%
Current Ratio	1.65	1.14	0.51	44.73%
Debt Equity Ratio	0.06	0.01	0.05	500%
Operating Profit Margin (%)	7.43	8.69	-1.26	-14.49
Net Profit Margin (%)	3.92	3.94	-0.02	0.50%

### Reason for changes more than 25% in financial ratio

**Current Ratio:-** The company, in the FY 2020-21 adopted 'dealer/distribution compensation scheme' and, 'sales return policy' for the betterment of the company. The company also allowed advance booking from dealers and distributors. Both these initiatives led to increase in closing stock, which emanated higher current ratio for the year.

**Debt Equity Ratio:-** Finance Ministry of India launched the Emergency Credit Line Guarantee Scheme (ECLGS) in May 2020 to help the pandemic hit economy. Company's

management has availed this Long term loan facility for expansion of business. This resulted in higher debt-equity ratio for the year and impact of this facility is seen in the FY 2020-21 turnovers as well as FY 2021-22.

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Finance Ministry of India launched the Emergency Credit Line Guarantee Scheme (ECLGS) in May 2020 to help the pandemic hit economy. Company's management has availed this Long term loan facility for expansion of business. This resulted in higher debt-equity ratio for the year and impact of this facility is seen in the FY 2020-21 turnovers as well as FY 2021-22.

### **RETURN ON NET WORTH**

Return on net worth (RONW) is calculated by dividing the net income by shareholders' equity. It explains the efficiency of the shareholders' capital to generate profit.

$RONW = \text{Net Income} / \text{Shareholders' Equity}$

The Return on Net worth (RONW) of the Company for FY 20-21 is 9.16% as compared to 8.71% during FY 19-20.

### **CAUTIONARY STATEMENT**

*Statements in the Management Discussion and Analysis Report describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed or implied. Important factors that could influence the Company's operations include competition, government policies and regulations.*



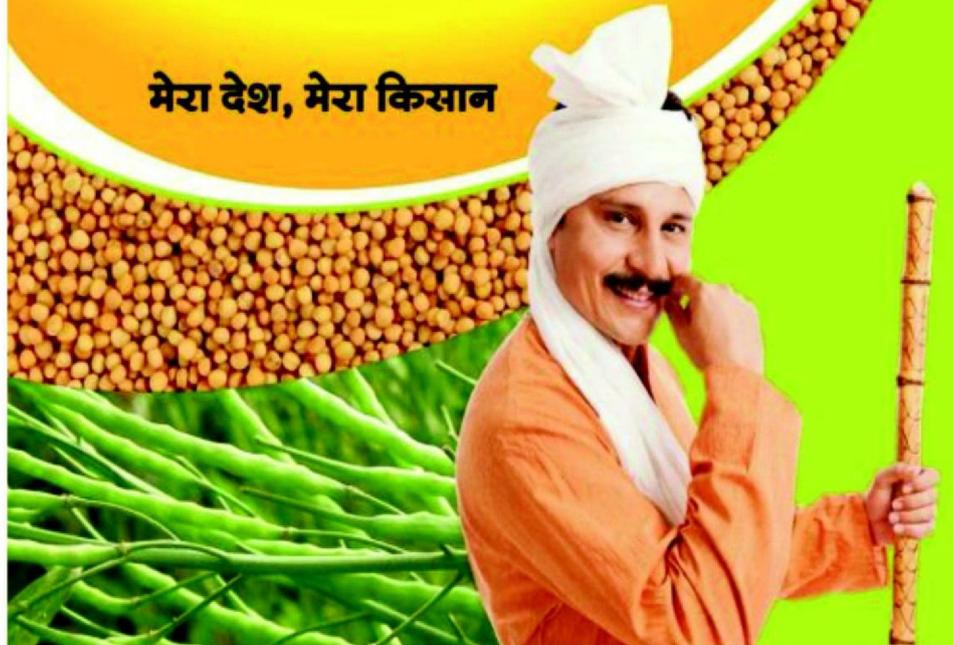
**Shreeoswal Seeds and Chemicals Limited**

**AN ISO 22000 : 2005 CERTIFIED COMPANY**

*Oswal's*  
**OSWAL SEEDS**  
**OSYM-55**

**RESEARCH OSYM-55**  
**YELLOW MUSTARD SEEDS**

**मेरा देश, मेरा किसान**



**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]  
**For the Financial Year ended on 31<sup>st</sup> March, 2021**

To,  
The Members,  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
CIN: L01111MP2017PLC044596

**Registered Office:**

"Oswal House", Opposite Balkavibairagi College,  
Nasirabad Highway, Village Kanwati, Neemuch (M.P.) 458441

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SHREEOSWAL SEEDS AND CHEMICALS LIMITED** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering **1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021**, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **SHREEOSWAL SEEDS AND CHEMICALS LIMITED** for the financial year ended on 31<sup>st</sup> March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(not applicable to the company during the audit period)**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(not applicable to the company during the audit period);**
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(not applicable to the company during the audit period);**
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(not applicable to the company during the audit period);**
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(not applicable to the company during the audit period);**
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(not applicable to the company during the audit period);**
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations, 2015 as amended from time to time.

(vi) I have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under other applicable Acts, laws and Regulations to the Company on test check basis. The laws, regulations, directions, orders applicable specifically to the Company are as follows:

- a) The Essential Commodities Act, 1955
- b) The Seeds (Control) Order, 1983
- c) The Agricultural Produce (Grading and Marking) Act, 1937
- d) Water (Prevention & Control of Pollution) Act, 1974
- e) Air (Prevention and Control of Pollution) Act, 1981

I have also examined compliance with the Secretarial Standards on Meeting of Board of Directors(SS-1) and Secretarial Standards on General Meetings(SS-2), issued by The Institute of Company Secretaries of India.

I further report that I have not reviewed the applicable financial laws (direct and indirect tax laws), Accounting Standards, since the same have been subject to review and audit by the Statutory Auditors of the Company.

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

**I further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. During the year under review there were no changes in the composition of Board of Directors.

Adequate notice is given to all directors to schedule the Board Meetings. Notice of Board meetings was sent at least seven days in advance and where any Board Meeting was held on shorter notice the same was conducted in compliance with the Act and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meetings and for their meaningful participation at the meetings.

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

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

**I further report that** during the year under report, the Company has not undertaken event/action having a major bearing in the company's affair in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred above.

**For L.N. Joshi & Company  
Company Secretaries**

**Dated: 10<sup>th</sup> August, 2021  
Place: Indore**

**L.N. Joshi  
Proprietor  
FCS: 5201; C P No 4216  
UDIN - F005201C000760120  
Peer Review Certificate No. 506/2017**

**Note:** This report is to be read with our letter of even date which is annexed as Annexure herewith and forms and integral part of this report.



## Shreeoswal Seeds and Chemicals Limited





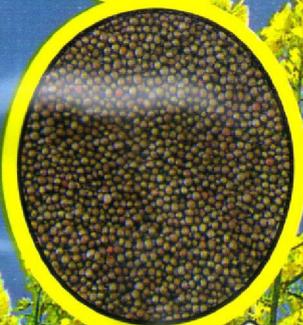
Shreeoswal Seeds and Chemicals Limited

बीज ऐसा... जो सोना उगले



# OSWAL GOLD PLUS<sup>+</sup>

RESEARCH GOLD PLUS **MUSTARD** SEEDS



मेरा देश, मेरा किसान

AN ISO 22000:2005 CERTIFIED COMPANY



## **Agarwal Patel And Sinhal Chartered Accountants**

469 Hudco Colony, Neemuch  
07423404190, 9926979888  
bhaveshsinhalca@gmail.com

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### **Independent Auditor's Report**

**To the Members of SHREEOSWAL SEEDS & CHEMICALS LTD**

**Report on the standalone Financial Statements**

#### **Opinion**

We have audited the accompanying Standalone financial statements of **M/s. SHREEOSWAL SEEDS & CHEMICALS LTD ("the Company")** which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and 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, 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, of the state of affairs of the Company as at March 31, 2021, and profit, and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of 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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statement of the current period. These matters were addressed in the context of our audit of the financial statement as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



## **Agarwal Patel And Sinhal Chartered Accountants**

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### **Responsibility of Management 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 of these standalone 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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibility 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.

### **Report on Other Legal and Regulatory Requirements**

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 Companies Act, 2013, we give in the **Annexure-A** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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.



## **Agarwal Patel And Sinhal Chartered Accountants**

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- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books 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 the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 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

Date : 30/06/2021  
Place : Neemuch

**FOR AGARWAL PATEL AND SINHAL**  
**(Chartered Accountants)**  
**Reg No. :012245C**

**Bhavesh Sinhal**  
**Partner**  
**M.No. : 406280**  
**UDIN : 21406280AAAAFC9243**



**Agarwal Patel And Sinhal**  
**Chartered Accountants**

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**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**“ANNEXURE–A” TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE**

The Annexure referred to in Paragraph 8 under ‘Report on Other Legal and Regulatory Requirements’ in the Independent Auditor’s Report of even date, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. As explained to us, no material discrepancies were noticed on such physical verification.
  - (c) According to the information & explanation given to us and on the basis of our examination of the record of the company that the title deed of immovable property are held in the name of the company.
- (ii) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. As informed, no material discrepancies were noticed on physical verification carried out during the year.
- (iii) The Company has granted loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us, the Company has granted loan to its wholly owned subsidiary Shreeoswal Psyllium Exports India Limited apart from this company has not provide any loan, guarantees and security in respect of which provisions of section 185 of the Companies Act, 2013. The Company has complied with the provision of Section 186 of the Act with respect to Investment made.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provisions of sections 73 to 76 of the Act and the rules framed thereunder.
- (vi) As per information and explanations given to us, the Central Government has not specified the maintenance of cost records under sub-section (1) of section 148 of the Act, for the business of the Company.



## Agarwal Patel And Sinhal Chartered Accountants

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- (vii) (a) According to the information and explanations given to us and on the basis of examination of the records of the Company, in our opinion, the Company is regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, goods and services tax, cess and any other statutory dues, as applicable, with the appropriate authorities.

The Due Outstanding in Respect of Income Tax, Sales Tax, VAT, Sales Tax, GST, Service Tax, Custom Duty, and Excise on account of any Dispute, are as follows:-

Name of Statute	Nature of Dues	Amt. in Lacs	Amt Paid under Protest	Period to which the amount relates	Forum where dispute is pending
Income Tax	TDS	0.12	Nil	2018-19	None
Income Tax	TDS	0.96	Nil	2020-21	None

- (b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, goods and services tax, cess which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution and bank. There is no borrowing from the Government and there are no debenture holders.
- (ix) The Company has not raised money by way of initial public offer and term loans during the year. The previous Funds are utilized for the same purpose for which it has been raised.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management
- (xi) As informed and explained to us, the managerial remuneration has been provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act, 2013.



**Agarwal Patel And Sinhal**  
**Chartered Accountants**

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- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provision of clause 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 the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations give 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 under review. Accordingly, the provision of clause 3(xiv) of the Order is not applicable.
- (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 any non-cash transactions with directors or persons connected with him as referred to in section 192 of the Companies Act, 2013.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR, AGARWAL PATEL AND SINHAL  
ICAI Firm Reg. No. : 012245C

**CA BHAVESH SINHAL**  
(Partner)  
Mem. No. : 406280  
UDIN: 21406280AAAAFC9243  
Place: NEEMUCH  
Dated: 30/06/2021



Agarwal Patel And Sinhal  
Chartered Accountants

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**“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**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 SHREEOSWAL SEEDS AND CHEMICALS LIMITED (“The Company”) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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”) 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 control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon 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



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Chartered Accountants

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

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

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 issues by the Institute of Chartered Accountants of India.

Date : 30/06/2021  
Place : Neemuch

**FOR AGARWAL PATEL AND SINHAL**  
**(Chartered Accountants)**  
**Reg No. :012245C**

**Bhavesh Sinhal**  
**Partner**  
**M.No. : 406280**  
**UDIN : 21406280AAAAFE8626**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

**STANDALONE BALANCE SHEET AS ON 31.03.2021**

**(Amount in Rs.)**

PARTICULARS	Note No	AMOUNT AS ON 31.03.2021	AMOUNT AS ON 31.03.2020
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	15,24,50,000.00	15,24,50,000.00
(b) Reserve and Surplus	2	15,76,93,449.61	12,92,96,240.52
(c) Money received against share warrants		-	-
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	4	1,70,02,033.56	28,05,489.92
(b) Deferred tax liabilities (Net)	5	12,430.00	-
(c) Other Long term liabilities	6	4,80,000.00	4,05,000.00
(d) Long term provisions	7	-	-
<b>(4) Current Liabilities</b>			
(a) Trade payables	8	-	-
(i) total outstanding dues of msme		-	-
(ii) total outstanding dues of creditors other than msme		25,20,607.00	30,11,592.00
(b) Short Term Borrowings	9	20,08,42,587.63	12,02,85,014.53
(c) Other Current liabilities	10	12,83,97,032.56	3,78,91,670.00
(d) Short-term provisions	11	1,27,83,890.00	1,20,72,059.00
<b>Total</b>		<b>67,21,82,030.36</b>	<b>45,82,17,065.97</b>
<b>II.Assets</b>			
<b>(1) Non-current assets</b>			
<i>(a) Property Plant &amp; Equipment</i>			
(i) Tangible assets	12	3,26,49,181.87	2,73,67,443.92
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	13	3,50,73,015.36	3,50,00,000.00
(c) Deferred tax assets (net)	14	1,35,788.00	1,35,788.00
(d) Long term loans and advances	15	2,53,00,540.60	18,57,98,048.00
(e) Other non-current assets	16	1,06,46,625.00	1,25,94,365.00
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories	17	52,20,78,485.85	13,11,11,875.11
(c) Trade receivables	18	2,61,31,415.00	3,57,48,459.00
(d) Cash and cash equivalents	19	58,44,111.19	1,38,41,726.14
(e) Short-term loans and advances	20	1,02,85,602.00	1,06,90,251.60
(f) Other current assets	21	40,37,265.49	59,29,109.20
<b>Total</b>		<b>67,21,82,030.36</b>	<b>45,82,17,065.97</b>

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
 FRN No.:-012245C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
**Dated:- 30.06.2021**  
**Place:- Neemuch (M.P.)**  
**UDIN: 21406280AAAAFC9243**

**SANJAY KUMAR BAIGANI**  
 DIN :-0007921083  
 (MANAGING DIRECTOR)

**ANIL KUMAR NAHATA**  
 DIN :-0007921005  
 (W.T.D. & C.E.O.)

**DILIP PATIDAR**  
 (M NO.:-A34566)  
 (COMPANY SECRETARY)

**ASHOK DHAKAR**  
 PAN :-AUYPD5111B  
 (C.F.O)

## SHREEOSWAL SEEDS AND CHEMICALS LIMITED

**CIN :- L01111MP2017PLC044596**

OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)

**STANDALONE STATEMENT OF PROFIT & LOSS FOR THE PERIOD 01.04.2020 TO 31.03.2021 (Amount in Rs.)**

PARTICULARS	Note No	AMOUNT AS ON 31.03.2021	AMOUNT AS ON 31.03.2020
I. Revenue from operations	22	72,46,71,948.24	62,30,72,339.50
II. Other Income	23	1,22,98,718.70	78,34,485.51
<b>III. Total Revenue (I +II)</b>		<b>73,69,70,666.94</b>	<b>63,09,06,825.01</b>
<i>IV. Expenses:</i>			
Cost of Material Consumed	24	1,05,02,58,559.11	38,43,42,337.28
Change in Inventory	25	(39,09,66,610.74)	17,45,41,018.58
Employee benefit expense	26	1,54,82,323.00	1,49,69,026.00
Finance costs	27	1,11,78,472.00	1,14,43,526.51
Depreciation and amortization expense	12	18,41,306.00	17,92,268.00
Other expenses	28	97,28,079.88	82,55,666.23
<b>IV.Total Expenses</b>		<b>69,75,22,129.25</b>	<b>59,53,43,842.60</b>
V. Profit before exceptional and extraordinary items and tax	(III - IV)	3,94,48,537.69	3,55,62,982.41
VI. Exceptional Items		-	11,45,917.00
VII. Profit before extraordinary items and tax	(V - VI)	3,94,48,537.69	3,44,17,065.41
VIII. Extraordinary Items		-	-
<b>IX. Profit before tax (VII - VIII)</b>		<b>3,94,48,537.69</b>	<b>3,44,17,065.41</b>
X. Tax expense:			
(1) Current tax		1,09,62,153.00	99,50,496.00
(2) Deferred tax liability/(assets)		12,430.00	(79,216.00)
(3) Current Tax expenses related to Prior Period		76,745.60	
XI. Profit(Loss) from the period from continuing operations	(IX-X)	2,83,97,209.09	2,45,45,785.41
XII. Profit/(Loss) from discontinuing operations			
XIII. Tax expense of discontinuing operations			
XIV. Profit/(Loss) from Discontinuing operations (after tax)(XII - XIII)			
<b>XV. Profit/(Loss) for the period (XI + XIV)</b>		<b>2,83,97,209.09</b>	<b>2,45,45,785.41</b>
XVI. Profit of the Year		2,83,97,209.09	2,45,45,785.41
<b>Profit Forward to Reserve &amp; Surplus (in Rs)</b>		<b>2,83,97,209.09</b>	<b>2,45,45,785.41</b>
XVII. Earning per equity share:			
(1) Basic		1.86	1.61
(2) Diluted		1.86	1.61

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
CHARTERED ACCOUNTANT  
FRN No.:-012245C

**CA BHAVESH SINHAL**  
PARTNER  
M.N 406280  
Dated:- 30.06.2021  
Place:- Neemuch (M.P.)  
UDIN: 21406280AAAAFC9243

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**SANJAY KUMAR BAIGANI**  
DIN No.:-0007921083  
(MANAGING DIRECTOR)

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
(W.T.D. & C.E.O.)

