



**INDEPENDENT AUDITOR'S REPORT**  
TO THE MEMBERS OF **SAI RETAIL INDIA LIMITED**

**Report on Audit of the Financial Statements**

**Opinion**

We have audited the accompanying Financial Statements of **M/s SAI RETAIL INDIA LIMITED** ('the Company'), which comprise the Balance Sheet as at 31<sup>st</sup> March 2021, the Statement of Profit & Loss and the Statement of Cash Flows for the year then ended and notes to the financial statements including a summary of the Significant Accounting Policies and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2021, 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.

**Emphasis of Matter**

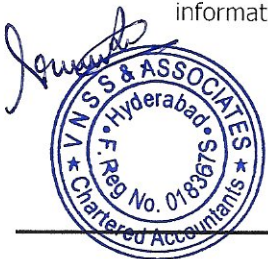
We draw your attention to Note No. 41 of the Financial Statements which describes Management's assessment of the impact of the COVID-19 pandemic on the operations and Financial results of the company. Our opinion is not modified in respect of the above matter.

**Other Information**

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the annual report, for example, Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon. The other information as stated above is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other



information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information as stated above, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with Governance.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

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

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the SAs, we exercise Professional Judgement and maintain Professional Skepticism throughout the audit.

### **We also;**

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in
  - (i) planning the scope of our audit work and in evaluating the results of our work; and
  - (ii) to evaluate the effect of any identified misstatements in the financial statements.
7. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
8. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government 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.
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards 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 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> 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 the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the company to its directors during the year is in accordance with the provisions of the section 197 of the Act.
- h) 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 significantly.
- (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For V N S S & Associates**

Chartered Accountants

**V N S Srinivasa Rao**

Proprietor

M.No. 225281

Firm Regn No. 018367S

**Place:** Hyderabad

**Date:** 08<sup>th</sup> Dec 2021

**UDIN:** 22225281AAAAA2467

## Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Financial Statements as at March 31st, 2021, we report that:

(i) In respect of Company's fixed Assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) These fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification and the same have been properly dealt with in the books of account.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii)

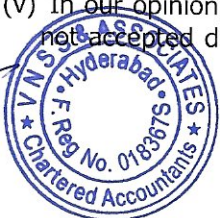
- a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
- b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.

(iii)

- a) The company has not granted any 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.
- b) In case of loans granted to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of interest as stipulated. The terms of arrangements do not stipulate any repayment schedule and the loans are repayable on demand. Accordingly, paragraph 3 (iii) (b) of the order is not applicable to the company in respect of repayment of principal amount.
- c) There are no overdue amounts in respect of the loans granted to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Companies Act, 2013 (The Act).

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantee and security made.

(v) In our opinion, and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year. Therefore, the provisions of Sec 73 to 76



and the rules framed there under are not applicable to the Company. Accordingly, the provisions of Clause 3 (v) of the Order are not applicable to the Company.

(vi) The maintenance of cost records has not been prescribed by the Central Government under section 148(1) of the Companies Act, 2013 in respect of the Company's operations. Therefore, the provisions of Clause 3 (vi) of the Order are not applicable to the Company.

(vii)

a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident fund, Employee state insurance, Income-tax, Sales tax, Value added tax, Duty of customs, Service tax, Goods and service tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident fund, Employee state insurance, Income-tax, Sales tax, Value added tax, Duty of customs, Duty of excise, Service tax, Goods and service tax, Cess and other material statutory dues were in arrears as at 31<sup>st</sup> March 2021 for a period of more than six months from the date they became payable.

c) According to the information and explanations given to us, there are no material statutory dues including Income tax, Sales tax, Service tax, Duty of customs, Duty of excise, Value added tax, Goods and service tax, cess and any other material statutory dues pending for deposit with the appropriate authorities on account of any dispute except those were disclosed in the note no.37 as a part of financials.

(viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.

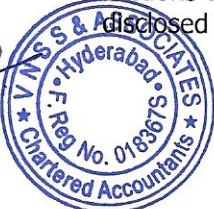
(ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). The Company has raised CESL & GECL loans from Banks during the year as per RBI guidelines and have been applied for the purposes for which they were raised. No other term loans outstanding at the beginning of the year and no term loans raised during the year.

(x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with 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 financial statements as required by the applicable accounting standards.



- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully / partly convertible debentures during the year. So, there was no comment on utilization of such funds.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him during the Financial year. Accordingly, the provisions of paragraph 3(xv) of the Order is not applicable.
- (xvi) According to the information and explanations given to me and based on my examination of the records of the company, the Company is not required to get registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3 (xvi) of the Order are not applicable to the Company

**For V N S S & Associates**

Chartered Accountants



**V N S Srinivasa Rao**

Proprietor

M.No. 225281

Firm Regn No. 018367S



**Place:** Hyderabad

**Date:** 08<sup>th</sup> Dec 2021

**UDIN:**

## **Annexure – B to the Auditors' Report**

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

We have audited the internal financial controls over financial reporting of **M/s SAI RETAIL INDIA LIMITED** ("the Company") as of 31<sup>st</sup> March 2021 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that





transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 31<sup>st</sup> March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For V N S S & Associates**