**DILIP PATIDAR**  
(M NO.:-A34566)  
(COMPANY SECRETARY)

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
(C.F.O)

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)  
**STANDALONE Cash Flow for the Period 01.04.2020 to 31.03.2021**  
CIN :- L01111MP2017PLC044596

Particulars	31.03.2021		31.03.2020	
	Amount	Total Amount	Amount	Total Amount
<b>Cash flows from operating activities</b>				
Profit before taxation		3,94,48,537.69		3,54,82,673.41
<b>Adjustments for:</b>				
Depreciation	18,41,306.00		17,92,268.00	
Investment income	(1,22,98,718.70)		(78,34,485.51)	
Interest Expenses	1,11,78,472.00		1,14,43,526.51	
<b>Working capital changes:</b>				
(Increase) / Decrease in trade and other receivables	96,17,044.00		(1,58,87,637.20)	
(Increase) / Decrease in other Current Assets	42,44,233.31		5,93,933.46	
(Increase) / Decrease in inventories	(39,09,66,610.74)		17,45,41,018.58	
Increase / (Decrease) in Short Term Provisions	9,12,92,193.56		3,98,16,118.00	
Increase / (Decrease) in trade payables	(4,90,985.00)	(28,55,83,065.57)	(8,31,68,837.90)	12,12,95,903.94
<b>Cash generated from operations</b>		(24,61,34,527.88)		15,67,78,577.35
Income taxes paid	-	1,10,38,898.60	-	99,50,496.00
<b>CASH FLOW BEFORE EXTRAORDINARY ITEMS</b>		(25,71,73,426.48)		14,68,28,081.35
LESS : EXTRAORDINARY/EXCEPTIONAL ITEMS /DISCONTINUING	-	-	-	10,65,608.00
<b>Net cashused in operating activities</b>		(25,71,73,426.48)		14,57,62,473.35
<b>Cash flows from investing activities</b>				
Investment income	1,22,98,718.70		78,34,485.51	
(Increase) / Decrease in Long Term Investment & Loans	16,04,24,492.04		(14,60,24,784.00)	
(Increase)/ Decrease in Fixed Assets	(71,23,043.95)	16,56,00,166.79	(1,73,90,784.00)	(15,55,81,082.49)
<b>Net cash generated from investing activities</b>		16,56,00,166.79		(15,55,81,082.49)
<b>Cash flows from financing activities</b>				
Interest Expenses	(1,11,78,472.00)		(1,14,43,526.51)	
Increase / (Decrease) in Loans & Advances from bank	8,05,57,573.10		(57,79,634.01)	
Increase / (Decrease) in Capital	-		-	
Increase / (Decrease) in long-term borrowings	1,41,96,543.64	8,35,75,644.74	1,40,000.00	(1,70,83,160.52)
<b>Net cash generated from financing activities</b>		8,35,75,644.74		(1,70,83,160.52)
<b>Net increase in cash and cash equivalents</b>		(79,97,614.95)		(2,69,01,769.66)
<b>Cash and cash equivalents at beginning of period</b>		1,38,41,726.14		4,07,43,495.80
<b>Cash and cash equivalents at end of period</b>		58,44,111.19		1,38,41,726.14

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
CHARTERED ACCOUNTANT  
FRN No.:-012245C

**CA BHAVESH SINHAL**  
PARTNER  
M.N 406280  
Dated:- 30.06.2021  
Place:- Neemuch (M.P.)

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**SANJAY KUMAR BAIGANI**  
DIN:-0007921083  
(MANAGING DIRECTOR)

**DILIP PATIDAR**  
(M NO.:-A34566)  
(COMPANY SECRETARY)

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
(W.T.D. & C.E.O.)

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
(C.F.O)

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021**

PARTICULARS	AMOUNT 31.03.2021	AMOUNT 31.03.2020
<b>NOTE -1</b>		
<b>SHARE CAPITAL</b>		
<b>Authorised Share Capital</b>		
180,00,000 Equity Share of Rs 10 each.	18,00,00,000.00	18,00,00,000.00
<b>Issued Subscribed &amp; Paid up Capital</b>		
15,245,000 Equity Shares of Rs 10 each fully paid up	15,24,50,000.00	15,24,50,000.00
<b>TOTAL</b>	<b>15,24,50,000.00</b>	<b>15,24,50,000.00</b>

**Note 1.1 RECONCILIATION OF NO OF EQUITY SHARE AS AT 31ST MARCH, 2021**

PARTICULARS	2020-21		Issued, Subscribed & Paid up capital	
	2019-20			
	No. of Shares	Amount	No. of Shares	Amount
At the Beginning of the Period	1,52,45,000	15,24,50,000	1,52,45,000	15,24,50,000
Add:- Issued During the Year	-	-	-	-
<b>Outstanding At the end of the Year</b>	<b>1,52,45,000</b>	<b>15,24,50,000</b>	<b>1,52,45,000</b>	<b>15,24,50,000</b>

**Notes Regarding conversion of Partnership Firm into the Company**

M/s Oswal Seeds & Chemicals was converted from Partnership Firm into Public Limited Company under the Name **Shreeoswal Seeds & Chemicals Limited** as per Certificate of Incorporation dated **01st December 2017** under the proviso of Chapter XXI of Companies Act 2013. Accordingly Partners Capital of **Rs. 61,690,000/-** as on 31st October 2017 was converted into Equity Share Capital divided into Equity Shares of Rs. 10/- Each.

**Terms / Rights attached to Equity Shares**

The Company has only one class of shares referred to as equity shares having a par value of Rs.10/-. Each holder of equity shares is entitled to one vote per share. In the event of Liquidation of the Company the holder of Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The Distribution will be in proportion to the number of equity shares held by the Shareholders.

**Note 1.2 Shareholders holding more than 5% of the Equity share in the Company**

Name of Shareholders	Equity Shares			
	As at 31'st March 2021		As at 31'st March 2020	
	No of Share	% of Holding	No of Share	% of Holding
Mr. Anil kumar Nahata	53,34,470	34.99%	53,34,470	34.99%
Mr. Sanjay Kumar Baigani	53,34,470	34.99%	53,34,470	34.99%

**Note 1.3** The Company does not have any holding company.

**Note 1.4** There are no shares reserved for issue under option of control or commitments for sale of shares / disinvestment.

**Note 1.5** There are no unpaid calls from any Director and officer.

**Note 1.6** The Company has not declared and paid any dividends during the year.

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE -2</b>				
<b>RESERVE &amp; SURPLUS</b>				
<b>Opening Balance</b>		5,49,55,240.52		3,04,09,455.11
Add:- Surplus for the year		2,83,97,209.09		2,45,45,785.41
		8,33,52,449.61		5,49,55,240.52
Less :- Any other Item		-		-
<b>Net Balance</b>		<b>8,33,52,449.61</b>	<b>Net Balance</b>	<b>5,49,55,240.52</b>
<b>Security Premium</b>				
<b>Opening Balance</b>		7,43,41,000.00		7,43,41,000.00
Add:- Addition During the year		-		-
<b>Net Balance</b>		<b>7,43,41,000.00</b>	<b>Net Balance</b>	<b>7,43,41,000.00</b>
<b>TOTAL</b>		<b>15,76,93,449.61</b>	<b>TOTAL</b>	<b>12,92,96,240.52</b>

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
NOTE -3 SHARE APPLICATION MONEY PENDING ALLOTMENT		-		-
<b>TOTAL</b>		-	<b>TOTAL</b>	-

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
NOTE -4 <u>Long Term Borrowings</u> <u>Secured Loan</u>				
- HDFC Bank (Term Loan)		23,52,033.56		28,05,489.92
- HDFC Bank (Term Loan-ECLGS)		1,46,50,000.00		-
<b>TOTAL</b>		<b>1,70,02,033.56</b>	<b>TOTAL</b>	<b>28,05,489.92</b>

**I) Secured Loans**

**1 HDFC Bank (Term Loan)**

**A) Terms of Repayment**

Term Loan (HDFC Bank):- The Principal amount of Term Loan to be repaid in 24 Equal Monthly Installment payable from 15.08.2019 and another Term Loan to be repaid in 44 EMI payable from 15.08.2019.

**B) Primary Security**

**Term Loan** Primary Secured Against Sortax Plant owned by the Company.

**LC Limit** (Secured Against Plant & Machinery (Grading & Cleaning Machine "Sortax Machine" and F.D.R. of Rs. 25.00 Lacs with Bank).

**C) Collateral Security**

- Collateral Security of House situated at 794, Scheme No 14/2, Vikas Nagar Extension, Owned by Shri Kanhaiyalal ji Nahata (Uncle of CEO of the Company).
- Collateral Security of Shop No 24 & 25, Shri Balaji Ganesh Market, Station Road, Neemuch Owned by Smt. Chandraleka Begani, Smt. Sunita Begani and Shri Anil Kumar Begani (Relatives of Managing Director Shri Sanjay Kumar Baigani).
- Collateral Security of House situated at 297, Scheme No 14/2, Vikas Nagar Extension owned by Smt. Chandra Lekha Begani (Mother of Managing Director).
- Collateral Security of House situated at 475, Scheme No 14/2, Vikas Nagar Extension owned by Smt. Kiran Devi Begani (Wife of Managing Director).
- Land and Building Situated at Plot No. 06, Industrial Area Neemuch Owned by M/s Oswal Seeds & Chemicals (Partnership firm that is converted to The Company).

**D) Personal Guarantee**

Personal Guarantee of Whole Time Director and Managing Director and Promoters Shri Anil Kumar Nahata and Shri Sanjay Kumar Baigani along with Smt. Chandraleka Begani, Shri Kanhaiyalal ji Nahata, Smt. Sunita Devi Begani and Kiran Devi Begani.

**E) Rate of Interest**

Term Loan Facility :- Rate of Interest is MCLR+0.50% i.e. 8.10% p.a.  
 LC Limit:- Rate of Interest 1.25% p.a.

**2 HDFC Bank (Term Loan-ECLGS)**

**A) Terms of Repayment**

Term Loan (HDFC Bank):- The Principal amount of Term Loan to be repaid in 48 Equal Monthly Installment payable from 07.07.2020 and another Term Loan to be repaid in 48 EMI payable from 07.06.2024.

**B) Primary Security**

**Term Loan** All Stocks & Book Debts, Plant and Machinery created out of Additional Facility by the Borrower as Primary Security to secure the Additional Facility.

**C) Collateral Security**

- By granting of Additional Facility of Rs. 146.50 Lakhs to the Borrower, the Charge shall now stand increased from Rs.753.70 Lakhs to Rs.900.20 Lakhs. The Existing Hypothecated Property and Primary Security shall stand hypothecated to the Bank to secure all the liabilities of the Borrower as continuing security in favour of the Bank.

**D) Guarantee**

Additional Facility Under the Emergency Credit Line Guarantee Scheme ("Scheme") of the National Credit Guarantee Trustee Company Limited ("NCGTCL")

**E) Rate of Interest**

Term Loan Facility :- Floating rate of Interest is i.e. 8.25% p.a.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 5</b> <b>DEFERRED TAX LIABILITY</b>		12,430.00	-	-
<b>TOTAL</b>		<b>12,430.00</b>	<b>TOTAL</b>	<b>-</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 6</b> <b>OTHER LONG TERM LIABILITIES</b>				
Deposit Against Dealership		4,80,000.00		4,05,000.00
<b>TOTAL</b>		<b>4,80,000.00</b>	<b>TOTAL</b>	<b>4,05,000.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 7</b> <b>LONG TERM PROVISION</b>				
- Long Term Provisions		-		-
<b>TOTAL</b>		<b>-</b>	<b>TOTAL</b>	<b>-</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 8</b> <b>TRADE PAYABLE</b>				
- Trade Payable for Goods (Dues Other Than MSME)		25,20,607.00		30,11,592.00
- Total outstanding dues of micro enterprises and small enterprises		-		-
<b>TOTAL</b>		<b>25,20,607.00</b>	<b>TOTAL</b>	<b>30,11,592.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 9</b> <b>Short Term Borrowings (Secured)</b>				
- Axis Bank WHR Loan		12,47,93,142.89		4,98,55,349.36
- HDFC Bank (Cash Credit Limit)		7,09,41,544.74		7,04,29,665.17
- HDFC Bank WHR Loan		51,07,900.00		-
<b>TOTAL</b>		<b>20,08,42,587.63</b>	<b>TOTAL</b>	<b>12,02,85,014.53</b>

**I) Axis Bank (WHR Loan)**

**A) Terms of Repayment**

The Validity of Facility against Warehouse Receipt Should be Lower of

- a) Expiry Date Mentioned in the Warehouse Receipts / Storage Receipts/ Quality Certificate.
- b) Be the end of Month in which new crop arrives for respective crops or Maximum permissible Funding period whichever is earlier.

**B) Primary Security**

Pledge of Warehouse Receipts/Storage Receipts, issued with Lien Noted in favour of AXIS Bank Ltd.

**C) Collateral Security**

No Collateral security Provided for this Bank Loan.

**D) Personal Guarantee**

Personal Guarantee of Whole Time Director, Managing Director, Promoters and Other Directors Named Shri Anil Kumar Nahata, Shri Sanjay Kumar Baigani, Smt. Kiran Devi Begani and Smt. Padma Nahta.

**E) Rate of Interest**

Rate of Interest for WHR Loan @ MCLR+3.05% i.e. 7.80% P.A.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021**

**II) HDFC Bank (CC Limit)**

**A) Primary Security**

First Charge by way of hypothecation of company's entire Paid stock of Raw Material, Finished Goods, Plant & Machinery, Consumable Stores and spares and such other movable including books Debts, Bills, whether documentary of clean, outstanding monies, receivables both present and future pari pasu with other working capital alongwith other security such as Cash Margin for LC/LG.

**B) Collateral Security**

1. Collateral Security of House situated at 794, Scheme No 14/2, Vikas Nagar Extension, Owned by Shri Kanhaiyalal ji Nahata (Uncle of CEO of the Company)
2. Collateral Security of Shop No 24 & 25, Shri Balaji Ganesh Market, Station Road, Neemuch Owned by Smt. Chandreleka Begani, Smt. Sunita Begani and Shri Anil Kumar Begani (Relatives of Managing Director Shri Sanjay Kumar Baigani)
3. Collateral Security of House situated at 297, Schme No 14/2, Vikas Nagar Extension owned by Smt. Chandra Lekha Begani (Mother of Managing Director)
4. Collateral Security of House situated at 475, Schme No 14/2, Vikas Nagar Extension owned by Smt. Kiran Devi Begani (Wife of Managing Director)
5. Land and Building Situated at Plot No. 06, Industrial Area Neemuch Owned by M/s Shreeoswal Seeds & Chemicals Ltd.
6. Part of Land Survey No 557 & 559, Oswal House, Gram Kanawati, Tehsil Neemuch (M.P.) owned by M/s Shreeoswal Psyllium Exports India Ltd..

**C) Personal Guarantee**

Personal Guarantee of Director and Managing Director and Promotes Shri Anil Kumar Nahata and Shri Sanjay Kumar Baigani along with Smt. Chandreleka Begani, Shri Kanhaiyalal ji Nahata, Smt. Sunita Devi Begani and Kiran Devi Begani.

**D) Rate of Interest**

Rate of Interest for CC Limit @ MCLR+0.50% i.e. 8.15% P.A.

**III) HDFC Bank (WHR Loan)**

**A) Primary Security**

1. Pledge of entire inventory of commodity as continuing security for each of the tenors of the loan, financed hereunder on a revolving basis. 2. Insurance (All-Risk) with regards to all inventory financed by HDFC Bank Ltd. Covering fire, theft, strike, riot, civil commotion ect with HDFC Bank Ltd as the loss payee. if stored in CWC warehouses, than policy to be taken by CWC under CWC self indemnification scheme and the same to be maintained on the warehouse receipt issued by CWC 3. Two Security PDC's with standard covering letter.