Chartered Accountants



**V N S Srinivasa Rao**

Proprietor

M.No. 225281

Firm Regn No. 018367S



**Place:** Hyderabad

**Date:** 08<sup>th</sup> Dec 2021

**UDIN:**

## SAI RETAIL INDIA LIMITED

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD  
RANGAREDDY, TELANGANA, PIN: 500030

BALANCE SHEET as on 31-Mar-2021

CIN: U52100TG2013PLC091552

Particulars	Note No.	Amount INR	
		As At 31.03.2021	As At 31.03.2020
<b>A Equity and Liabilities:</b>			
<b>Shareholders' funds</b>			
Share capital	1	18,55,55,550	18,55,55,550
Reserves and Surplus	2	19,09,97,561	17,72,61,988
Money received against share warrants		-	-
<b>Share application money pending allotment</b>	3	-	-
<b>Non-current liabilities</b>			
Long-term borrowings	4	7,51,37,855	59,80,814
Deferred tax liabilities (net)		9,81,218	8,63,374
Other long-term liabilities	5	1,06,20,31,201	-
Long-term provisions	6	28,71,801	24,25,645
<b>Current liabilities</b>			
Short-term borrowings	7	64,80,58,838	66,31,03,445
Trade payables	8		
- Total outstanding dues of micro enterprises and small enterprises		-	-
- total outstanding dues of creditors other than micro enterprises and small enterprises		65,31,78,246	75,79,14,692
Other current liabilities	9	5,41,69,404	3,21,76,452
Short-term provisions	10	41,43,264	87,43,392
<b>TOTAL</b>		<b>2,87,71,24,938</b>	<b>1,83,40,25,353</b>
<b>B Assets:</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	11		
Tangible assets		6,57,18,234	7,26,23,187
Intangible assets		-	-
Capital work-in-progress		-	-
Intangible assets under development		-	-
Non-Current Investments		-	-
Deferred tax assets (net)		-	-
Long-term loans and advances	12	3,37,87,680	3,37,87,680
Other Non-Current Assets	13	1,02,74,990	97,38,744
<b>Current assets</b>			
Current investments		-	-
Inventories	14	1,64,40,75,180	1,67,35,94,031
Trade receivables	15	1,06,29,15,833	4,51,552
Cash and Bank Balances	16	1,87,69,490	43,21,474
Short-term loans and advances	17	4,15,83,530	3,95,08,685
Other Current Assets	18	-	-
<b>TOTAL</b>		<b>2,87,71,24,938</b>	<b>1,83,40,25,353</b>

Other relevant Notes to Financial Statements

26 to 42

As per my audit report of even date

For V N S S &amp; Associates

Chartered Accountants

V N S Srinivasa Rao

Proprietor

Membership No. 225281

F. No. 018367S

Place: Hyderabad

Date: 08-Dec-2021

For and on behalf of the board



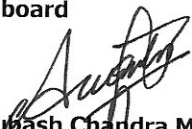
Ch.N.K.D.Prasad

Director

DIN: 01929166

Srinivas Prasad Digumarthi

Chief Financial Officer



A.Subash Chandra Mohan

Director

DIN: 01967361

Saumya Awasthi

Company Secretary

**SAI RETAIL INDIA LIMITED**

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD  
RANGAREDDY, TELANGANA, PIN: 500030

**Statement of Profit and Loss for the period ended 31-Mar-2021**

CIN: U52100TG2013PLC091552

Amount INR

Particulars	Note No.	For the Period from 01.04.2020 to 31.03.2021	For the Period from 01.04.2019 to 31.03.2020
<b>A Continuing Operations:</b>			
<b>I</b> Revenue from operations	19	4,43,76,81,283	8,68,95,69,817
<b>II</b> Other income	25	1,04,09,263	26,82,846
<b>III Total Revenues (I + II)</b>		<b>4,44,80,90,547</b>	<b>8,69,22,52,664</b>
<b>IV Expenses</b>			
Cost of materials consumed		-	-
Purchases of stock-in-trade	20	4,13,45,73,720	8,51,14,49,765
Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	2,77,70,577	(24,98,99,315)
Employee Benefit Expenses	22	10,16,78,765	17,52,92,921
Finance Costs	24	7,63,96,232	7,78,42,748
Depreciation and amortisation expense	11	72,35,286	38,91,083
Other expenses	23	8,16,83,547	11,63,97,559
<b>Total Expenses</b>		<b>4,42,93,38,127</b>	<b>8,63,49,74,761</b>
<b>V Profit / (Loss) before exceptional &amp; extraordinary items and tax (III - IV)</b>		<b>1,87,52,419</b>	<b>5,72,77,903</b>
<b>VI</b> Exceptional items		-	-
<b>VII Profit / (Loss) before extraordinary items and tax (V - VI)</b>		<b>1,87,52,419</b>	<b>5,72,77,903</b>
<b>VIII</b> Extraordinary items		-	-
<b>IX Profit / (Loss) before tax (VII - VIII)</b>		<b>1,87,52,419</b>	<b>5,72,77,903</b>
<b>X Tax expense:</b>		50,16,846	1,49,20,087
Provision for Income Tax			
Current Year		50,28,800	1,45,06,400
Previous Year		-1,29,798	-
Provision for Deferred Tax		1,17,844	4,13,687
<b>XI Profit/(Loss) from continuing operations (IX - X)</b>		<b>1,37,35,573</b>	<b>4,23,57,816</b>
<b>B Discontinuing Operations</b>			
<b>XII</b> Profit / (Loss) from discontinuing operations (before tax)		-	-
<b>XIII</b> Tax expense of discontinuing operations		-	-
<b>XIV</b> Profit / (Loss) from discontinuing operations (after tax) (XII - XIII)		-	-
<b>C Total Operations</b>			
<b>XV Profit / (Loss) for the year (XI + XIV)</b>		<b>1,37,35,573</b>	<b>4,23,57,816</b>
<b>XVI</b> Earnings per equity share:			
- Basic		0.74	2.30
- Diluted		0.74	2.30
Other relevant Notes to Financial Statements	26 to 42		