**B) Collateral Security**

1. Collateral Security of House situated at 794, Scheme No 14/2, Vikas Nagar Extension, Owned by Shri Kanhaiyalal ji Nahata (Uncle of CEO of the Company)
2. Collateral Security of Shop No 24 & 25, Shri Balaji Ganesh Market, Station Road, Neemuch Owned by Smt. Chandreleka Begani, Smt. Sunita Begani and Shri Anil Kumar Begani (Relatives of Managing Director Shri Sanjay Kumar Baigani)
3. Collateral Security of House situated at 297, Schme No 14/2, Vikas Nagar Extension owned by Smt. Chandra Lekha Begani (Mother of Managing Director)

**C) Personal Guarantee**

Personal Guarantee from Promoter Directors (Independent Director Waived)

**D) Rate of Interest**

Rate of Interest for CC Limit @ 7.20% P.A. payable monthly

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 10</b>				
<b>OTHER CURRENT LIABILITIES</b>				
- Seeds Booking Advances Received		-		2,65,515.00
- Other Advance Received from Customers		12,83,97,032.56		3,76,26,155.00
<b>TOTAL</b>		<b>12,83,97,032.56</b>	<b>TOTAL</b>	<b>3,78,91,670.00</b>

**SHREOSWAL SEEDS AND CHEMICALS LIMITED**  
CIN :- L01111MP2017PLC044596

**FOR THE PERIOD 01.04.2020 TO 31.03.2021**

Note :12 Depreciation As Per Companies Act,2013

S. NO.	Particulars	Dep.Rate	GROSS BLOCK			DEPRECIATION			NET BLOCK		
			Balance as on 01.04.2020	Addition during the Year	Deduction during the Year	Total 31.03.2021	Balance as on 01.04.2020	Addition during the Year	Deduction during the Year	Total 31.03.2021	As on 31/03/2021
1	Land Purchase	0.00%	1,77,71,093.00	29,13,530	-	2,06,84,623.00	-	-	2,06,84,623.00	1,77,71,093.00	
2	Building	9.50%	45,86,607.00	1,82,000	-	47,68,607.00	9,68,126.00	3,48,966.00	13,17,092.00	34,51,515.00	36,18,481.00
3	Car	31.23%	-	-	-	-	-	-	-	-	-
4	Computer	63.16%	1,51,240.00	-	-	1,51,240.00	1,16,809.00	21,747.00	1,38,556.00	12,684.00	34,431.00
5	Furniture & Fixture	25.89%	1,71,131.00	-	-	1,71,131.00	85,208.00	22,245.00	1,07,453.00	63,678.00	85,923.00
6	Misc. Fixed Assets	25.89%	1,14,636.00	-	-	1,14,636.00	56,260.00	15,114.00	71,374.00	43,262.00	58,376.00
7	Plant & Machinery	18.10%	90,77,501.92	40,27,514	-	1,31,05,015.87	33,75,902.00	14,03,470.00	47,79,372.00	83,25,643.87	57,01,599.92
8	Tempo Loading	31.23%	1,99,253.00	-	-	1,99,253.00	1,14,776.00	26,382.00	1,41,158.00	58,095.00	84,477.00
9	Two Wheeler	25.89%	26,018.00	-	-	26,018.00	12,955.00	3,382.00	16,337.00	9,681.00	13,063.00
	<b>Total</b>		<b>3,20,97,479.92</b>	<b>71,23,044</b>	<b>-</b>	<b>3,92,20,523.87</b>	<b>47,30,036.00</b>	<b>18,41,306.00</b>	<b>65,71,342.00</b>	<b>3,26,49,181.87</b>	<b>2,73,67,443.92</b>
	Previous Year-->		14943268.92	1,77,71,093	6,16,882	32097479.92	3174341.00	1792268	4730036	27367443.92	11768927.92

**FOR, AGARWAL PATEL AND SINHAL**  
CHARTERED ACCOUNTANTS  
FRN No.:-012245C

**CA BHAVESH SINHAL**  
(PARTNER)  
M.NO. 406280  
Dated:- 30.06.2021  
Place:- Neemuch (M.P.)

**SANJAY KUMAR BAIGANI**  
DIN:-0007921083  
(MANAGING DIRECTOR)

**DILIP PATIDAR**  
(M.NO.-A34566)  
(COMPANY SECRETARY)

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
(W.T.D. & C.E.O.)

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
(C.F.O)

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021**

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 11</b>				
<b>SHORT TERM PROVISIONS</b>				
<b>Provision For statutory Dues</b>		<b>1,13,50,379.00</b>		<b>1,05,68,482.00</b>
TDS Payable	2,81,235.00		5,36,708.00	
Provision for Income Tax (Current Year)	1,09,62,153.00		99,50,496.00	
PF & ESI Payable	94,020.00		81,278.00	
TCS Payable	12,971.00		-	
<b>Provision For Expenses</b>		<b>14,33,511.00</b>		<b>15,03,577.00</b>
Salary and Wages Payable	10,53,698.00		8,23,487.00	
Audit Fees Payable	1,00,000.00		1,00,000.00	
Internal audit Fees Payable	25,000.00			
Bank Int Provision	-		3,54,299.00	
Power Charges and Electricity Charges Payable	2,54,813.00		1,92,597.00	
Telephone Expenses Payable	-		3,194.00	
Legal Charges Payable	-		30,000.00	
<b>TOTAL</b>	<b>1,27,83,890.00</b>		<b>TOTAL</b>	<b>1,20,72,059.00</b>
PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 13</b>				
<b>NON CURRENT INVESTMENT</b>				
- Investment in Subsidiary Company *		<b>3,50,00,000.00</b>		<b>3,50,00,000.00</b>
Unquoted:				
3500000 Shares of M/s ShreeOswal Psyllium Exports India Limited of Rs. 10 each)				
- Investments In equity investments *				
10900 shares of Vodafone Idea LTD		73,015.36		-
<b>TOTAL</b>		<b>3,50,73,015.36</b>	<b>TOTAL</b>	<b>3,50,00,000.00</b>
<b>* Disclosures :</b>				
(a) Aggregate amount of quoted investments is 75015.36 and market value is Rs.100825/-				
(b) Aggregate amount of unquoted investments is Rs.35000000/-				
(c) Aggregate provision for diminution in value of investments is Nil				
PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 14</b>				
<b>DEFERRED TAX ASSETS</b>				
Opening Balance		1,35,788.00		56,572.00
Made During the Year		-		79,216.00
<b>TOTAL</b>		<b>1,35,788.00</b>	<b>TOTAL</b>	<b>1,35,788.00</b>
PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 15</b>				
<b>LONG TERM LOANS &amp; ADVANCES</b>				
<b>Deposits (Unsecured)</b>		<b>3,76,646.00</b>		<b>4,18,114.00</b>
Central Sales Tax Deposit	1,000.00		1,000.00	
MPPKVCL (Electricity Deposit)	3,61,246.00		4,02,714.00	
Telephone Deposit	14,400.00		14,400.00	
<b>Other Loans &amp; Advances (Unsecured)</b>		<b>1,38,979.00</b>		<b>6,20,979.00</b>
Advances to Employee	1,00,979.00		2,20,979.00	
Badrilala Nayak( Land purchase)	-		4,00,000.00	
Shailendra jain (Land Purchase)	38,000.00		-	
M/s ShreeOswal Psyllium Exports India Limited (Loan) (Wholly Owned Subsidiary Company)		2,47,84,915.60		18,47,58,955.00
<b>TOTAL</b>		<b>2,53,00,540.60</b>	<b>TOTAL</b>	<b>18,57,98,048.00</b>

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 16</b> <b>OTHER NON CURRENT ASSETS</b>				
- Advance paid to suppliers		1,06,46,625.00		1,25,94,365.00
<b>TOTAL</b>		<b>1,06,46,625.00</b>	<b>TOTAL</b>	<b>1,25,94,365.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 17</b> <b>INVENTORIES</b>				
- Closing Stock		52,20,78,485.85		13,11,11,875.11
- Raw Material	9,08,03,601.37		3,52,89,752.21	
- Finished Goods	43,12,74,884.48		9,58,22,122.90	

**Note 17.1** Inventories (Raw material and Finished Goods) are valued at Lower of cost and Market Value.

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 18</b> <b>TRADE RECEIVABLE (Unsecured Considered Good)</b>				
- Total Debtors		2,61,31,415.00		3,57,48,459.00
- More then 6 Months	1,01,23,913.20		26,38,396.00	
- Not More Then 6 Months	1,60,07,501.80		3,31,10,063.00	
<b>TOTAL</b>		<b>2,61,31,415.00</b>	<b>TOTAL</b>	<b>3,57,48,459.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 19</b> <b>CASH &amp; CASH EQUIVALENT</b>				
- Cash in Hand		53,98,168.00		29,13,542.00
- <b>Balances With Bank</b>		4,45,943.19		1,09,28,184.14
Union Bank, Neemuch (50211)	26,725.75		5,19,359.60	
Union Bank of India C/a - (50056)	14,155.24		14,155.24	
Axis Bank, Neemuch (338992)	1,24,931.20		1,25,415.00	
HDFC Bank C/A (15011)	49,886.00		50,607.00	
FDR Union Bank (63256)	2,30,245.00		2,15,869.00	
FDR HDFC - (New)	-		1,00,02,778.30	
<b>TOTAL</b>		<b>58,44,111.19</b>	<b>TOTAL</b>	<b>1,38,41,726.14</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 20</b> <b>SHORT TERM LOANS &amp; ADVANCES (Unsecured)</b>				
- <b>Prepaid Expenses</b>		<b>1,38,364.00</b>		<b>1,37,496.00</b>
Prepaid Insurance	1,38,364.00		1,37,496.00	
- <b>Statutory Advances</b>		<b>1,01,47,238.00</b>		<b>1,05,52,755.60</b>
Advance Income Tax (Current Year)	75,00,000.00		88,56,080.00	
Income Tax Refundable A.Y. 2019-20	-		3,47,490.00	
GST Input Rebate	-		5,70,524.00	
TDS & TCS Receivable	26,47,238.00		-	
TDS Advance Income Tax (Current Year)	-		7,78,661.60	
<b>TOTAL</b>		<b>1,02,85,602.00</b>	<b>TOTAL</b>	<b>1,06,90,251.60</b>

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021**

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 21</b>				
<b><u>OTHER CURRENT ASSETS</u></b>				
- Preliminary Expenses (To the Extent Not Write Off)		35,44,382.20		53,16,573.20
- National Seed Corporation, Jaipur (EMD)		-		2,50,000.00
- Excess Interest Recoverable by Bank		4,92,883.29		3,62,536.00
<b>TOTAL</b>		<b>40,37,265.49</b>	<b>TOTAL</b>	<b>59,29,109.20</b>

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
FRN No.:-012245C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
**Dated:- 30.06.2021**  
**Place:- Neemuch (M.P.)**

**SANJAY KUMAR BAIGANI**  
DIN:-0007921083  
**(MANAGING DIRECTOR)**

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
**(W.T.D. & C.E.O.)**

**DILIP PATIDAR**  
(M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
**(C.F.O)**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)

SCHEDULE FORMING PART OF PROFIT & LOSS ACCOUNT

	<b>Amount (Rs.)</b>	
	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>NOTE - 22</b>		
<b><u>REVENUE FROM OPERATION</u></b>		
- Revenue from Sales of Manufactured Finished Goods	70,77,70,413.94	59,44,92,387.05
- Revenue from Sale of Other Goods Supplied	1,53,82,969.30	2,99,16,696.65
Add: Rates and Weight Differance	15,18,565.00	(13,36,744.20)
	<b>72,46,71,948.24</b>	<b>62,30,72,339.50</b>
<b>NOTE - 23</b>		
<b><u>OTHER INCOME</u></b>		
- Interest Subvention Scheme for MSMEs	-	17,721.51
- Interest Received Subsidiary Company	1,22,45,288.00	74,92,238.00
- Interest Received from Bank FDR	17,245.00	2,69,684.00
- Interest Received (other then Bank)	17,748.00	40,100.00
- Rate Difference and Discount Received	18,437.70	12,782.00
- Other Income	-	1,960.00
	<b>1,22,98,718.70</b>	<b>78,34,485.51</b>
<b>NOTE - 24</b>		
<b><u>COST OF MATERIAL CONSUMED</u></b>		
- Purchase of Goods	1,00,05,49,547.50	36,26,47,719.87
- Freight Exps.	1,69,49,031.00	19,63,706.00
- Hammali Exps.	89,33,102.00	56,46,682.00
- MP State Seed Certificate Agency	33,72,545.00	30,41,645.00
- Power & Electricity Charges	21,67,793.84	20,15,796.80
- Packing Material and Chemicals Expenses	-	1,07,475.00
- Rates, Taxes and Levies Expenses	31,40,733.92	13,25,335.96
- Ware Housing and Storage Charges	31,44,263.75	25,93,334.25
- Sortax Grading Charges	84,35,135.10	26,38,493.40
- Wages & Grading Charges	35,66,407.00	23,62,149.00
	<b>1,05,02,58,559.11</b>	<b>38,43,42,337.28</b>
<b>NOTE - 25</b>		
<b><u>CHANGE IN INVENTORY</u></b>		
<b><u>(A) Change in Raw Material Inventory</u></b>		
Opening Inventory	3,52,89,752.21	21,55,96,493.69
Less:- Closing Inventory	9,08,03,601.37	3,52,89,752.21
Net (A)	(5,55,13,849.16)	18,03,06,741.48
<b><u>(B) Change in Finished Goods Inventory</u></b>		
Opening Inventory	9,58,22,122.90	9,00,56,400.00
Less:- Closing Inventory	43,12,74,884.48	9,58,22,122.90
Net (B)	(33,54,52,761.58)	(57,65,722.90)
Total (A+B)	<b>(39,09,66,610.74)</b>	<b>17,45,41,018.58</b>
<b>NOTE - 26</b>		
<b><u>EMPLOYEE BENEFIT EXPENSES</u></b>		
- Salary to Employee	52,08,978.00	45,11,713.00
- Staff and Labour Welfare Expenses	1,34,974.00	99,599.00
- ESI and PF	4,38,371.00	4,17,714.00
- Sitting Fees of Directors	1,00,000.00	1,00,000.00
- Allowance to Directors	-	6,40,000.00
- Remunration to Directors	96,00,000.00	92,00,000.00
	<b>1,54,82,323.00</b>	<b>1,49,69,026.00</b>

<b>NOTE - 27</b>		
<b><u>FINANCE COST</u></b>		
- Bank Charges	2,05,059.89	24,819.09
- Bank Finance Processing Fees	-	96,760.00
- Bank Interest Charges	1,06,87,041.11	1,13,21,947.42
- Interest on unsecured Loan	2,86,371.00	-
	<b>1,11,78,472.00</b>	<b>1,14,43,526.51</b>

<b>PARTICULARS</b>	<b>Amount (Rs.)</b>	
	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>NOTE - 28</b>		
<b><u>OTHER EXPENSES</u></b>		
- Audit Fees	1,00,000.00	1,00,000.00
- Internal Audit Fees	2,00,000.00	-
- Fee & Subscription	4,67,935.00	5,82,640.00
- Legal Charges	5,59,350.00	2,29,206.00
- Insurance Expenses	1,49,757.00	90,905.00
- Office Expenses	2,75,139.02	2,57,525.00
- Communications and Postage Expenses	57,360.80	81,464.00
- Printing & Stationery	9,33,030.62	5,47,341.28
- Professional Tax	2,500.00	2,500.00
- Repair & Maintenance Expenses	6,90,863.67	4,42,301.32
- Vehicle Running, Petrol & Diesel Expenses	2,52,191.00	2,65,195.00
- GST Demand	7,88,401.00	-
- Selling And Distribution Scheme	22,82,634.50	22,05,521.16
- Discount and Bad Debts Written off	-	2,95,070.00
- Research and Rogin Expenses	11,96,709.48	13,83,821.41
- Preliminary Expenses Write Off	17,72,191.00	17,72,191.00
- Round Off	16.79	(14.94)
	<b>97,28,079.88</b>	<b>82,55,666.23</b>

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
FRN No.:-012245C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
**Dated:- 30.06.2021**  
**Place:- Neemuch (M.P.)**

**SANJAY KUMAR BAIGANI**  
DIN :-0007921083  
**(MANAGING DIRECTOR)**

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
**(W.T.D. & C.E.O.)**

**DILIP PATIDAR**  
(M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
**(C.F.O)**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

**Notes forming part of Financial Statements**

**Note No. 1 to the financial statements for the year ending on 31st March, 2021**

**Note 1(a) Background of the Company**

The Company was originally registered as a Partnership firm as "M/s Oswal Seeds and Chemicals" dated July 29, 2002 which was then converted into public limited company i.e. **SHREEOSWAL SEEDS AND CHEMICALS LIMITED** having CIN : **U01111MP2017PLC044596** vide fresh certificate of incorporation dated **December 1, 2017**.

The Registered office of the company is situated at Oswal House, Opposite Bal Kavi Bairagi College, Village- Kanawati, Neemuch-458441, Madhya Pradesh, India.

ShreeOswal Seeds and Chemicals Limited (the "Company") is a limited company incorporated in India under the provisions of the Companies Act, 2013. The Company is a Processing unit involved in processing of Agriculture Seed along with Trading of Agriculture Produce.

**Note 1(b) SIGNIFICANT ACCOUNTING POLICIES :-**

**1 (i) Basis of Accounting:-**

The financial statements are prepared in accordance with the applicable Accounting Standards as prescribed under section 133 of The Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules 2014 except as required by Accounting Standard No.-15 "Employees benefits" under the Historical cost convention, on accrual basis.