As per my audit report of even date

**For V N S S & Associates**

Chartered Accountants

*V N S Srinivasa Rao*

**V N S Srinivasa Rao**

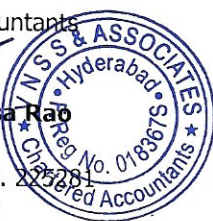
Proprietor

Membership No. 2256201

F. No. 018367S

Place: Hyderabad

Date: 08-Dec-2021



**For and on behalf of the board**

*Ch.N.K.D.Prasad*

**Ch.N.K.D.Prasad**

Director

DIN: 01929166

*Srinivas Prasad Digumarthi*

**Srinivas Prasad Digumarthi**

Chief Financial Officer

*A.Subash Chandra Mohan*

**A.Subash Chandra Mohan**

Director

DIN: 01967361

*Saumya Awasthi*

**Saumya Awasthi**

Company Secretary

## SAI RETAIL INDIA LIMITED

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD  
RANGAREDDY, TELANGANA, PIN: 500030

## Cash Flow Statement for the Year ended 31-Mar-2021

CIN: U52100TG2013PLC091552

Particulars	Amount INR	
	For the Period from 01.04.2020 to 31.03.2021	For the Period from 01.04.2019 to 31.03.2020
<b>A. Cash flow from Operating activities</b>		
Net Profit before tax as per Profit and loss account	1,87,52,419	5,72,77,903
Adjustments		
(Profit) / Loss on sale of fixed assets (net)	(32,397)	(6,65,602)
(Profit) / Loss on sale of investments (net)	-	-
Depreciation and Amortisation Expense	72,35,286	38,91,083
Preliminary Expenditure Written Off	-	-
Interest on FDs	(6,14,311)	(6,14,311)
Rental Income	(25,84,000)	(11,04,000)
Effect of Exchange Rate change	-	-
Finance Costs	7,63,96,232	7,78,42,748
	9,91,53,230	13,66,27,821
(Increase)/Decrease in Trade Receivables	(1,06,24,64,282)	(46,996)
(Increase)/Decrease in Inventories	2,95,18,851	(25,67,35,559)
Increase/(Decrease) in Trade Payables	(10,47,36,446)	26,23,74,546
Changes in Other Current Assets	(20,74,845)	(1,37,69,863)
Increase/(Decrease) in Other Current Liabilities	2,19,92,952	(1,11,76,412)
Increase/(Decrease) in Short term Provisions	12,768	18,287
Cash generated from Operations	(1,01,85,97,772)	11,72,91,824
Direct Taxes paid	(95,11,898)	(2,79,08,295)
Net Cash from Operating activities	(1,02,81,09,670)	8,93,83,529
<b>B. Cash flow from Investing Activities</b>		
(Purchase) / Sale of Fixed Assets (Net)	(2,97,936)	(4,10,08,840)
Capital Work-in-progress	-	-
(Purchase) / Sale of Investments (Net)	-	-
(Increase)/Decrease in Other Non Current Assets	(5,36,246)	(5,64,223)
(Increase)/Decrease in L.T Loans & Advances	-	(43,69,680)
Increase/(Decrease) in Other Long Term Liab. / Long Term Prov.	1,06,24,77,357	8,39,875
Interest on FDs	6,14,311	6,14,311
Rental Income	25,84,000	11,04,000
Cash flow before exceptional items	1,06,48,41,486	(4,33,84,557)
Exceptional Items	-	-
Net Cash from Investment Activities	1,06,48,41,486	(4,33,84,557)
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from issue of Share Capital/ Share Application Money	-	99,99,990
Proceeds / (Repayment) from Borrowings	5,41,12,433	1,01,88,332
Finance Costs	(7,63,96,232)	(7,20,40,023)
Net cash used in financing activities	(2,22,83,799)	(5,18,51,701)
<b>Net (Decrease) / Increase in cash and cash equivalents</b>	<b>1,44,48,017</b>	<b>(58,52,728)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>43,21,474</b>	<b>1,01,74,202</b>
<b>Cash and Cash equivalents at the end of the year</b>	<b>1,87,69,491</b>	<b>43,21,474</b>