The Financial Statements are prepared under the Historical Cost Convention using the accrual method of accounting, in accordance with the accounting standards prescribed by the Institute of Chartered Accountants of India. However, the insurance claims and other than cash compensatory incentives are accounted on the basis of receipt. The company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis, except in case of significant uncertainties relating to the income.

**(ii) Use Of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that effect the reported amount of assets and liability on the date of financial statement and the reported amount of revenue and expenses during the reporting period. Difference between actual result and estimates are recognized in the period in which the result are known / materialized

**2 Revenue Recognition:-**

Revenue has been considered as per AS 9- Revenue Recognition issued by Institute of Chartered Accountants of India.

(a) Items of income & expenditure are accounted for on accrual basis.

(b) Sales of goods are recognized on dispatch of goods to customers or when substantial risk and rewards of ownership are transferred by company.

(c) Service Income is recognized, net of service tax, when related services are provided.

**3 Taxes on Income:-**

(a) **Current Tax** :- Income Tax expenses comprises current tax and deferred tax charges or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year.

(b) **Deferred Tax** is determined using the tax rates and the tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred Tax Assets are recognized and carried forward only if there is reasonable certainty of its realization. However in case of carried forward losses and unabsorbed depreciation under the Income Tax Act, 1961, the Deferred Tax Asset is recognized if and only if there is a virtual certainty backed by convincing evidence of its realization. Such assets are reviewed at each Balance Sheet date to reassess its realization

**4 Provisions and Contingent Liability:-**

A Provision is recognized, if as a result of past event the company has a present obligation that is reasonably estimable and it is probable that an outflow of economic benefits will be required to settle the Obligation.

Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise.

**5 Property Plant & Equipment**

Fixed assets are stated at cost less accumulated depreciation and impairment loss if any. The company capitalized all costs relating to acquisition and installation of fixed assets till the date on which the assets first put to use for commercial purpose.

**6 Impairment of Assets:-**

Pursuant to "AS-28 Impairment of Assets" issued by the Central Government under the Companies (Accounting Standard) Rules 2006 for determining impairment in the carrying amount of fixed assets, the management has concluded that since recoverable amount of fixed Assets is not less than its carrying amount, therefore no provision is required for impairment in respect of fixed Asset of the company.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

**7 Depreciation:-**

Depreciation on tangible assets is provided on "Written down Value Method" at the rate prescribed in schedule II of the companies act 2013 for the number of days the assets has been put to use and over the useful lives of the assets estimated by the management. The Management estimates are based on the useful life provided in the Schedule II to Companies Act 2013. The useful life of various assets are mentioned in the below mentioned chart.

Major Head	Assets included		Useful Life
Building	Building	30 Years	30 Years
Plant & Equipment	Plant & Machinery	15 Years	15 Years
Furniture & Fittings	All Furniture & Fixtures	10 Years	10 Years
Office Equipment	Misc. Fixed Assets	5 Years	5 Years
Vehicle	Car, Tempo Loading & Two Wheeler	10/8 Years	10/8 Years
Computer and Data Processing Units	Computers	3 Years	3 Years

**8 Earnings per Share:-**

Basic Earning per Share is calculated by dividing the Net Profit after tax attributable by the number of weighted average equity shares outstanding during the year.

Particulars	Amount (Rs.)	
	31.03.2021	31.03.2020
Net Profit After Tax	2,83,97,209.09	2,45,45,785.41
No of Share at the Beginning of the Year	1,52,45,000.00	1,52,45,000.00
Add:- Share issued during the year	-	-
<b>No of share outstanding at the end of the year</b>	<b>1,52,45,000.00</b>	<b>1,52,45,000.00</b>
<b>Weighted Average no of Shares (Calculation as per Note)</b>	<b>1,52,45,000.00</b>	<b>1,52,45,000.00</b>
<b>EPS</b> a) Basic	1.86	1.61
b) Diluted	1.86	1.61

**Calculation of Weighted Average No. of Shares as on 31.03.2021**

Shares	No of Days	Period	Weighted Avg Share:
1,52,45,000	365	01.04.2020 to 31.03.2021	15245000
<b>Total Weighted Avg. Shares</b>			<b>15245000</b>

**Calculation of Weighted Average No. of Shares as on 31.03.2020**

Shares	No of Days	Period	Weighted Avg Share:
1,52,45,000	365	01.04.2019 to 31.03.2020	15245000
<b>Total Weighted Avg. Shares</b>			<b>15245000</b>

**9 Investments:-**

Investments are either classified as current or noncurrent based on management's intention. Long term investments are stated at cost less other than temporary decline in the value of such investments, determined separately for each individual investment.

Company has invested in Equity Shares of its wholly owned Subsidiary Company as well as other market traded equity Shares.

**10 Foreign Currency Transactions:-**

As per information provided by the Management, the Company has not entered into any foreign currency transactions during the year.

**11 Valuation of Inventories:-**

The inventories are physically verified at regular intervals by the Management. Raw materials, stores and spares are valued at cost and net of credits under scheme under GST Rules. Finished goods and trade goods are valued at **cost or market value** whichever is lower.

**12 Preliminary Expenses:-**

During the current year the company do not have any preliminary expenses which is expensed form profit and loss account but company incurred Preliminary expenses which are shown in Balance Sheet under "Other Current Assets" and are carried forward to be written off in the next year.

**13 Prior Period Expenses:-**

Prior period items are income or expenses which arise in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior periods. No Prior Period Expenses are included in the Current Financial Statements.

**14 Management Remuneration:-**

Disclosures with respect to the remuneration of directors and employees as required under section 197 of Companies Act, 2013 and Rule 5 (1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been provided in the below mentioned table:

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

**A. Remuneration to KMP, and Other Directors**

Particulars of Remuneration	Designation		Total Amount (Rs.)
<b>1. Remuneration to KMP</b>		<b>31.03.2021</b>	<b>31.03.2020</b>
a) Shri Sanjay Kumar Baigani	Managing Director	48,00,000.00	46,00,000.00
b) Shri Anil Kumar Nahata	WTD & C.E.O.	48,00,000.00	46,00,000.00
c) CS Anjali Bamoria	Company Secretary	-	75,000.00
d) CS Dilip Patidar	Company Secretary	2,73,700.00	1,82,467.00
d) Shri Ashok Dhakar	C.F.O	3,00,000.00	3,00,000.00
<b>2. Sitting Fees to other director</b>			
a) Shri Gopal Agarwal	Director	25,000.00	25,000.00
b) Shri Sunil Agarwal	Director	25,000.00	25,000.00
c) Smt. Kiran Begani	Director	25,000.00	25,000.00
d) Smt Padma Nahta	Director	25,000.00	25,000.00
<b>3. Any Other Payment( Allowances)</b>			
a) Shri Sanjay Kumar Baigani	Managing Director	-	3,80,000.00
b) Shri Anil Kumar Nahata	WTD & C.E.O.	-	2,60,000.00
<b>Total</b>		<b>1,02,73,700.00</b>	<b>1,04,97,467.00</b>

**15 Cash and Cash Equivalents:-**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand, fixed deposits with banks which are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

**16 Segment Reporting:-**

The Company is engaged in the business of Processing of Seeds which is considered to be the only reportable business segment as per Accounting Standard 17 on Segment Reporting. The Company mainly operates in India and there is no other significant geographical segment.

**Note 1(c) NOTES TO ACCOUNTS:-**

1 The Financial Statements for the year ended on 31st March, 2021 are prepared based on Schedule III of Companies Act, 2013.

2 The Micro Small and Medium Enterprise registered under The Micro small and Medium Enterprise Development Act 2006 have been taken based on the list of MSME creditors provided by the management. However, as the Company has not received any claims in respect of such interest and as such, no provision has been made in the books of accounts.

**3 Related Party Disclosures (AS 18) :-**

(a) Related party and their relationship

**Names of the related parties with whom transactions were carried out during the period and description of relationship.**

1. KEY MANAGERIAL PERSON	1. Shri Sanjay Baigani (M.D.) 2. Shri Anil Kumar Nahata (W.T.D. & C.E.O.) 3. Mr. Dilip Patidar (Company Secretary) 4. Shri Ashok Dhakar (C.F.O.)
2. OTHER DIRECTORS	1. Smt. Kiran Devi Begani 2. Smt. Padma Nahta 3. Shri Gopal Agarwal 4. Shri Sunil Kumar Agarwal
3. Wholly Owned Subsidiary Company	1. M/s ShreeOswal Psyllium Exports India Ltd (erstwhile Partnership Firm named M/s Oswal Psyllium Exports Converted into Company on 28.02.2018)

**Notes**

i) The related party relationships have been determined by the company on the basis of the requirements of the Accounting Standard (AS)-18 "Related Party Disclosures".

ii) The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the current year / previous year.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

(b) Transactions with the related parties :

Particular	For the Period Ended on 31.03.2021					
	Remuneration Paid/Payable	Loan Received	Loan Repaid	Sitting Fees Paid / Payable	Allowances	
<b>TRANSACTION WITH KEY MANAGERIAL PERSON</b>						
Shri Sanjay Kumar Baigani	48,00,000.00	2,21,08,541.00	2,21,08,541.00	-	-	
Shri Anil Kumar Nahata	48,00,000.00	13,36,985.00	13,36,985.00	-	-	
Mr. Dilip Patidar	2,73,700.00	-	-	-	-	
Shri Ashok Dhakar	3,00,000.00	-	-	-	-	
<b>Transaction With Other Directors</b>						
Smt. Kiran Devi Begani	-	-	-	25,000.00	-	
Smt. Padma Nahta	-	-	-	25,000.00	-	
Shri Gopal Agarwal	-	-	-	25,000.00	-	
Shri Sunil Agarwal	-	-	-	25,000.00	-	
<b>TRANSACTION WITH WHOLLY OWNED SUBSIDIARY COMPANY</b>						
Paticulars	Sale of Goods	Interest Received	Loan Given	Electricity Charges Received	Loan Repayment Received	
M/s ShreeOswal Psyllium Exports India Ltd (Eartilewhile Partnership Firm converted into Company on 28.02.2018)	-	1,22,45,288.00	11,70,35,000.00	937642.00	289197634.00	

Particular	For the Period Ended on 31.03.2020					
	Remuneration Paid/Payable	Loan Received	Loan Repaid	Sitting Fees Paid / Payable	Allowances	
<b>TRANSACTION WITH KEY MANAGERIAL PERSON</b>						
Shri Sanjay Kumar Baigani	46,00,000.00	-	-	-	3,80,000.00	
Shri Anil Kumar Nahata	46,00,000.00	-	-	-	2,60,000.00	
Miss Anjali Bamhoria	75,000.00	-	-	-	-	
Mr. Dilip Patidar	1,82,467.00	-	-	-	-	
Shri Ashok Dhakar	3,00,000.00	-	-	-	-	
<b>Transaction With Other Directors</b>						
Smt. Kiran Devi Begani	-	-	-	25,000.00	-	
Smt. Padma Nahta	-	-	-	25,000.00	-	
Shri Gopal Agarwal	-	-	-	25,000.00	-	
Shri Sunil Agarwal	-	-	-	25,000.00	-	
<b>TRANSACTION WITH WHOLLY OWNED SUBSIDIARY COMPANY</b>						
Paticulars	Sales of Goods	Interest Received	Loan Given	Electricity Charges Received	Loan Repayment Received	
M/s ShreeOswal Psyllium Exports India Ltd (Eartilewhile Partnership Firm converted into Company on 28.02.2018)	-	74,92,238.00	26,60,41,000.00	964074.00	137469972.00	

(c) Balances with the related parties :

Name of Related Party	Relationship	Payable/Receivable	31.03.2021	31.03.2020
Shri Sanjay Kumar Baigani	Key Managerial Person	Payable	2,29,238.00	2,60,000.00
Shri Anil Kumar Nahata	Key Managerial Person	Payable	2,79,238.00	3,69,523.00
Shri Ashok Dhakar	Key Managerial Person	Payable	22,962.00	-
Mr. Dilip Patidar	Key Managerial Person	Payable	34,375.00	18,324.00
Shri Gopal Agarwal	Director	Payable	23,125.00	22,500.00
Shri Sunil Agarwal	Director	Payable	23,125.00	22,500.00
Smt Kiran Devi Begani	Director	Payable	23,125.00	22,500.00
Smt Padma Nahta	Director	Payable	23,125.00	22,500.00
M/s ShreeOswal Psyllium Exports India Ltd	Wholly Owned Subsidiary Company	Receivable	2,47,84,915.60	18,47,58,955.00
<b>TOTAL</b>			<b>25443228.60</b>	<b>185496802.00</b>

4 **Accounting for Taxes on Income (AS 22) Deferred Tax Liability/Asset :-**

Pursuant to the accounting standard on 'Accounting for Taxes on Income' (AS-22), deferred tax liability / (assets) are as under -		
Particular	31.03.2021	31.03.2020
(A) Depreciation as per Companies Act	1841306.00	1792268.00
(B) Depreciation as per Income Tax Act	1885986.00	1507522.00
<b>(C)Timing Difference (A-B)</b>	<b>-44680.00</b>	<b>284746.00</b>
<b>(D) Deferred Tax Assets</b>	<b>-12430.00</b>	<b>79216.00</b>

The Company has recognized deferred tax asset on depreciation as per books of accounts and depreciation allowable as per Income Tax Act, 1961. The Net deferred tax asset is disclosed on the face of the Balance Sheet.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

5 Figures in Brackets indicate negative values.

6 Unsecured loans, advances from customers, advances recoverable in cash or in kind, investments and various other parties are subject to confirmations.

7 The management of the company has carried out an exercise to ascertain impairment of Fixed Assets, if any, In the opinion of the management of the company there are no indication of impairment of assets as at 31/03/2021 and therefore no effect of impairment is required to be given in the books of accounts.

8 Cash balance is taken as valued & certified by management.

**9 Pending Litigations and Criminal Proceedings:-**

As details provided by management and further verified by us, apart from those as stated below there are no outstanding litigations, suits, criminal or civil prosecutions, proceedings or tax liabilities against / by the Company, directors, promoters and group entities and there are no defaults, non-payment of statutory dues, over-dues to banks/financial institutions, default against banks/financial institutions by Company, default in return of full security as per terms of issue/ other liabilities, no amount so we to small scale undertakings or any other creditor exceeding 1 lakh, which is outstanding for more than 30 days, no proceedings initiated for economic / civil / any other offences other than unclaimed liabilities of our Company and no disciplinary action has been taken by SEBI or any stock exchange against the Company, Promoters, Directors and group entities.

Further, there are no show-cause notices/claims served on Company, promoters, directors or group entities from any statutory authority/revenue authority that would have a material adverse effect on the business.

**a. Outstanding Statutory Dues Related to Direct Tax:-**

The Total amount outstanding relating to direct tax which are verified through the online portals of income tax and traces portal or payable in the books of accounts are attached in the below mentioned table: -

Financial Period	Defaults (Amount in Rs.)	Related to statute
2018-19	11760.00	Income Tax - TDS
2020-21	96160.00	Income Tax - TDS

Auditor's Remuneration:-	Particulars	Amount (Rs.)	Amount (Rs.)
		31.03.2021	31.03.2020
Payment to the auditors comprises (net of service tax input credit, where applicable):			
(i) As Auditors - Statutory audit		50,000.00	50,000.00
(ii) For taxation matters (Including Tax Audit fees)		50,000.00	50,000.00
(iii) For other services		-	-
<b>Total</b>		<b>100,000.00</b>	<b>100,000.00</b>

**11 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	Amount (Rs.)
1. Principal & Interest amount due and remaining unpaid	NIL
2. Payment made beyond the appointed day during the year	NIL
3. Interest Accrued and unpaid	NIL

There are no specific claims from suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 during the year.

**12 Employee Benefit Plans:-**

Particulars	31.03.2021	31.03.2020
<b>(a) Defined Contribution Plans</b>		
The Company is participating under the recognised provident fund & ESI during the year for defined contribution plans for qualifying employees. Under the Scheme, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.	450826.00	417714.00
<b>(b) Defined Benefit Plans</b>		
The Company is not participating in any plans for securing the liability of gratuity for its employees.	NIL	NIL

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN :- L01111MP2017PLC044596

OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)

**13 Expenditure on Research & Development**

During the year, the company has not incurred any expenditure on Research &amp; Development.

**14 Utilisation of I.P.O. Fund**

Sr. No.	Purpose/Objects for raising of funds through public issue	Amount raised in public issue for the object mentioned in prospectus	Actual Utilization of Issue Proceeds till 31st March 2021	Balance Amount to be utilized as on 31st March 2021
1	Purchase of New Plant & Machinery	162.95	38.26	124.69
2	Funding the Working Capital Requirement Of the Company	625.00	625.00	0.00
3	General Corporate Purpose	251.81	251.81	0.00
4	IPO related Expenses	150.00	150.00	0.00
	<b>TOTAL</b>	<b>1189.76</b>	<b>1065.07</b>	<b>124.69</b>

As per our Audit Report Even Date Attached

**FOR, AGARWAL PATEL AND SINHAL****CHARTERED ACCOUNTANT**

FRN No.:-012245C

**CA BHAVESH SINHAL****PARTNER****M.N 406280****Dated:- 30.06.2021****Place:- Neemuch (M.P.)**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED****SANJAY KUMAR BAIGANI**

DIN :-0007921083

**(MANAGING DIRECTOR)****ANIL KUMAR NAHATA**

DIN :-0007921005

**(W.T.D. & C.E.O.)****DILIP PATIDAR**

(M NO.:-A34566)

**(COMPANY SECRETARY)****ASHOK DHAKAR**

PAN :-AUYPD5111B

**(C.F.O)**



## Shreeoswal Seeds and Chemicals Limited





Agarwal Patel And Sinhal  
Chartered Accountants

469 Hudco Colony, Neemuch  
07423404190, 9926979888  
bhaveshsinhalca@gmail.com

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## Independent Auditor's Report

To the Members of **SHREEOSWAL SEEDS & CHEMICALS LTD**

Report on the consolidated Financial Statements

### Opinion

We have audited the accompanying Consolidated financial statements of **M/s. SHREEOSWAL SEEDS & CHEMICALS LTD** which comprises the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss and statement of Consolidated cash flows for the year then ended, and notes to the Consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the Consolidated state of affairs of the Company as at March 31, 2021, and Consolidated profit and its Consolidated cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of 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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matters

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statement of the current period. These matters were addressed in the context of our audit of the financial statement as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Agarwal Patel And Sinhal  
Chartered Accountants

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### **Responsibility of Management for the consolidated 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 consolidated financial statements that give a true and fair view of the Consolidated financial position, Consolidated financial performance and Consolidated 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 implementation and maintenance of 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 consolidated financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibility for the Audit of the Consolidated Financial Statements**

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

### **Report on Other Legal and Regulatory Requirements**

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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.



Agarwal Patel And Sinhal  
Chartered Accountants

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- c. The consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books account maintained for the purpose of preparation of consolidated financial statement.
- d. In our opinion, the aforesaid consolidated 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 the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- 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:
- The Consolidated financial statement of the Company does not have any pending litigations which would impact its financial position.
  - The Consolidated financial statement of the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

Date : 30/06/2021  
Place : Neemuch

**FOR BHARAT KUMAR AGARWAL & CO.**  
**(Chartered Accountants)**  
**Reg No. :012245c**

**Bhavesh Sinhal**  
**Partner**  
**M.No. : 406280**  
**UDIN: 21406280AAAAFE2462**



Agarwal Patel And Sinhal  
Chartered Accountants

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**“Annexure A” to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

Referred to in paragraph 2(f) of the Independent Auditors’ Report of even date to the members of SHREEOSWAL SEEDS AND CHEMICALS LIMITED on the consolidated financial statements for the year ended March 31, 2021.

**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 SHREEOSWAL SEEDS AND CHEMICALS LIMITED Company Limited (“The Holding Company”) as of March 31, 2021 in conjunction with our audit of the Consolidated financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

The Respective Board of Directors of the Holding Company and its subsidiary company, which are companies incorporated in India are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the 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. 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”) 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 amount the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon 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.



Agarwal Patel And Sinhal  
Chartered Accountants

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

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

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

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 issues by the Institute of Chartered Accountants of India.

Date : 30/06/2021  
Place : Neemuch

**FOR AGARWAL PATEL AND SINHAL**  
**(Chartered Accountants)**  
**Reg No. :012245C**

**Bhavesh Sinhal**  
**Partner**  
**M.No. : 406280**  
**UDIN: 21406280AAAAFE2462**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGGE KANAWATI, NEEMUCH (M.P.)**

**CONSOLIDATED BALANCE SHEET AS ON 31.03.2021**

**(Amount in RS.)**

PARTICULARS	Note No	AMOUNT AS ON 31.03.2021	AMOUNT AS ON 31.03.2020
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	15,24,50,000.00	15,24,50,000.00
(b) Reserves and Surplus	2	18,00,87,287.97	14,35,81,071.43
(c) Money received against share warrants		-	-
(d) Minority interest	3		
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	4	5,50,52,483.56	28,05,489.92
(b) Deferred tax liabilities (Net)	5	12,430.00	-
(c) Other Long term liabilities	6	19,80,000.00	19,05,000.00
(d) Long term provisions	7	-	-
<b>(4) Current Liabilities</b>			
(a) Trade payables	8		
(i) total outstanding dues of msme		-	-
(ii) total outstanding dues of creditors other than msme		1,44,57,911.02	93,44,506.00
(b) Short Term Borrowings	9	37,60,66,245.97	29,92,96,993.71
(c) Other Current liabilities	10	12,90,30,436.56	3,78,91,670.00
(d) Short-term provisions	11	1,77,68,236.00	1,62,91,587.00
<b>Total</b>		<b>92,69,05,031.08</b>	<b>66,35,66,318.06</b>
<b>II.Assets</b>			
<b>(1) Non-current assets</b>			
<i>(a) Property Plant &amp; Equipment</i>			
(i) Tangible assets	12	3,95,90,309.32	3,51,66,669.34
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	13	73,015.36	-
(c) Deferred tax assets (net)	14	2,87,272.00	2,41,026.00
(d) Long term loans and advances	15	5,46,625.00	10,70,093.00
(e) Other non-current assets	16	1,06,46,625.00	1,25,94,365.00
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories	17	74,66,92,324.61	41,25,63,505.26
(c) Trade receivables	18	6,18,61,816.02	12,32,84,158.00
(d) Cash and cash equivalents	19	76,80,810.95	1,50,39,607.03
(e) Short-term loans and advances	20	5,52,85,695.33	5,73,72,877.23
(f) Other current assets	21	42,40,537.49	62,34,017.20
<b>Total</b>		<b>92,69,05,031.08</b>	<b>66,35,66,318.06</b>

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
 FRN No.:-012245C

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
**Dated:- 30.06.2021**  
**Place:- Neemuch (M.P.)**  
**UDIN: 21406280AAAFF2462**

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**SANJAY KUMAR BAIGANI**  
 DIN :-0007921083  
**(MANAGING DIRECTOR)**

**ANIL KUMAR NAHATA**  
 DIN :-0007921005  
**(W.T.D. & C.E.O.)**

**DILIP PATIDAR**  
 (M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ASHOK DHAKAR**  
 PAN :-AUYPD5111B  
**(C.F.O)**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

**CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE PERIOD 01.04.2020 TO 31.03.2021 (Amount in Rs.)**

PARTICULARS	Note No	AMOUNT AS ON 31.03.2021	AMOUNT AS ON 31.03.2020
I. Revenue from operations	22	1,61,21,62,212.67	1,16,67,19,561.88
II. Other Income	23	12,55,040.15	12,56,964.00
<b>III. Total Revenue (I+II)</b>		<b>1,61,34,17,252.82</b>	<b>1,16,79,76,525.88</b>
<b>IV. Expenses:</b>			
Cost of Material Consumed	24	1,83,61,83,587.89	1,06,46,68,672.02
Change in Inventory	25	(33,41,28,819.35)	23,88,268.57
Employee benefit expense	26	1,94,72,496.00	1,91,19,830.00
Finance costs	27	2,43,57,736.48	2,43,36,466.29
Depreciation and amortization expense	12	30,19,414.00	31,12,549.00
Other expenses	28	1,39,16,012.66	1,07,58,607.74
<b>Total Expenses</b>		<b>1,56,28,20,427.68</b>	<b>1,12,43,84,393.62</b>
V. Profit before exceptional and extraordinary items and tax	(III - IV)	5,05,96,825.14	4,35,92,132.26
VI. Exceptional Items		-	12,48,420.00
VII. Profit before extraordinary items and tax (V - VI)		5,05,96,825.14	4,23,43,712.26
VIII. Extraordinary Items		-	(1,03,646.00)
<b>IX. Profit before tax (VII - VIII)</b>		<b>5,05,96,825.14</b>	<b>4,24,47,358.26</b>
X. Tax expense:			
(1) Current tax		1,39,06,954.00	1,21,20,041.00
(2) Deferred tax liability/(assets)		(33,816.00)	(1,34,234.00)
(3) Current Tax expenses related to Prior Period		2,17,470.60	-
XI. Profit(Loss) from the period from continuing operations	(IX-X)	3,65,06,216.54	3,04,61,551.26
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(Loss) from Discontinuing operations after tax (XII - XIII)		-	-
<b>XV. Profit/(Loss) for the period (XI + XIV)</b>		<b>3,65,06,216.54</b>	<b>3,04,61,551.26</b>
Profit or Loss attributable to minority interest		-	-
Profit or Loss attributable to Owners of Parent		3,65,06,216.54	3,04,61,551.26
XVII. Profit of the Year		3,65,06,216.54	3,04,61,551.26
<b>Profit Forward to Reserve &amp; Surplus (in Rs)</b>		<b>3,65,06,216.54</b>	<b>3,04,61,551.26</b>
XVIII. Earning per equity share:			
(1) Basic		2.39	2.00
(2) Diluted		2.39	2.00

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
**FRN No.:-012245C**

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
**Date-30.06.2021**  
**Place:- Neemuch (M.P.)**  
**UDIN: 21406280AAAFF2462**

**SANJAY KUMAR BAIGANI**  
DIN :-0007921083  
**(MANAGING DIRECTOR)**

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
**(W.T.D. & C.E.O.)**

**DILIP PATIDAR**  
(M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
**(C.F.O.)**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)  
Consolidated Cash Flow for the Period 01.04.2020 to 31.03.2021  
CIN :- L01111MP2017PLC044596

Particulars	CONSOLIDATED 31.03.2021		CONSOLIDATED 31.03.2020	
	Amount	Total Amount	Amount	Total Amount
<b>Cash flows from operating activities</b>				
Profit before taxation		5,05,96,825.14		4,35,11,823.26
<b>Adjustments for:</b>				
Depreciation	30,19,414.00		31,12,549.00	
Investment income	(12,55,040.15)		(12,56,964.00)	
Interest Expenses	2,43,57,736.48		2,43,36,466.29	
<b>Working capital changes:</b>				
(Increase) / Decrease in trade and other receivables	6,14,22,341.98		(1,43,57,656.20)	
(Increase) / Decrease in other Current Assets	40,80,661.61		(4,27,01,078.17)	
(Increase) / Decrease in inventories	(33,41,28,819.35)		23,88,268.57	
Increase / (Decrease) in Short Term Provisions	9,26,15,415.56		3,83,56,963.65	
Increase / (Decrease) in trade payables	51,13,405.02	(14,47,74,884.85)	(7,84,59,163.90)	(6,85,80,614.76)
<b>Cash used in operations</b>		(9,41,78,059.71)		(2,50,68,791.50)
Income taxes paid		1,41,24,424.60		1,21,20,041.00
<b>CASH FLOW BEFORE EXTRAORDINARY ITEMS</b>		(10,83,02,484.31)		(3,71,88,832.50)
LESS : EXTRAORDINARY/EXCEPTIONAL ITEMS /DISCONTINUING		-		10,64,465.00
<b>Net cash from operating activities</b>		<b>(10,83,02,484.31)</b>		<b>(3,82,53,297.50)</b>
<b>Cash flows from investing activities</b>				
Investment income	12,55,040.15		12,56,964.00	
(Increase) / Decrease in Long Term Investment & Loans	23,98,192.64		(99,61,518.00)	
Increase in Fixed Assets	(74,43,053.98)	(37,89,821.19)	(1,92,57,523.00)	(2,79,62,077.00)
<b>Net cash used in investing activities</b>		<b>(37,89,821.19)</b>		<b>(2,79,62,077.00)</b>
<b>Cash flows from financing activities</b>				
Interest Expenses	(2,43,57,736.48)		(2,43,36,466.29)	
Increase / (Decrease) in Short term Loans & Advances from bank				
Increase / (Decrease) in Loans & Advances from bank	12,90,16,245.90		6,20,49,563.59	
Increase / (Decrease) in Capital	-		-	
Increase / (Decrease) in long-term borrowings	75,000.00	10,47,33,509.42	1,40,000.00	3,78,53,097.30
<b>Net cash generated from financing activities</b>		<b>10,47,33,509.42</b>		<b>3,78,53,097.30</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(73,58,796.08)</b>		<b>(2,83,62,277.20)</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>1,50,39,607.03</b>		<b>4,34,01,884.23</b>
<b>Cash and cash equivalents at end of period</b>		<b>76,80,810.95</b>		<b>1,50,39,607.03</b>

As per our Audit Report Even Date Attached

**FOR, AGARWAL PATEL AND SINHAL**

**CHARTERED ACCOUNTANT**

FRN No.:-012245C

**SANJAY KUMAR BAIGANI**

DIN :-0007921083

(MANAGING DIRECTOR)

**ANIL KUMAR NAHATA**

DIN :-0007921005

(W.T.D.& CEO)

**CA BHAVESH SINHAL**

**PARTNER**

**M.N 406280**

**Date- 30.06.2021**

**Place:- Neemuch (M.P.)**

**DILIP PATIDAR**

(M NO.:-A34566)

(COMPANY SECRETARY)

**ASHOK DHAKAR**

PAN :-AUYPD5111B

(C.F.O)

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN :- L01111MP2017PLC044596

OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)  
CONSOLIDATED NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2021

PARTICULARS	AMOUNT	AMOUNT
	31.03.2021	31.03.2020
<b>NOTE -1</b>		
<b>SHARE CAPITAL</b>		
<b>Authorised Share Capital</b> 180,00,000 Equity Share of Rs 10 each.	180000000	180000000
<b>Issued Subscribed &amp; Paid up Capital</b> 15,245,000 Equity Shares of Rs 10 each fully paid up	152450000	152450000
<b>TOTAL</b>	<b>152450000</b>	<b>152450000</b>

**Note 1.1 RECONCILIATION OF NO OF EQUITY SHARE AS AT 31ST MARCH, 2021**

PARTICULARS	Issued, Subscribed & Paid up capital		Issued, Subscribed & Paid up capital	
	2020-21		2019-20	
	No. of Shares	Amount	No. of Shares	Amount
At the Beginning of the Period	1,52,45,000	15,24,50,000.00	1,52,45,000	15,24,50,000.00
Add:- Issued During the Year	-	-	-	-
<b>Outstanding At the end of the Year</b>	<b>1,52,45,000</b>	<b>15,24,50,000.00</b>	<b>1,52,45,000</b>	<b>15,24,50,000.00</b>

**Notes Regarding conversion of Partnership Firm into the Company**

M/s Oswal Seeds & Chemicals was converted from Partnership Firm into Public Limited Company under the Name **Shreeoswal Seeds & Chemicals Limited** as per Certificate of Incorporation dated **01st December 2017** under the proviso of Chapter XXI of Companies Act 2013.

M/s Oswal Psyllium Exports was converted from Partnership Firm into Public Limited Company under the Name **Shreeoswal Psyllium Exports India Limited** as per Certificate of Incorporation dated **28th February 2018** under the proviso if Chapter XXI of Companies Act 2013.

**Terms / Rights attached to Equity Shares**

The Company has only one class of shares referred to as equity shares having a par value of Rs.10/-. Each holder of equity shares is entitled to one vote per share. In the event of Liquidation of the Company the holder of Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The Distribution will be in proportion to the number of equity shares held by the Shareholders.

**Note 1.2 Shareholders holding more than 5% of the Equity share in the company**

Name of Shareholders	As at 31'st March 2021		As at 31'st March 2020	
	No of Share	% of Holding	No of Share	% of Holding
Mr. Anil kumar Nahata	53,34,470	34.99%	53,34,470	34.99%
Mr. Sanjay Kumar Baigani	53,34,470	34.99%	53,34,470	34.99%

**Note 1.3** There are no shares reserved for issue under option of control or commitments for sale of shares / disinvestment.

**Note 1.4** There are no unpaid calls from any Director and officer.

**Note 1.5** The Company has not declared and paid any dividends during the year.

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE -2</b>				
<b>RESERVE &amp; SURPLUS</b>				
Opening Balance		6,92,40,071.43		3,87,78,520.17
Less:- any other Item		-		-
Add:- Last year Minority Interest Transfer		-		-
Add:- Profit for the year		3,65,06,216.54		3,04,61,551.26
<b>Net Balance</b>		<b>10,57,46,287.97</b>	<b>Net Balance</b>	<b>6,92,40,071.43</b>
<b>Security Premium</b>				
Opening Balance		7,43,41,000.00		7,43,41,000.00
Add:- Addition During the year		-		-
<b>Net Balance</b>		<b>7,43,41,000.00</b>	<b>Net Balance</b>	<b>7,43,41,000.00</b>
<b>TOTAL</b>	<b>-</b>	<b>18,00,87,287.97</b>	<b>-</b>	<b>14,35,81,071.43</b>

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN :- L01111MP2017PLC044596

OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE -3</b>				
<b>MINORITY INTEREST</b>				
- SHARE IN EQUITY SHARES OF SUBSIDIARY COMPANY		-		-
- SHARE IN RESERVE & SURPLUS OF SUBSIDIARY COMPANY		-		-
<b>TOTAL</b>		-		-
PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE -4</b>				
<b>Long Term Borrowings</b>				
<b>Secured Loan</b>				
- HDFC Bank (Term Loan-ECLGS)		3,06,43,660.00		
- HDFC Bank (Term Loan)		2,44,08,823.56		28,05,489.92
<b>TOTAL</b>		5,50,52,483.56		28,05,489.92

**I) Secured Loans**

**HDFC Bank (Term Loan)**

**A) Terms of Repayment**

- Term Loan (HDFC Bank):- The Principal amount of Term Loan to be repaid in 24 Equal Monthly Installment payable from 15.08.2019 and another Term Loan to be repaid in 44 EMI payable from 15.08.2019.
- Term Loan (HDFC Bank):- The Principal amount of Term Loan to be repaid in 48 Equal Monthly Installment payable from 07/07/2020 and another Term Loan to be repaid in 48 EMI payable from 07.06.2024

**B) Primary Security**

**Term Loan** Primary Secured Against Sortax Plant owned by the Company.

**Term Loan** All Stocks & Book Debts, Plant and Machinery created out of Additional Facility by the Borrower as Primary Security to secure the Additional Facility

**LC Limit** (Secured Against Plant & Machinery (Grading & Cleaning Machine "Sortax Machine" and F.D.R. of Rs. 25.00 Lacs with Bank).