As per my audit report of even date

For V N S S &amp; Associates

Chartered Accountants

V N S Srinivasa Rao

Proprietor

Membership No. 25781

F. No. 018367S

Place: Hyderabad

Date: 08-Dec-2021



For and on behalf of the board

Ch.N.K.D.Prasad

Director

DIN: 01929166

Srinivas Prasad Digumarthi

Chief Financial Officer

A.Subash Chandra Mohan

Director

DIN: 01967361

Saumya Awasthi

Company Secretary

**SAI RETAIL INDIA LIMITED**

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

**Notes forming part of Financial Statements As At 31.03.2021****Note No 1 Share Capital****Amount INR**

S. No.	Particulars	As At 31.03.2021		As At 31.03.2020	
		Number	Amount	Number	Amount
(i)	<b>Authorised</b> Equity Shares of Rs. 10/- each with Voting Rights	2,50,00,000	25,00,00,000	2,50,00,000	25,00,00,000
(ii)	<b>Issued, Subscribed and Paid up</b> Equity Shares of Rs. 10/- each fully paid up with Voting Rights	1,85,55,555	18,55,55,550	1,85,55,555	18,55,55,550
	<b>Total</b>	<b>1,85,55,555</b>	<b>18,55,55,550</b>	<b>1,85,55,555</b>	<b>18,55,55,550</b>

**(a) Reconciliation of number of shares:**

S.No.	Particulars	As At 31.03.2021		As At 31.03.2020	
		Number	Amount	Number	Amount
1	Equity Shares outstanding at the beginning of the year	1,85,55,555	18,55,55,550	1,80,00,000	18,00,00,000
2	Equity Shares Issued during the year			5,55,555	55,55,550
3	Equity Shares bought back during the year				
4	Equity Shares outstanding at the end of the year	<b>1,85,55,555</b>	<b>18,55,55,550</b>	<b>1,85,55,555</b>	<b>18,55,55,550</b>

**(b) Rights, preferences and restrictions attached to shares:**

The company has only one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in the case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

**(c) Details of shares held by Shareholders holding more than 5 % of the shares in the company:**

S.No.	Particulars	As At 31.03.2021		As At 31.03.2020	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
	<u>Equity Shares with Voting Rights</u>				
1	Naga Kanaka Durga Prasad Chalavadi	1,25,55,505	67.66%	1,25,55,505	67.66%
2	Kalyana Srinivas Annam	22,50,000	12.13%	22,50,000	12.13%
3	Doondeswara Kanaka Durga Rao Chalavadi	11,25,000	6.06%	11,25,000	6.06%
4	Mohana Durga Rao Chalavadi	11,25,000	6.06%	11,25,000	6.06%

The Share holding of Mr. Subhash Chandra Moahn Annam & Mr. Venkata Rajesh Annam was not shown above due to decrease in % of Share Holding to below 5%.

**(d) Aggregate number and class of shares allotted as fully paid up for consideration other than cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date\***

S. No.	Particulars	No. of shares		No. of shares	
		As At 31.03.2021	As At 31.03.2020	As At 31.03.2020	As At 31.03.2019
		Nil	Nil	Nil	Nil

\*The Company was incorporated on 06th Dec'2013 under Part-IX Conversion as prescribed in the Companies Act,1956.

( e ) Disclosure under Clause (f) and (h) of the Note 6(A) to the Schedule III of the Companies Act,2013 is not applicable, as the company has no Holding / Subsidiary companies and the company has not reserved any shares for issue under options or under any contracts /commitments for the sale of shares / disinvestment.

( f ) Disclosure under Clause (J) to (L) of the Note 6(A) to the Schedule III of the Companies Act,2013 is not applicable, as the company has not issued any securities other than equity shares. It has no unpaid calls for such shares or no forfeited shares.



**SAI RETAIL INDIA LIMITED**

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

**Notes forming part of Financial Statements As At 31.03.2021**

Note No.	Particulars	Amount INR	
		As At 31.03.2021	As At 31.03.2020
<b>2</b>	<b>Note: Reserves &amp; Surplus</b>		
	Securities Premium Account		
	As per last Balance Sheet	44,44,440	-
	(+) Additions during the year on account of shares issued during the year	-	44,44,440
	Closing Balance	<b>44,44,440</b>	<b>44,44,440</b>
	Profit and Loss Account		
	As per last Balance Sheet	17,28,17,548	13,04,59,732
	(+) Net Profit for the current year	1,37,35,573	4,23,57,816
	(+) Transfer from Reserves		
	(-) Net Loss for the current year		
	(-) Proposed Dividends		
	(-) Interim Dividends		
	Closing Balance	<b>18,65,53,121</b>	<b>17,28,17,548</b>
	<b>Total</b>	<b>19,09,97,561</b>	<b>17,72,61,988</b>
<b>3</b>	<b>Note: Share Application money pending allotment</b>		
	Total Amount	-	-



**SAI RETAIL INDIA LIMITED**

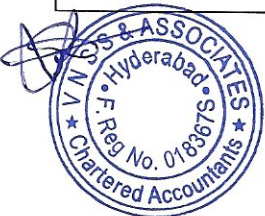
MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD  
**Notes forming part of Financial Statements As At 31.03.2021**