**C) Collateral Security**

- Collateral Security of House situated at 794, Scheme No 14/2, Vikas Nagar Extension, Owned by Shri Kanhaiyalal ji Nahata (Uncle of CEO of the Company).
- Collateral Security of Shop No 24 & 25, Shri Balaji Ganesh Market, Station Road, Neemuch Owned by Smt. Chandreka Begani, Smt. Sunita Begani and Shri Anil Kumar Begani (Relatives of Managing Director Shri Sanjay Begani (Wife of Managing Director).
- Collateral Security of House situated at 297, Schme No 14/2, Vikas Nagar Extension owned by Smt. Chandra Begani (Wife of Managing Director).
- Collateral Security of House situated at 475, Schme No 14/2, Vikas Nagar Extension owned by Smt. Kiran Devi Begani (Wife of Managing Director).
- Land and Building Situated at Plot No. 06, Industrial Area Neemuch Owned by M/s Oswal Seeds & Chemicals (Partnership firm that is converted to The Company).

**D) Personal Guarantee**

Personal Guarantee of Whole Time Director and Managing Director and Promoters Shri Anil Kumar Nahata and Shri Sanjay Kumar Baigani along with Smt. Chandreka Begani, Shri Kanhaiyalal ji Nahata, Smt. Sunita Devi Begani and Kiran Devi Begani.

**E) Rate of Interest**

Term Loan Facility :- Rate of Interest is MCLR+0.50% i.e. 8.10% p.a.  
LC Limit:- Rate of Interest 1.25% p.a.

**HDFC Bank (Term Loan-ECLGS)- Holding Company**

**A) Terms of Repayment**

- Term Loan (HDFC Bank):- The Principal amount of Term Loan to be repaid in 48 Equal Monthly Installment payable from 07.07.2020 and another Term Loan to be repaid in 48 EMI payable from 07.06.2024.
- Term Loan (HDFC Bank):- The Principal amount of Term Loan to be repaid in 48 Equal Monthly Installment payable from 07.02.2021 and another Term Loan to be repaid in 48 EMI payable from 07.01.2025.

**B) Primary Security**

**Term Loan** All Stocks & Book Debts, Plant and Machinery created out of Additional Facility by the Borrower as Primary Security to secure the Additional Facility.

**C) Collateral Security**

The Existing Hypothecated Property and Primary Security shall stand hypothecated to the Bank to secure all the liabilities of the Borrower as continuing security in favour of the Bank.

**D) Guarantee**

Additional Facility Under the Emergency Credit Line Guarantee Scheme ("Scheme") of the National Credit Guarantee Trustee Company Limited ("NCGTCL")

**E) Rate of Interest**

Term Loan Facility :- Floting rate of Interest is i.e. 8.25% p.a.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 5</b> <b>DEFERRED TAX LIABILITY</b>		12,430.00		-
<b>TOTAL</b>		12,430.00		-

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 6</b> <b>OTHER LONG TERM LIABILITIES</b>				
- Deposit Against Dealership		4,80,000.00		4,05,000.00
- Sundry Deposit (Krishi corp. Exporter & Importer, Mumabai)		15,00,000.00		15,00,000.00
<b>TOTAL</b>		19,80,000.00		19,05,000.00

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 7</b> <b>LONG TERM PROVISION</b>				
- Long Term Provisions		-		-
<b>TOTAL</b>		-		-

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 8</b> <b>TRADE PAYABLE</b>				
- Trade Payable for Goods (Dues Other Than MSME)		1,44,57,911.02		93,44,506.00
- Total outstanding dues of micro enterprises and small enterprises		-		-
- Trade Payable for Services		-		-
<b>TOTAL</b>		1,44,57,911.02		93,44,506.00

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 9</b> <b>SHORT TERM BORROWINGS (Secured)</b>				
- Axis Bank WHR Loan		18,85,83,934.27		12,19,86,219.56
- H.D.F.C Bank (Cash Credit Limit)		17,83,15,411.70		17,73,10,774.15
- HDFC Bank WHR Loan		91,66,900.00		-
<b>TOTAL</b>		37,60,66,245.97		29,92,96,993.71

**I) Axis Bank (WHR Loan)**

**A) Terms of Repayment**

The Validity of Facility against Warehouse Receipt Should be Lower of

a) Expiry Date Mentioned in the Warehouse Receipts / Storage Receipts/ Quality Certificate

b) Be the end of Month in which new crop arrives for respective crops or Maximum permissible Funding period whichever is earlier

**B) Primary Security**

Pledge of Warehouse Receipts/Storage Receipts, issued with Lien Noted in favour of AXIS Bank Ltd.

**C) Collateral Security**

No Collateral security Provided for this Bank Loan.

**D) Personal Guarantee**

Personal Guarantee of Director and Managing Director and Promoters and Other Directors Named Shri Anil Kumar Nahata, Shri Sanjay Kumar Baigani, Smt. Kiran Devi Begani and Smt. Padma Nahta.

**E) Rate of Interest**

Rate of Interest for WHR Loan @ MCLR+3.30% i.e. 7.80% P.A.

**IV) HDFC Bank (CC Limit)**

**A) Primary Security**

First Charge by way of hypothecation of company's entire Paid stock of Raw Material, Finished Goods, Plant & Machinery, Consumable Stores and spares and such other movable including books Debts, Bills, whether documentary of clean, outstanding monies, receivables both present and future pari pasu with other working capital alongwith other security such as Cash Margin for LC/LG.

**B) Collateral Security**

1. Collateral Security of House situated at 794, Scheme No 14/2, Vikas Nagar Extension, Owned by Shri Kanhaiyalal ji Nahata (Uncle of CEO of the Company)
2. Collateral Security of Shop No 24 & 25, Shri Balaji Ganesh Market, Station Road, Neemuch Owned by Smt. Chandraleka Begani, Smt. Sunita Begani and Shri Anil Kumar Begani (Relatives of Managing Director Shri Sanjay Kumar Baigani)
3. Collateral Security of House situated at 297, Schme No 14/2, Vikas Nagar Extension owned by Smt. Chandra Lekha Begani (Mother of Managing Director)
4. Collateral Security of House situated at 475, Schme No 14/2, Vikas Nagar Extension owned by Smt. Kiran Devi Begani (Wife of Managing Director)
5. Land and Building Situated at Plot No. 06, Industrial Area Neemuch Owned by M/s Shreeoswal Seeds & Chemicals Ltd.
6. Part of Land Survey No 557 & 559, Oswal House, Gram Kanawati, Tehsil Neemuch (M.P.) owned by M/s Shreeoswal Psyllium Exports India Ltd..

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)**

**C) Personal Guarantee**

Personal Guarantee of Director, Managing Director and Promoters Shri Anil Kumar Nahata and Shri Sanjay Kumar Baigani along with Smt. Chandreleka Begani, Shri Kanhaiyalal ji Nahata, Smt. Sunita Devi Begani and Kiran Devi Begani.

**D) Rate of Interest**

Rate of Interest for CC Limit @ MCLR+0.50% i.e. 8.15% P.A.

**III) HDFC Bank (WHR Loan)**

**A) Primary Security**

1. Pledge of entire inventory of commodity as continuing security for each of the tenors of the loan, financed hereunder on a revolving basis. 2. Insurance (All-Risk) with regards to all inventory financed by HDFC Bank Ltd. Covering fire, theft, strike, riot, civil commotion ect with HDFC Bank Ltd as the loss payee. if stored in CWC warehouses, than policy to be taken by CWC under CWC self indemnification scheme and the same to be

**B) Collateral Security**

1. Collateral Security of House situated at 794, Scheme No 14/2, Vikas Nagar Extension, Owned by Shri Kanhaiyalal ji Nahata (Uncle of CEO of the Company)  
2. Collateral Security of Shop No 24 & 25, Shri Balaji Ganesh Market, Station Road, Neemuch Owned by Smt. Chandreleka Begani, Smt. Sunita Begani and Shri Anil Kumar Begani (Relatives of Managing Director Shri Sanjay Kumar Baigani)  
3. Collateral Security of House situated at 297, Schme No 14/2, Vikas Nagar Extension owned by Smt. Chandra Lekha Begani (Mother of Managing Director)

**C) Personal Guarantee**

Personal Guarantee from Promoter Directors (Independent Director Waived)

**D) Rate of Interest**

Rate of Interest for CC Limit @ 7.20% P.A. payable monthly

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 10</b>				
<b>OTHER CURRENT LIABILITIES</b>				
- Seeds Booking Advances Received		-		2,65,515.00
- Other Advance Received from Customers		12,90,30,436.56		3,76,26,155.00
<b>TOTAL</b>		<b>12,90,30,436.56</b>		<b>3,78,91,670.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 11</b>				
<b>SHORT TERM PROVISIONS</b>				
<b>Provision For statutory Dues</b>		<b>1,54,32,926.00</b>	-	<b>1,36,32,448.00</b>
TDS Payable	12,81,977.00		14,15,297.00	
Provision for Income Tax (Current Year)	1,39,06,954.00		1,21,20,041.00	
GST Payable	65,119.00		8,326.00	
PF & ESI Payable	1,00,450.00		82,300.00	
TCS Payable	78,426.00		6,484.00	
<b>Provision For Expenses</b>		<b>23,35,310.00</b>		<b>26,59,139.00</b>
Salary Payable	11,43,146.00		8,23,487.00	
Audit Fees Payable	2,25,000.00		2,00,000.00	
Krishi Upaj Mandi Tax Payable	2,28,102.00		5,320.00	
Director Remuneration Payable	4,47,176.00		5,34,684.00	
Interest Payable	-		8,00,863.00	
Provision for Earlier year	37,073.00		37,073.00	
Power Charges and Electricity Charges Payable	2,54,813.00		1,92,597.00	
Telephone Exps. Payable	-		5,115.00	
Legal Charges Payable	-		60,000.00	
<b>TOTAL</b>		<b>1,77,68,236.00</b>		<b>1,62,91,587.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 13</b>				
<b>NON CURRENT INVESTMENT</b>				
- Investments In equity investments *		73,015.36		-
10900 shares of Vodafone Idea LTD				
<b>TOTAL</b>		<b>73,015.36</b>		<b>-</b>

**\* Disclosures :**

(a) Aggregate amount of quoted investments is 75015.36 and market value is Rs.100825/

(b) Aggregate provision for diminution in value of investments is Nil

**SHREOSWAL SEEDS AND CHEMICALS LIMITED**

CIN :- L01111MP2017PLC04596

Depreciation As Per Companies Act, 2013

Note :12

FOR THE PERIOD 01.04.2020 TO 31.03.2021

Sr. No.	Particulars	Dep. Rate	GROSS BLOCK			DEPRECIATION			NET BLOCK		
			Balance As on 31.03.2020	Additions during the Year	Deduction During the Year	Total 31.03.2021	Balance As on 31.03.2020	Additions during the Year	Deduction During the Year	Total 31.03.2021	Balance As on 31.03.2021
<b>HOLDING COMPANY</b>											
1	Land Purchase	0.00%	1,77,71,093.00	29,13,530.00	-	2,06,84,623.00	-	-	-	2,06,84,623.00	1,77,71,093.00
2	Building	9.50%	45,86,607.00	1,82,000.00	-	47,68,607.00	3,48,966.00	-	13,17,092.00	34,51,515.00	36,18,481.00
3	Car	31.23%	-	-	-	-	-	-	-	-	-
4	Computer	63.16%	1,51,240.00	-	-	1,51,240.00	21,747.00	-	1,38,556.00	12,684.00	34,431.00
5	Furniture & Fixture	25.89%	1,71,131.00	-	-	1,71,131.00	22,245.00	-	1,07,453.00	63,678.00	85,923.00
6	Misc. Fixed Assets	25.89%	1,14,636.00	-	-	1,14,636.00	15,114.00	-	71,374.00	43,262.00	58,376.00
7	Plant & Machinery	18.10%	90,77,501.92	40,27,513.95	-	1,31,05,015.87	14,03,470.00	-	47,79,372.00	83,25,643.87	57,01,599.92
8	Tempo Loading	31.23%	1,99,253.00	-	-	1,99,253.00	26,382.00	-	1,41,158.00	58,095.00	84,477.00
9	Two Wheeler	25.89%	26,018.00	-	-	26,018.00	3,382.00	-	16,337.00	9,681.00	13,063.00
<b>SUBSIDIARY COMPANY</b>											
1	Building	9.50%	37,88,096.00	-	-	37,88,096.00	2,92,364.00	-	100,294.00	27,85,148.00	30,77,512.00
2	Computer	63.16%	1,46,019.00	106,101.69	-	2,52,120.69	97,894.00	-	1,55,095.00	97,025.69	48,125.00
3	Furniture & Fixture	25.89%	2,18,727.00	-	-	2,18,727.00	100,085.00	-	1,30,801.00	87,926.00	1,18,642.00
4	Weigh Brize	25.89%	2,32,227.00	-	-	2,32,227.00	107,486.00	-	1,39,781.00	92,446.00	1,24,741.00
5	Kanta (Weight Machine)	25.89%	15,000.00	-	-	15,000.00	5,279.00	-	7,796.00	7,204.00	9,721.00
6	Plant & Machinery	18.10%	32,94,881.00	1,87,891.40	-	34,82,772.40	4,20,703.00	-	1,49,781.50	19,84,957.40	22,17,769.00
7	DG 10 Set KVA	18.10%	67,255.00	-	-	67,255.00	14,714.00	-	2,42,24.00	4,303.10	52,541.00
8	Mobile Phone	18.10%	40,785.42	26,016.94	-	66,802.36	7,016.00	-	1,47,41.00	52,061.36	33,769.42
9	Printing & Office Equipment	31.23%	14,411.00	-	-	14,411.00	7,776.00	-	9,848.00	4,563.00	6,635.00
10	Two Wheeler	25.89%	8,294.00	-	-	8,294.00	3,839.00	-	4,992.00	3,302.00	4,455.00
11	Hundai Creta 1.6 Car	25.89%	15,80,622.00	-	-	15,80,622.00	3,21,852.00	-	6,593,21.00	9,21,301.00	12,43,153.00
12	Land	0.00%	8,62,162.00	-	-	8,62,162.00	-	-	0.00	8,62,162.00	8,62,162.00
	<b>Total</b>		<b>42,36,595.34</b>	<b>7,44,305.98</b>	<b>0.00</b>	<b>49,80,901.32</b>	<b>7,19,929.00</b>	<b>30,19,414.00</b>	<b>0.00</b>	<b>39,59,309.32</b>	<b>35,16,669.34</b>
	<b>Previous Year</b>		4,04,99,220.34	89,89,782.95	-	4,94,89,003.29	58,79,009.00	13,20,281.00	71,99,290.00	4,22,89,713.29	3,46,20,211.34

FOR, AGARWAL PATEL AND SINHAL  
CHARTERED ACCOUNTANTS  
FRN No.-012245C

SANJAY KUMAR BAIGANI ANIL KUMAR NAHATA  
DIN :-0007921083 (MANAGING DIRECTOR) (W.T.D.& CEO)

CA BHAVESH SINHAL  
(PARTNER)  
M.NO. 406280  
Date: 30.06.2021  
Place- Neemuch

Date: 30.06.2021

DILIP PATIDAR ASHOK DHAKAR  
(M NO:-434566) PAN :-AUYPD5111B  
(COMPANY SECRETARY) (C.F.O)