Note No.	Particulars	As At 31.03.2021	Amount INR As At 31.03.2020
<b>4</b>	<b>Note: Long Term Borrowings</b>		
	Secured		
	<b>Term Loans from Banks #</b>		
	Total Outstanding of Term Liabilities	8,35,02,557	-
	Less: Current meturities of which shown seperately in note no. 9	(1,20,39,226)	-
	Long Term Portion of Term Liabilities - A	<u>7,14,63,331</u>	-
	<b>Vehicle Loans from Banks #</b>		
	Total Outstanding of Vehicle Loans	34,85,770	63,55,277
	Less: Current meturities of which shown seperately in note no. 9	(28,11,246)	(33,74,462)
	Long Term Portion of Vehicle Loans - B	<u>6,74,524</u>	29,80,814
	<b>Total (A + B)</b>	<b><u>7,21,37,855</u></b>	<b><u>29,80,814</u></b>
	<b># For details Refer Note No 36</b>		
	Unsecured		
	Loans from Related Parties	-	-
	Others (Inter corporate Borrowings) *	30,00,000	30,00,000
		<b><u>7,51,37,855</u></b>	<b><u>59,80,814</u></b>
	<b>*Repayable on Demand</b>		
<b>5</b>	<b>Note: Other Longterm Liabilities</b>		
	Long Term Trade Payables	1,06,11,31,201	-
	Other Liabilites*	9,00,000	-
		<b><u>1,06,20,31,201</u></b>	<b><u>-</u></b>
	<b>* Rent Deposit Received</b>		
<b>6</b>	<b>Note: Long Term Provisions</b>		
	Provisions - Others*	28,71,801	24,25,645
	Provision-Income Tax (Prev Years)	-	-
		<b><u>28,71,801</u></b>	<b><u>24,25,645</u></b>
	<b>* Pertains to gratuity liability which is recognised based on Actuarial Valuation method as detailed in Note no. 28</b>		
<b>7</b>	<b>Note: Short Term Borrowings</b>		
	Secured		
	Loans repayable on demand from Banks	62,48,99,864	63,99,44,472
	Loans repayable on demand from Others		
	Unsecured		
	Loans from Related Parties^	2,31,58,973	2,31,58,973
	Others	-	-
		<b><u>64,80,58,838</u></b>	<b><u>66,31,03,445</u></b>

^The Company has borrowed from ChNKD Prasad (Director) on the following terms & conditions:

**Terms & Conditions**

Rate of Interest	Nil
Security	Unsecured
Terms of Repayment	Repayable on Demand



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**SAI RETAIL INDIA LIMITED**

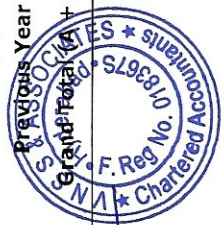
MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

Notes forming part of Financial Statements As At 31.03.2021

**Note 11 Property, Plant and Equipment**

Amount INR

S. No.	Particulars	Gross Block									Amount INR
		Balance As At 01.04.2020	Additions	Disposals	Acquisitions through business combination	Reclassified as held for sale	Revaluation increase	Effect of foreign exchange differences	Borrowing cost capitalised	Other Adj.	
1		2	3	4	5	6	7	8	9	10 = 1+2-3+4-5+6-7+8-9	
<b>A</b>	<b>Tangible assets :</b>										
(a)	Civil Works										
	Owned	1,17,61,371	-	-	-	-	-	-	-	1,17,61,371	
	Taken under finance lease	-	-	-	-	-	-	-	-	-	
	Given under operating lease	-	-	-	-	-	-	-	-	-	
(b)	Plant & Machinery										
	Owned	1,08,85,236	-	-	-	-	-	-	-	1,08,85,236	
	Taken under finance lease	-	-	-	-	-	-	-	-	-	
	Given under operating lease	-	-	-	-	-	-	-	-	-	
(c)	Computers & Software *										
	Owned	43,99,271	1,19,436	-	-	-	-	-	-	45,18,707	
	Taken under finance lease	-	-	-	-	-	-	-	-	-	
	Given under operating lease	-	-	-	-	-	-	-	-	-	
(d)	Furniture and Fixtures										
	Owned	4,10,98,994	2,38,500	-	-	-	-	-	-	4,13,37,494	
	Taken under finance lease	-	-	-	-	-	-	-	-	-	
	Given under operating lease	-	-	-	-	-	-	-	-	-	
(e)	Vehicles										
	Owned	1,25,44,383	-	5,56,616	-	-	-	-	-	1,19,87,767	
	Taken under finance lease	-	-	-	-	-	-	-	-	-	
	Given under operating lease	-	-	-	-	-	-	-	-	-	
	<b>Total (A)</b>	<b>8,06,89,255</b>	<b>3,57,936</b>	<b>5,56,616</b>	-	-	-	-	-	<b>8,04,90,575</b>	
	<b>Previous Year</b>	<b>(4,54,23,412)</b>	<b>(4,20,08,840)</b>	<b>(67,42,996)</b>	-	-	-	-	-	<b>(8,06,89,255)</b>	
<b>B</b>	<b>Intangible assets</b>										
	<b>Total (B)</b>	-	-	-	-	-	-	-	-	-	
	<b>Previous Year</b>	-	-	-	-	-	-	-	-	-	
	<b>Grand Total (A + B)</b>	<b>8,06,89,255</b>	<b>3,57,936</b>	<b>5,56,616</b>	-	-	-	-	-	<b>8,04,90,575</b>	