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

CIN :- L01111MP2017PLC044596

OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 14</b>				
<b>DEFERRED TAX ASSETS</b>				
Opening Balance		2,41,026.00		1,06,792.00
Made During the Year		46,246.00		1,34,234.00
<b>TOTAL</b>		<b>2,87,272.00</b>		<b>2,41,026.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 15</b>				
<b>LONG TERM LOANS &amp; ADVANCES</b>				
<b>Deposits (Unsecured)</b>		<b>4,07,646.00</b>		<b>4,49,114.00</b>
Central Sales Tax Deposit	1,000.00		1,000.00	
MPPKVCL (Electricity Deposit)	3,61,246.00		4,02,714.00	
Telephone Deposit	16,400.00		16,400.00	
Commerical Tax Deposit	2,000.00		2,000.00	
Krishi Upaj Mandi Deposit (Manasa)	1,000.00		1,000.00	
Krishi Upaj Mandi Deposit (Nmh)	20,000.00		20,000.00	
Vypari Sangh Deposit	6,000.00		6,000.00	
<b>Other Loans &amp; Advances (Unsecured)</b>		<b>1,38,979.00</b>		<b>6,20,979.00</b>
Advances to Employee	1,00,979.00		2,20,979.00	
Other Advances	-		4,00,000.00	
Shailendra jain (Land Purchase)	38,000.00		-	
<b>TOTAL</b>		<b>5,46,625.00</b>		<b>10,70,093.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 16</b>				
<b>OTHER NON CURRENT ASSETS</b>				
- Advance paid to suppliers		1,06,46,625.00		1,25,94,365.00
<b>TOTAL</b>		<b>1,06,46,625.00</b>		<b>1,25,94,365.00</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 17</b>				
<b>INVENTORIES</b>				
- Closing Stock		74,66,92,324.61		41,25,63,505.26
- Raw Material	28,54,26,367.28		18,31,60,614.41	
- Finished Goods	46,12,65,957.33		22,94,02,890.85	
- Traded Goods	-		-	
<b>TOTAL</b>		<b>74,66,92,324.61</b>		<b>41,25,63,505.26</b>

**Note 17.1** Inventories (Raw material and Finished Goods) are valued at Lower of cost and Market Price.

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 18</b>				
<b>TRADE RECEIVABLE (Unsecured Considered Good)</b>				
- Debtors Considered Good		6,18,61,816.02		12,32,84,158.00
- More then 6 Months	1,85,84,490.12		55,78,162.00	
- Not More Then 6 Months	3,47,51,696.90		11,35,35,496.00	
- Doubtful Debtors	-		-	
Receivables which have significant increase in Credit Risk;	85,25,629.00		41,70,500.00	
<b>TOTAL</b>		<b>6,18,61,816.02</b>		<b>12,32,84,158.00</b>

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE -19</b>				
<b><u>CASH &amp; CASH EQUIVALENT</u></b>				
- Cash in Hand		68,65,693.00		38,61,230.00
- <b><u>Balances With Bank</u></b>		8,15,117.95		1,11,78,377.03
<u>Holding Company</u>		-		-
Union Bank, Neemuch (50211)	26,725.75		5,19,359.60	
Union Bank of India C/a - (50056)	14,155.24		14,155.24	
Axis Bank, Neemuch (338992)	1,24,931.20		1,25,415.00	
HDFC Bank C/A (15011)	49,886.00		50,607.00	
FDR Union Bank (63256)	2,30,245.00		2,15,869.00	
FDR HDFC - (New)	-		1,00,02,778.30	
<u>Subsidiary Company</u>				
Axis Bank - 87063	1,30,894.20		33,738.00	
Central MP Gramin Bank - 0735	1,751.06		2,947.58	
Union Bank of India - 50052	90,726.84		90,726.84	
Union Bank of India - 50215	47,032.87		12,212.98	
HDFC Bank - 53000	61,925.00		44,409.00	
Union Bank of India, Nimbahera - 50192	36,676.79		66,158.49	
Chaque in transit	168.00			
<b>TOTAL</b>	<b>8,15,117.95</b>	<b>76,80,810.95</b>	<b>1,11,78,377.03</b>	<b>1,50,39,607.03</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 20</b>				
<b><u>SHORT TERM LOANS &amp; ADVANCES (Unsecured)</u></b>				
<u>Loans &amp; Advances recoverable in Cash or in Kind</u>		3,85,70,228.82		3,45,01,084.20
Advance Paid to Suppliers (Goods)	3,85,65,359.82		3,43,31,530.20	
Advance Paid to Suppliers (Expenses)	4,869.00		1,69,554.00	
-	-		-	
<u>Prepaid Expenses</u>		1,59,879.00		3,76,172.00
Prepaid Insurance	1,44,879.00		3,53,672.00	
Prepaid Licence Fees	15,000.00		22,500.00	
<u>Statutory Advances</u>		1,65,55,587.51		2,24,95,621.03
Advance Income Tax (Current Year)	1,05,70,000.00		1,19,78,290.00	
Income Tax Refundable (Earlier Year)	11,52,100.00		13,76,520.00	
TDS & TCS Receivable	28,07,587.51			
TDS Advance Income Tax (Current Year)	-		9,64,661.60	
GST Input Deposit	20,25,900.00		81,71,149.43	
Advance Mandi Tax and Nirashrit Tax	-		5,000.00	
<b>TOTAL</b>		<b>5,52,85,695.33</b>		<b>5,73,72,877.23</b>

PARTICULARS	As on 31.03.2021		As on 31.03.2020	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>NOTE - 21</b>				
<b><u>OTHER CURRENT ASSETS</u></b>				
- Preliminary Expenses (To the Extent Not Write Off)		37,47,654.20		56,21,481.20
- National Seed Corporation, Jaipur (EMD)		-		2,50,000.00
- Excess Interest Recoverable by Bank		4,92,883.29		3,62,536.00
<b>TOTAL</b>		<b>42,40,537.49</b>		<b>62,34,017.20</b>

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
FRN No.:-012245C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
Dated:- 30.06.2021  
Place:- Neemuch (M.P.)

**SANJAY KUMAR BAIGANI**  
DIN :-0007921083  
**(MANAGING DIRECTOR)**

**DILIP PATIDAR**  
(M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
**(W.T.D. & C.E.O.)**

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
**(C.F.O)**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILGEGE KANAWATI, NEEMUCH (M.P.)**

**CONSOLIDATED SCHEDULE FORMING PART OF PROFIT & LOSS ACCOUNT**

PARTICULARS	Amount (Rs.)	Amount (Rs.)
	31.03.2021	31.03.2020
<b>NOTE - 22</b>		
<b><u>REVENUE FROM OPERATION</u></b>		
- Revenue from Sales of manufactured Goods	1,59,52,60,678.37	1,13,81,39,609.43
- Revenue from sale of Traded Goods	1,53,82,969.30	2,99,16,696.65
- Rates and Weight Differance	15,18,565.00	(13,36,744.20)
	<b>1,61,21,62,212.67</b>	<b>1,16,67,19,561.88</b>
<b>NOTE - 23</b>		
<b><u>OTHER INCOME</u></b>		
- Forex Difference Income	3,00,623.00	2,27,843.00
- Interest Subvention Scheme for MSMEs	-	1,17,996.08
- Interest Received(Other than Bank)	17,748.00	-
- FDR Interest	17,245.00	2,69,684.00
- Interest on Security Deposit	-	40,100.00
- Other Misc. Receipts	1,20,014.99	12,130.00
- Rate Difference and Discount Received	7,99,409.16	5,89,210.92
	<b>12,55,040.15</b>	<b>12,56,964.00</b>
<b>NOTE - 24</b>		
<b><u>COST OF MATERIAL CONSUMED</u></b>		
- Purchase of Goods	1,76,42,69,097.60	1,02,41,22,474.54
- Import of goods	6,04,248.00	78,071.00
- Freight Exps.	2,96,19,146.80	1,11,93,751.00
- Hammali Exps.	1,00,37,462.00	71,21,818.00
- MP State Seed Certificate Agency	33,72,545.00	30,41,645.00
- Power & Electricity Charges	31,10,558.44	29,82,641.80
- Packing Material Expenses	-	1,07,475.00
- Rates, Taxes and Levies Expenses	35,69,676.20	14,29,928.80
- Ware Housing and Storage Charges	56,93,470.75	33,68,045.25
- Trade Discount	-	11,89,316.93
- Sortax Grading Charges	87,92,875.10	49,05,898.70
- Wages & Grading Charges	49,92,517.00	34,34,046.00
- Mandi & Nirashrit Tax	21,21,991.00	16,93,560.00
	<b>1,83,61,83,587.89</b>	<b>1,06,46,68,672.02</b>
<b>NOTE - 25</b>		
<b><u>CHANGE IN INVENTORY</u></b>		
<b><u>(A) Change in Finished Goods Inventory</u></b>		
Opening Inventory	22,94,02,890.85	13,67,71,455.08
Less:- Closing Inventory	46,12,65,957.33	22,94,02,890.85
Net (A)	(23,18,63,066.48)	(9,26,31,435.77)
<b><u>(B) Change in Raw Material Inventory</u></b>		
Opening Inventory	18,31,60,614.41	27,58,30,004.35
Less:- Closing Inventory	28,54,26,367.28	18,31,60,614.41
Net (B)	(10,22,65,752.87)	9,26,69,389.94
<b><u>(C) Change in Traded Goods Inventory</u></b>		
Opening Inventory	-	23,50,314.40
Less:- Closing Inventory	-	-
Net (C)	-	23,50,314.40
Total (A+B+C)	<b>(33,41,28,819.35)</b>	<b>23,88,268.57</b>
	<b>(33,41,28,819.35)</b>	<b>23,88,268.57</b>
<b>NOTE - 26</b>		
<b><u>EMPLOYEE BENEFIT EXPENSES</u></b>		
- Salary to Employee	64,63,240.00	57,88,154.00
- Staff Welfare Expenses	1,48,974.00	1,27,881.00
- PF & ESI	4,60,282.00	4,43,795.00
- Sitting Fees of Directors	4,00,000.00	4,00,000.00
- Remuneration and Allowance to Directors	1,20,00,000.00	1,23,60,000.00
	<b>1,94,72,496.00</b>	<b>1,91,19,830.00</b>

PARTICULARS	Amount (Rs.)	Amount (Rs.)
	31.03.2021	31.03.2020
<b>NOTE - 27</b>		
<b>FINANCE COST</b>	-	-
- Bank Charges	3,93,440.99	1,96,884.97
- Bank Finance Processing Fees	1,41,600.00	3,66,080.00
- Bank Interest Charges	2,35,36,324.49	2,33,60,202.11
- Other Loan Interest Paid	2,86,371.00	4,13,299.21
	<b>2,43,57,736.48</b>	<b>2,43,36,466.29</b>
<b>NOTE - 28</b>		
<b>OTHER EXPENSES</b>		
- Audit Fees	4,00,000.00	2,00,000.00
- Fee & Subscription	4,92,345.00	6,37,626.00
- Legal Charges	12,75,099.00	3,08,844.00
- Insurance	3,59,418.00	1,96,448.00
- Office Exp	4,66,272.02	3,71,092.94
- Communications and Postage Expenses	1,28,359.67	1,74,149.27
- Printing & Stationery	9,76,600.06	5,95,539.86
- Professional Tax	5,000.00	5,000.00
- Repair & Maintance Exp.	12,49,771.13	9,15,083.84
- Vehicale and Petrol & Diseal Exp	3,20,501.00	4,40,509.00
- Software maintainance Exp	37,486.00	-
- GST Demand	7,88,401.00	-
- Selling And Distribution Expenses	43,05,553.58	33,61,633.82
- Discount	-	2,95,070.00
- Research and Rogin Expenses	11,96,709.48	13,83,821.41
- Preliminary Exps Write Off	18,73,827.00	18,73,827.00
- Round Off	173.72	(37.40)
- Donation	32,000.00	-
- Lease Rent	8,496.00	-
	<b>1,39,16,012.66</b>	<b>1,07,58,607.74</b>

As per our Audit Report Even Date Attached

**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**

FRN No.:-012245C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
**Dated:- 30.06.2021**  
**Place:- Neemuch (M.P.)**

**SANJAY KUMAR BAIGANI**  
DIN :-0007921083  
**(MANAGING DIRECTOR)**

**DILIP PATIDAR**  
(M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
**(W.T.D. & C.E.O.)**

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
**(C.F.O)**

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)

**Consolidated Notes forming part of Financial Statements**

**Note No. 1 to the consolidated financial statements for the year ending on 31st March, 2021**

**Note 1(a) Background of the Company**

The Company was originally registered as a Partnership firm as "M/s Oswal Seeds and Chemicals" dated July 29, 2002 which was then converted into public limited company i.e. SHREEOSWAL SEEDS AND CHEMICALS LIMITED having CIN : U01111MP2017PLC044596 vide fresh certificate of incorporation dated December 1, 2017.

The Wholly Owned Subsidiary Company was originally registered as a Partnership firm as "M/s Oswal Psyllium Exports" dated December 14, 2007 which was then converted into public limited company i.e. SHREEOSWAL PSYLLIUM EXPORTS INDIA LIMITED having CIN : U01100MP2018PLC045146 vide fresh certificate of incorporation dated February 28, 2018.

The Registered office of both The Companies is situated at Oswal House, Opposite Bal Kavi Bairagi College, Village- Kanawati, Neemuch-458441, Madhya Pradesh, India.

ShreeOswal Seeds and Chemicals Limited (the "Company") is a limited company incorporated in India under the provisions of the Companies Act, 2013. The Company is a Processing unit involved in processing of Agriculture Seed along with Trading of Agriculture Produce.

**Note 1(b) SIGNIFICANT ACCOUNTING POLICIES :-**

**1 (I) Basis of Accounting and Preparation of Financial Statements:-**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 2013 Act. as applicable.

The consolidated financial statements related to Shreeoswal Seeds and Chemicals Limited (the Company) and its wholly owned subsidiary.

**The consolidated financial statements have been prepared on the following basis:**

The consolidated financial statements of the company and its subsidiary are based on the respective financial statements duly certified by the Auditors/Management estimates of the respective companies. Line by line like items of assets, liabilities, income and expenses of the respective financial statements has been added to consolidated financial statements. Intra-group balances, *intra-group transactions if any have been eliminated*.

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible.

The consolidated financial statements have been prepared on a going concern and on accrual basis, under the historical cost convention and in accordance with the generally accepted accounting principles, the accounting standards prescribed in the Companies (Accounting Standards) Rules, 2014 issued by the Central Government and relevant provisions of the Companies Act 2013. to the extent applicable.

**(ii) Use Of Estimates:**

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that effect the reported amount of assets and liability on the date of financial statement and the reported amount of revenue and expenses during the reporting period . Difference between actual result and estimates are recognized in the period in which the result are known / materialized.

**2 Revenue Recognition:-**

Revenue has been considered as per AS 9- Revenue Recognition issued by Institute of Chartered Accountants of India.

(a) Items of income & expenditure are accounted for on accrual basis.

(b) Sales of goods are recognized on dispatch of goods to customers or when substantial risk and rewards of ownership are transferred by company.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)

**3 Taxes on Income:-**

(a) **Current Tax :-** Income Tax expenses comprises current tax and deferred tax charges or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year.

(b) **Deferred Tax** is determined using the tax rates and the tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred Tax Assets are recognized and carried forward only if there is reasonable certainty of its realization. However in case of carried forward losses and unabsorbed depreciation under the Income Tax Act, 1961, the Deferred Tax Asset is recognized if and only if there is a virtual certainty backed by convincing evidence of its realization. Such assets are reviewed at each Balance Sheet date to reassess its realization.

**4 Provisions and Contingent Liability:-**

A Provision is recognized, if as a result of past event the company has a present obligation that is reasonably estimable and it is probable that an outflow of economic benefits will be required to settle the Obligation. Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise.

**5 Property Plant & Equipment**

Fixed assets are stated at cost less accumulated depreciation and impairment loss if any. The company capitalized all costs relating to acquisition and installation of fixed assets till the date on which the assets first put to use for commercial purpose.

**6 Impairment of Assets:-**

Pursuant to "AS-28 Impairment of Assets" issued by the Central Government under the Companies (Accounting Standard) Rules 2006 for determining impairment in the carrying amount of fixed assets, the management has concluded that since recoverable amount of fixed Assets is not less than its carrying amount, therefore no provision is required for impairment in respect of fixed Asset of the company.

**7 Depreciation:-**

Depreciation on tangible assets is provided on "Written down Value Method" at the rate prescribed in schedule II of the companies act 2013 for the number of days the assets has been put to use and over the useful lives of the assets estimated by the management. The Management estimates are based on the useful life provided in the Schedule II to Companies Act 2013. The useful life of various assets are mentioned in the below mentioned chart.

Major Head	Assets included	Useful Life
Building	Building	30 Years
Plant & Equipment	Plant & Machinery	15 Years
Furniture & Fittings	All Furniture & Fixtures	10 Years
Office Equipment	Misc. Fixed Assets, Printing & Office Equipment	5 Years
Vehicle	Car, Tempo Loading, Weigh Brize & Two Wheeler	10/8 Years
Computer and Data Processing Units	Computers	3 Years

**8 Earnings per Share:-**

Basic Earning per Share is calculated by dividing the Net Profit after tax attributable by the number of weighted average equity shares outstanding during the year.