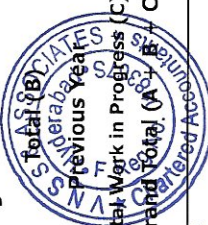
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S. No.	Particulars	Accumulated depreciation and impairment										Net block	
		Balance As At 01.04.2020	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Eliminated on reclassification on as held for sale	Impairment losses recognised in statement of profit and loss	Reversal of impairment losses recognised in Statement of Profit and Loss	Other adjustments	Balance As At 31.03.2021	Balance As At 31.03.2021	Balance As At 31.03.2020		
		11	12	13	14	15	16	17	18= sum(11:17)	19= (10-18)	20= (1 - 11)		
<b>A Tangible assets :</b>													
(a)	Civil Works												
	Owned	6,00,725	1,86,103	-	-	-	-	-	7,86,828	1,09,74,544	1,11,60,647		
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-		
	Given under operating lease	-	-	-	-	-	-	-	-	-	-		
(b)	Plant & Machinery												
	Owned	10,45,058	6,89,025	-	-	-	-	-	17,34,083	91,51,153	98,40,178		
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-		
	Given under operating lease	-	-	-	-	-	-	-	-	-	-		
(c)	Computers & Software *												
	Owned	24,12,084	10,22,535	-	-	-	-	-	34,34,619	10,84,088	19,87,187		
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-		
	Given under operating lease	-	-	-	-	-	-	-	-	-	-		
(d)	Furniture and Fixtures												
	Owned	19,09,122	39,16,140	-	-	-	-	-	58,25,262	3,55,12,231	3,91,89,871		
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-		
	Given under operating lease	-	-	-	-	-	-	-	-	-	-		
(e)	Vehicles												
	Owned	20,99,079	14,21,483	5,29,013	-	-	-	-	29,91,549	89,96,218	1,04,45,304		
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-		
	Given under operating lease	-	-	-	-	-	-	-	-	-	-		
	<b>Total (A)</b>	<b>80,66,068</b>	<b>72,35,286</b>	<b>5,29,013</b>	-	-	-	-	<b>1,47,72,341</b>	<b>6,57,18,234</b>	<b>7,26,23,187</b>		
	<b>Previous Year</b>	<b>(1,05,83,583)</b>	<b>(38,91,083)</b>	<b>(64,08,598)</b>	-	-	-	-	<b>(80,66,068)</b>	<b>(7,26,23,187)</b>	<b>(3,48,39,828)</b>		
<b>B Intangible assets</b>													
<b>Total (B)</b>													
<b>Previous Year</b>													
<b>Total (A+B+C)</b>													
<b>Previous Year</b>													
<b>Capital Work in Progress (C)</b>													
<b>Grand Total (A+B+C)</b>													
		<b>80,66,068</b>	<b>72,35,286</b>	<b>5,29,013</b>	-	-	-	-	<b>1,47,72,341</b>	<b>6,57,18,234</b>	<b>7,26,23,187</b>		



## SAI RETAIL INDIA LIMITED

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

## Notes forming part of Financial Statements As At 31.03.2021

Note No.	Particulars	Amount INR	
		As At 31.03.2021	As At 31.03.2020
<b>8</b>	<b>Note: Trade Payables</b>		
	Dues to Micro Enterprises and Small Enterprises	-	-
	Dues to Others	65,31,78,246	75,79,14,692
		<b>65,31,78,246</b>	<b>75,79,14,692</b>
	* The details of amounts outstanding to Micro and Small Enterprises based on available information with the company is as under:		
	1. Principal amount due and remaining unpaid as at year end	-	-
	2. Interest due on above and remaining unpaid as at year end	-	-
	3. Principal amount paid beyond the appointed day during the year	-	-
	4. Interest paid on payments made beyond the appointed day during the year U/Sec 16 of MSMED Act, 2006	-	-
	5. Interest due and Payable on payments made beyond the appointed day during the year otherthan MSMED Act, 2006	-	-
	6. Interest remaining due and payable for the period of delay in earlier years	-	-
	The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.		
<b>9</b>	<b>Note: Other Current Liabilities</b>		
	Current Maturities of Long Term Debt (Secured)		
	- Term loans from Banks	1,20,39,226	-
	- Vehicle Loans	28,11,246	33,74,462
	Interest Accrued but not due on Borrowings	-	58,02,725
	Advances received from Customers	-	-
	Share application money received / Refund	-	-
	Other Payables#	3,93,18,932	2,29,99,265
		<b>5,41,69,404</b>	<b>3,21,76,452</b>
	<u># Other Payables include</u>		
	Statutory Liabilities	66,63,388	23,05,067
	Expenses Payable	3,26,55,544	2,06,94,198
<b>10</b>	<b>Note: Short Term Provisions</b>		
	Provisions for Employee Benefits*	3,21,488	3,08,720
	Provisions - Others:		
	Provision for Taxes	38,21,776	84,34,672
		<b>41,43,264</b>	<b>87,43,392</b>
	* Pertains to gratuity liability which is recognised based on Actuarial Valuation method as detailed in Note no. 28		
<b>12</b>	<b>Note: Long Term Loans &amp; Advances</b>		
	(a) Capital Advances	-	-
	(b) Security (Rent & Electricity) Deposits	3,37,87,680	3,37,87,680
	(c) Loans & Advances to related parties	-	-
	(d) Loans & Advances to Employees	-	-
	(e) Prepaid Expenses	-	-
	(f) Advance Income Tax (Unsecured, Considered good)	-	-
	(g) MAT Credit Entitlement	-	-
	(h) Balances with Government Authorities	-	-
	(i) Other Loans & Advances	-	-
		<b>3,37,87,680</b>	<b>3,37,87,680</b>



## SAI RETAIL INDIA LIMITED

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

## Notes forming part of Financial Statements As At 31.03.2021

Note No.	Particulars	Amount INR	
		As At 31.03.2021	As At 31.03.2020
<b>13</b>	<b>Note: Other Non-Current Assets</b>		
	(a) Long-term trade receivables	-	-
	(b) Unamortised expenses ( to the extent not written off or not adj.)		
	(i) Ancillary borrowing costs	-	-
	(ii) Share issue expenses	-	-
	(iii) Discount on shares	-	-
	(iv) Other Expenses Preliminary Expenditure	-	-
	(c) Accruals	-	-
	(d) Other Non-current Assets Bank Fixed Deposit Accounts	1,02,74,990	97,38,744
		<b>1,02,74,990</b>	<b>97,38,744</b>
<b>14</b>	<b>Note: Inventories:</b>		
	(a) Raw materials Goods-in-transit	-	-
	(b) Work-in-progress Goods-in-transit	-	-
	(c) Finished goods (other than those acquired for trading) Goods-in-transit	-	-
	(d) Stock-in-trade (acquired for trading) Goods-in-transit	1,63,89,87,210	1,66,67,57,786
	(e) Stores and spares Goods-in-transit	-	-
	(f) Loose tools Goods-in-transit	-	-
	(g) Others (Packing Material, etc.,) Goods-in-transit	50,87,970	68,36,244
		<b>1,64,40,75,180</b>	<b>1,67,35,94,031</b>
	<b>* Mode of valuation:</b> At lower of cost or net realisable value		
<b>15</b>	<b>Note: Trade Receivables</b>		
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	-
	Other Trade Receivables		
	Secured, considered good	-	-
	Unsecured, considered good	1,06,29,15,833	4,51,552
	Doubtful	-	-
		1,06,29,15,833	4,51,552
	Less: Provision for doubtful trade receivables		
		<b>1,06,29,15,833</b>	<b>4,51,552</b>
	Note: Trade Receivables include amounts due from		
	Directors	-	-
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Companies in which any director is a director or member	1,06,15,27,619	-



## SAI RETAIL INDIA LIMITED

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

## Notes forming part of Financial Statements As At 31.03.2021

Note No.	Particulars	Amount INR	
		As At 31.03.2021	As At 31.03.2020
<b>16</b>	<b>Note: Cash and Bank Balances</b>		
	(a) Cash and Cash Equivalents		
	(i) Balances with banks;		
	In Deposit Accounts	-	-
	In Current Accounts	1,67,49,817	19,25,826
	(ii) Cheques, drafts on hand	-	-
	(iii) Cash on hand	20,19,673	23,95,648
	(b) Other Bank balances (FDs)	-	-
		<b>1,87,69,490</b>	<b>43,21,474</b>
<b>17</b>	<b>Note: Short Term Loans &amp; Advances</b>		
	(a) Loans and advances to related parties	-	-
	(b) Security deposits	-	-
	(c) Loans and advances to employees		
	Secured, considered good	-	-
	Unsecured, considered good	1,48,56,724	1,45,06,935
	Doubtful	-	-
	(d) Prepaid expenses - Unsecured, considered good	21,93,330	8,70,206
	(e) Balances with government authorities		
	Unsecured, considered good		
	Advance Tax and TDS	-	-
	GST / VAT Credit	2,45,33,476	2,35,82,902
	(f) Inter-corporate deposits	-	-
	(g) Advances to Suppliers		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Doubtful	-	-
	(h) Other Loans & Advances*	-	5,48,642
		4,15,83,530	3,95,08,685
	Less: Provision for other doubtful loans and advances	-	-
		<b>4,15,83,530</b>	<b>3,95,08,685</b>
	* It includes Advances given to Creditors for Expenses		
	Note: Short Term Loans & Advances include amounts due from		
	Directors	-	-
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Companies in which any director is a director or member	-	-
<b>18</b>	<b>Note: Other Current Assets</b>		
	(a) Unbilled revenue		
	(b) Unamortised expenses		
	(c) Accruals		
	(d) Other Current Assets	-	-
		-	-



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**SAI RETAIL INDIA LIMITED**