Particulars	Amount (Rs.)	
	31.03.2021	31.03.2020
Net Profit After Tax	3,65,06,216.54	3,04,61,551.26
No of Share at the Beginning of the Year	1,52,45,000	1,52,45,000
Add:- Share issued during the year	-	-
<b>No of share outstanding at the end of the year</b>	<b>1,52,45,000</b>	<b>1,52,45,000</b>
<b>Weighted Average no of Shares (Calculation as per Note)</b>	<b>1,52,45,000</b>	<b>1,52,45,000</b>
<b>EPS</b> a) Basic	2.39	2.00
b) Diluted	2.39	2.00

**Calculation of Weighted Average No. of Shares as on 31.03.2021**

Shares	No of Days	Period	Weighted Avg Shares
1,52,45,000	365	01.04.2020 to 31.03.2021	15245000
<b>Total Weighted Avg. Shares</b>			<b>15245000</b>

**Calculation of Weighted Average No. of Shares as on 31.03.2020**

Shares	No of Days	Period	Weighted Avg Shares
1,52,45,000	365	01.04.2019 to 31.03.2020	15245000
<b>Total Weighted Avg. Shares</b>			<b>15245000</b>

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
**CIN :- L01111MP2017PLC044596**  
**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEG KANAWATI, NEEMUCH (M.P.)**

- 9 Investments:-**  
Investments are either classified as current or noncurrent based on management's intention. Long term investments are stated at cost less other than temporary decline in the value of such investments, determined separately for each individual investment.
- 10 Foreign Currency Transactions:-**  
As per information provided by the Whole time Director of Subsidiary Company, the Company has purchase goods in foreign currency. The same has been recorded on the rate specified in Bill of Entry and the difference of exchange has been credited to profit and loss account
- 11 Valuation of Inventories:-**  
The inventories are physically verified at regular intervals by the Management. Raw materials, stores and spares are valued at cost and netof credits under scheme under CENVAT Rules and GST Rules. Finished goods and trade goods are valued at Cost or Market Value whichever is lower.
- 12 Preliminary Expenses:-**  
During the current year the company do not have any preliminary expenses which is expensed form profit and loss account but company incurred Preliminary expenses which are shown in Balance Sheet under "Other Current Assets" and are carried forward to be written off in the next year.
- 13 Prior Period Expenses:-**  
Prior period items are income or expenses which arise in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior periods. No Prior Period Expenses are included in the Current Financial Statements.
- 14 Management Remuneration:-**  
Disclosures with respect to the remuneration of directors and employees as required under section 197 of Companies Act, 2013 and Rule 5 (1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been provided in the below mentioned table:

**A. Remuneration to KMP & Other Directors**

Particulars of Remuneration	Designation	Total Amount (Rs.)	
		31.03.2021	31.03.2020
<b>1. Remuneration to KMP</b>			
a) Shri Sanjay Kumar Baigani	Managing Director	48,00,000.00	46,00,000.00
b) Shri Anil Kumar Nahata	WTD & C.E.O.	48,00,000.00	46,00,000.00
c) CS Anjali Bamboria	Company Secretary	-	75,000.00
d) CS Dilip Patidar	Company Secretary	2,73,700.00	1,82,467.00
e) Shri Ashok Dhakar	C.F.O	3,00,000.00	3,00,000.00
<b>2. Remuneration to Other Director</b>			
a) Smt. Kiran Begani	WTD of Subsidiary Company	12,00,000.00	12,00,000.00
b) Smt Padma Nahta	WTD of Subsidiary Company	12,00,000.00	12,00,000.00
<b>3. Sitting Fees to KMP</b>			
a) Shri Sanjay Kumar Baigani	Managing Director	1,50,000.00	1,50,000.00
b) Shri Anil Kumar Nahata	WTD & C.E.O.	1,50,000.00	1,50,000.00
<b>4. Sitting Fees to other director</b>			
a) Shri Gopal Agarwal	Director	25,000.00	25,000.00
b) Shri Sunil Agarwal	Director	25,000.00	25,000.00
c) Smt. Kiran Begani	WTD of Subsidiary Company	25,000.00	25,000.00
d) Smt Padma Nahta	WTD of Subsidiary Company	25,000.00	25,000.00
<b>5. Any Other Payment</b>			
a) Shri Sanjay Kumar Baigani	Managing Director	-	3,80,000.00
b) Shri Anil Kumar Nahata	WTD & C.E.O.	-	2,60,000.00
c) Smt. Kiran Begani	Director	-	60,000.00
d) Smt Padma Nahta	Director	-	60,000.00
<b>Total</b>		<b>1,29,73,700.00</b>	<b>1,33,17,467.00</b>

**SHREOSWAL SEEDS AND CHEMICALS LIMITED**

**CIN :- L01111MP2017PLC044596**

**OSWAL HOUSE, OPP BAL KAVI BAIRAGI COLLEGE, VILLEGE KANAWATI, NEEMUCH (M.P.)**

**15 Cash and Cash Equivalents:-**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand, fixed deposits with banks which are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

**16 Segment Reporting:-**

The Company is engaged in the business of Processing of Seeds which is considered to be the only reportable business segment as per Accounting Standard 17 on Segment Reporting. The Company mainly operates in India and there is no other significant geographical segment.

**Note 1(c) NOTES TO ACCOUNTS:-**

- The Financial Statements for the year ended on 31st March, 2021 are prepared based on Schedule III of Companies Act, 2013.
- The Micro Small and Medium Enterprise registered under The Micro small and Medium Enterprise Development Act 2006 have been taken based on the list of MSME creditors provided by the management. However, as the Company has not received any claims in respect of such interest and as such, no provision has been made in the books of accounts.

**3 Related Party Disclosures (AS 18) :-**

**(a) Related party of Holding Company and their relationship**

Names of the related parties with whom transactions were carried out during the period and description of relationship.	
1. KEY MANAGERIAL PERSON	1. Shri Sanjay Baigani (M.D.) 2. Shri Anil Kumar Nahata ( WTD & C.E.O.) 3. Ms Anjali Bamoria (Company Secretary) resigned w.e.f 20/06/2019 4. Mr. Dilip Patidar(Company Secretary)appointed w.e.f 07/08/2019 4. Shri Ashok Dhakar (C.F.O.)
2. OTHER DIRECTORS	1. Smt. Kiran Devi Begani 2. Smt. Padma Nahta 3. Shri Gopal Agarwal 4. Shri Sunil Kumar Agarwal

**(b) Related party of Wholly Owned Subsidiary Company and their relationship**

Names of the related parties with whom transactions were carried out during the period and description of relationship.	
1. DIRECTORS	1. Smt. Kiran Devi Begani (WTD of Subsidiary Company) 2. Smt. Padma Nahta (WTD of Subsidiary Company ) 3. Shri Sanjay Kumar Baigani (MD) 4. Shri Anil Kumar Nahata (WTD & CEO)

**Notes**

i) The related party relationships have been determined by the company on the basis of the requirements of the Accounting Standard (AS)-18 "Related Party Disclosures".

ii) The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the current year / previous year.

(b) Transactions with the related parties:

(Amt in Rs)

Particular	For the Period Ended on 31.03.2021					
	Remuneration Paid/Payable	Loan Received	Loan Repaid	Sitting Fees Paid / Payable	Any Other Pay / Allowances	Interest on Loan
<b>TRANSACTION WITH KEY MANAGERIAL PERSON</b>						
Shri Sanjay Kumar Baigani	4,800,000.00	22,108,541.00	22,108,541.00	150,000.00	-	-
Shri Anil Kumar Nahata	4,800,000.00	1,336,985.00	1,336,985.00	150,000.00	-	-
Mr. Dilip Patidar	273,700.00					
Shri Ashok Dhakar	300,000.00	-	-	-	-	-
<b>Transaction With Other Directors</b>						
Smt. Kiran Devi Begani	1,200,000.00	-	-	25,000.00	-	-
Smt. Padma Nahta	1,200,000.00	-	-	25,000.00	-	-
Shri Gopal Agarwal	-	-	-	25,000.00	-	-
Shri Sunil Agarwal	-	-	-	25,000.00	-	-

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
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(b) Transactions with the related parties :

(Amt in Rs)

Particular	For the Period Ended on 31.03.2020					
	Remuneration Paid/Payable	Loan Received	Loan Repaid	Sitting Fees Paid / Payable	Any Other Payments	Interest on Loan Payable
<b>TRANSACTION WITH KEY MANAGERIAL PERSON</b>						
Shri Sanjay Kumar Baigani	46,00,000.00	-	-	1,50,000.00	3,80,000.00	-
Shri Anil Kumar Nahata	46,00,000.00	-	-	1,50,000.00	2,60,000.00	-
Miss Anjali Bamboria	75,000.00	-	-	-	-	-
Mr. Dilip Patidar	1,82,467.00	-	-	-	-	-
Shri Ashok Dhakar	3,00,000.00	-	-	-	-	-
<b>Transaction With Other Directors</b>						
Smt. Kiran Devi Begani	12,00,000.00	-	-	25,000.00	60,000.00	-
Smt. Padma Nahata	12,00,000.00	-	-	25,000.00	60,000.00	-
Shri Gopal Agarwal	-	-	-	25,000.00	-	-
Shri Sunil Agarwal	-	-	-	25,000.00	-	-

**Balances With Related Parties (Holding Co.)**

Name of Related Party	Relationship	Payable/Received	Balance	
			31.03.2021	31.03.2020
Shri Sanjay Kumar Baigani	KMP	Remuneration Payable	2,29,238.00	2,60,000.00
		Sitting fees Payable	1,38,750.00	1,35,000.00
		Loan Payable	-	-
Shri Anil Kumar Nahata	KMP	Remuneration Payable	2,79,238.00	3,69,523.00
		Sitting fees Payable	1,38,750.00	1,35,000.00
		Loan Payable	-	-
Shri Ashok Dhakar	KMP	Remuneration & Other Payable	22,962.00	-
Mr. Dilip Patidar	KMP	Remuneration & Other Payable	34,375.00	18,324.00
Shri Gopal Agarwal	Director	Sitting fees Payable	23,125.00	22,500.00
Shri Sunil Agarwal	Director	Sitting fees Payable	23,125.00	22,500.00
Smt Kiran Devi Begani	Director	Remuneration & Other Payable	84,838.00	1,19,842.00
		Sitting fees Payable	23,125.00	22,500.00
Smt Padma Nahata	Director	Remuneration & Other Payable	84,838.00	1,44,842.00
		Sitting fees Payable	23,125.00	22,500.00

**4 Accounting for Taxes on Income (AS 22) Deferred Tax Liability/Asset :-**

Pursuant to the accounting standard on 'Accounting for Taxes on Income' (AS-22), deferred tax liability / (assets) are as under -		
Particular	Amount (Rs.)	Amount (Rs.)
	31.03.2021	31.03.2020
(A) Depreciation as per Companies Act	3019414	3112549.00
(B) Depreciation as per Income Tax Act	2886224	2616196.00
(C) Timing Difference (A-B)	133190	496353.00
(D) Deferred Tax Assets	33816.00	134234.00

The Company has recognized deferred tax asset on depreciation as per books of accounts and depreciation allowable as per Income Tax Act, 1961. The Net deferred tax asset is disclosed on the face of the Balance Sheet.

5 Figures in Brackets indicate negative values.

6 Unsecured loans, advances from customers, advances recoverable in cash or in kind, investments and various other parties are subject to confirmations.

7 The management of the company has carried out an exercise to ascertain impairment of Fixed Assets, if any, In the opinion of the management of the company there are no indication of impairment of assets as at 31/03/2021 and therefore no effect of impairment is required to be given in the books of accounts.

8 Cash balance is taken as valued & certified by management.

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**9 Pending Litigations and Criminal Proceedings:-**

As details provided by management and further verified by us, apart from those as stated below there are no outstanding litigations, suits, criminal or civil prosecutions, proceedings or tax liabilities against / by the Company, directors, promoters and group entities and there are no defaults, non-payment of statutory dues, over-dues to banks/financial institutions, default against banks/financial institutions by Company, default in creation of full security as per terms of issue/ other liabilities, no amount so far to small scale undertakings or any other creditor exceeding 1 lakh, which is outstanding for more than 30 days, no proceedings initiated for economic / civil / any other offences other than unclaimed liabilities of our Company and no disciplinary action has been taken by SEBI or any stock exchange against the Company, Promoters, Directors and group entities.

Further, there are no show-cause notices/claims served on Company, promoters, directors or group entities from any statutory authority/revenue authority that would have a material adverse effect on the business.

**a. Outstanding Statutory Dues Related to Direct Tax:-**

The Total amount outstanding relating to direct tax which are verified through the online portals of income tax and traces portal or payable in the books of accounts are attached in the below mentioned table: -

Financial Period	Defaults (Amount in Rs.)	Related to statute
2020-21	96160.00	Income Tax - TDS
2020-21	242470.00	Income Tax - TDS
2019-20	91740.00	Income Tax - TDS
2018-19	11760.00	Income Tax - TDS
2018-19	3340.00	Income Tax - TDS
2017-18*	2356.50	Income Tax - TDS
2016-17*	10551.20	Income Tax - TDS
2015-16*	1720.50	Income Tax - TDS
Prior Years*	4830.00	Income Tax - TDS

\* Related to Partnership Firm before conversion into Company.

**10 Auditor's Remuneration:-**

Particulars	Amount (Rs.)	
	31.03.2021	31.03.2020
Payment to the auditors comprises (net of service tax input credit, where applicable):		
(i) As Auditors - Statutory audit	1,00,000.00	1,00,000.00
(ii) For taxation matters (Including Tax Audit fees)	1,00,000.00	1,00,000.00
(iii) For other services	-	-
<b>Total</b>	<b>2,00,000.00</b>	<b>2,00,000.00</b>

**11 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	Amount (Rs.)
1. Principal & Interest amount due and remaining unpaid	NIL
2. Payment made beyond the appointed day during the year	NIL
3. Interest Accrued and unpaid	NIL

There are no specific claims from suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 during the year.

**12 Employee Benefit Plans:-**

Particulars	Amount (Rs.)	
	31.03.2021	31.03.2020
<b>(a) Defined Contribution Plans</b>		
The Company is participating under the recognised provident fund during the year for defined contribution plans for qualifying employees. Under the Scheme, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.	466815	443795.00
<b>(b) Defined Benefit Plans</b>		
The Company is not participating in any plans for securing the liability of gratuity for its employees.	NIL	NIL

**13 Expenditure on Research & Development**

During the year, the company has not incurred any expenditure on Research & Development.

**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**  
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14 Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary / Associate / Joint Ventures:

Name of the entity in the	Net assets i.e total assets minus total liabilities		Share in profit and loss	
	As % of consolidated net assets	Amount as on 31.03.2021	As % of consolidated profit and loss	Amount as on 31.03.2021
1	2	3	4	5
Parent				
Indian				
1 Shreeoswal Seeds And Chemicals Limited	93.27%	31,01,43,449.61	77.79%	2,83,97,209.09
Subsidiary				
Indian				
1 Shreeoswal Psyllium Exports India Limited	6.73%	2,23,93,838.36	22.21%	81,09,007.45
<b>Total</b>	<b>100.00%</b>	<b>33,25,37,287.97</b>	<b>100.00%</b>	<b>3,65,06,216.54</b>

Name of the entity in the	Net assets i.e total assets minus total liabilities		Share in profit and loss	
	As % of consolidated net assets	Amount as on 31.03.2020	As % of consolidated profit and loss	Amount as on 31.03.2020
1	2	3	4	5
Parent				
Indian				
1 Shreeoswal Seeds And Chemicals Limited	95.17%	281746240.5	80.58%	24545785.41
Subsidiary				
Indian				
1 Shreeoswal Psyllium Exports India Limited	4.83%	14284830.91	19.42%	5915765.85
<b>Total</b>	<b>100.00%</b>	<b>296031071.4</b>	<b>100.00%</b>	<b>30461551.26</b>

15 Utilisation of I.P.O. Fund

Sr. No.	Purpose/Objects for raising of funds through public issue	Amount raised in public issue for the object mentioned in prospectus	(Rs. In Lacs)	
			Actual Utilization of Issue Proceeds till 31st March 2021.	Balance Amount to be utilized as on 31st March 2021
1	Purchase of New Plant & Machinery	162.95	38.26	124.69
2	Funding the Working Capital Requirement Of the Company	625.00	625.00	0.00
3	General Corporate Purpose	251.81	251.81	0.00
4	IPO related Expenses	150.00	150.00	0.00
	<b>TOTAL</b>	<b>1189.76</b>	<b>1065.07</b>	<b>124.69</b>

As per our Audit Report Even Date Attached  
**FOR, AGARWAL PATEL AND SINHAL**  
**CHARTERED ACCOUNTANT**  
FRN No.:-012245C

**CA BHAVESH SINHAL**  
**PARTNER**  
**M.N 406280**  
Place:- Neemuch (M.P.)  
Place:- Neemuch (M.P.)

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF  
**SHREEOSWAL SEEDS AND CHEMICALS LIMITED**

**SANJAY KUMAR BAIGANI**  
DIN :-0007921083  
**(MANAGING DIRECTOR)**

**ANIL KUMAR NAHATA**  
DIN :-0007921005  
**(W.T.D.& CEO)**

**DILIP PATIDAR**  
(M NO.:-A34566)  
**(COMPANY SECRETARY)**

**ASHOK DHAKAR**  
PAN :-AUYPD5111B  
**(C.F.O)**



## SHREEOSWAL SEEDS AND CHEMICALS LIMITED

Manufacture of Agriculture Seeds & Psyllium Product (Importer & Exporter)

Registered Office - "Oswal House" Opp. Balkavi Bairagi College

Nasirabad Highway, Kanawati, Neemuch-458441 (M.P.)

Ph. +91 7423 297511, 297006, 297007

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