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

**Notes forming part of Financial Statements As At 31.03.2021**

Note No.	Particulars	Amount INR	
		For the Period from 01.04.2020 to 31.03.2021	For the Period from 01.04.2019 to 31.03.2020
<b>19</b>	<b>Note: Revenue from Operations</b>		
	Sale of products		
	Domestic	4,43,76,81,283	8,68,95,69,817
	Export	-	-
		<b>4,43,76,81,283</b>	<b>8,68,95,69,817</b>
	<b>Sales of traded goods under broad heads:</b>		
	<b>Description</b>	<b>For the Period from 01.04.2020 to 31.03.2021</b>	<b>For the Period from 01.04.2019 to 31.03.2020</b>
	Sarees and other textiles products	4,43,76,81,283	8,68,95,69,817
	Others	-	-
	<b>Total</b>	<b>4,43,76,81,283</b>	<b>8,68,95,69,817</b>
<b>20</b>	<b>Note: Purchases</b>		
	Purchases	4,10,36,51,091	8,46,26,38,602
	Less : Discount on Purchases	-	-
	Add :		
	Other Direct Expenses	3,09,22,629	4,88,11,163
		<b>4,13,45,73,720</b>	<b>8,51,14,49,765</b>
	<b>Purchases of traded goods under broad heads:</b>		
	<b>Description</b>	<b>For the Period from 01.04.2020 to 31.03.2021</b>	<b>For the Period from 01.04.2019 to 31.03.2020</b>
	Sarees and other textiles products	4,10,36,51,091	8,46,26,38,602
	Others	-	-
	<b>Total</b>	<b>4,10,36,51,091</b>	<b>8,46,26,38,602</b>
<b>21</b>	<b>Note: Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>		
	<u>Inventories at the end of the year:</u>		
	Finished goods (acquired for trading)	1,63,89,87,210	1,66,67,57,786
	Work-in-progress		
	Stock-in-trade		
		1,63,89,87,210	1,66,67,57,786
	<u>Inventories at the beginning of the year:</u>		
	Finished goods (acquired for trading)	1,66,67,57,786	1,41,68,58,472
	Work-in-progress		
	Stock-in-trade		
		1,66,67,57,786	1,41,68,58,472
	<b>Net increase / (decrease)</b>	<b>(2,77,70,577)</b>	<b>24,98,99,315</b>



**SAI RETAIL INDIA LIMITED**

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

**Notes forming part of Financial Statements As At 31.03.2021**

Note No.	Particulars	Amount INR	
		For the Period from 01.04.2020 to 31.03.2021	For the Period from 01.04.2019 to 31.03.2020
<b>22</b>	<b>Note: Employee Benefit Expenses</b>		
	Manpower Expenses	8,42,58,448	13,97,45,817
	Directors Remuneration	28,58,952	38,79,032
	Staff Leave Encashment	11,99,614	88,31,225
	Staff Welfare	32,92,163	1,45,92,178
	Contributions to PF,ESI	7,50,896	10,43,974
	Gratuity Provision	4,58,925	8,58,161
	Bonus	88,59,768	63,42,534
		<b>10,16,78,765</b>	<b>17,52,92,921</b>
<b>23</b>	<b>Note: Other Expenses</b>		
	<u>Admin Expenses</u>		
	Audit Fee	1,50,000	75,000
	Directors Sitting Fees	80,000	15,000
	Traveling Expenses	44,800	50,51,353
	Boarding & Lodging Expenses	86,073	49,89,392
	Fuel Expenses for Vehicles	38,23,017	58,84,185
	Consultation Expenses	87,95,980	86,86,737
	Insurance	19,07,031	18,97,835
	General Expenses	11,41,462	51,00,653
	Electrical Charges	23,60,606	40,46,368
	Printing & Stationery	1,04,083	9,99,134
	Rent Expenses	2,64,33,481	3,95,49,964
	Security Charges	22,18,438	46,27,702
	Repairs & Maintenance	96,32,016	39,36,028
	Rates & Taxes	18,67,778	11,38,541
	Communication Expenses	7,43,314	10,93,948
	<u>Selling Expenses</u>		
	Advertisement & Photoshoot Expenses	35,48,996	92,946
	Business Promotion	4,64,068	85,879
	Carriage Outward	90,05,882	1,49,62,263
	Packing Material	92,76,523	1,41,64,632
		<b>8,16,83,547</b>	<b>11,63,97,559</b>
<b>24</b>	<b>Note: Finance Costs</b>		
	Interest Expense		
	Interest on Working Capital	6,93,10,304	6,93,05,737
	Interest on Vehicle Loans	4,93,216	5,52,420
	Interest on Others*	16,64,444	27,78,066
	Other Borrowing Costs:		
	Loan Processing Charges	42,98,610	49,35,618
	Other Bank Charges	6,29,659	2,70,908
		<b>7,63,96,232</b>	<b>7,78,42,748</b>
<b>25</b>	<b>Note: Other Income</b>		
	Rental Income	25,84,000	11,04,000
	Sale of Non Trade Items	71,78,555	2,54,517
	Interest on FD	6,14,311	6,58,727
	Profit / (Loss) on Sale of Fixed Assets	32,397	6,65,602
		<b>1,04,09,263</b>	<b>26,82,846</b>

\* It includes, Interest on Income Tax and TDS



**SAI RETAIL INDIA LIMITED**

**Notes forming part of Financial Statements As At 31.03.2021**

Note No.	Particulars	Amount INR	
		FY 2020-21	FY 2019-20
<b>26</b>	<b>Note: Auditors Remuneration</b>		
	Payments to Auditors comprises:		
	As Auditors - Statutory Audit	1,00,000	50,000
	For taxation matters	50,000	25,000
	For company law matters	-	-
	For management services	-	-
	For other services	-	-
	Reimbursement of Expenses	-	-

**27 Note: Deferred Tax Asset / (Liability) for the Period**

On account of Depreciation and Amortisation	(2,33,346)	(4,75,520)
On account of Gratuity	1,15,502	61,833

**28 Note: Retirement Benefits :**

The Gratuity liability is recognised based on Actuarial Valuation method  
The following table sets forth the status of Gratuity plan of the company and amounts recognised in Balance sheet (computed according to Revised AS-15) :

Particulars	FY 2020-21	FY 2019-20
Opening defined benefit obligation	27,34,365	18,76,204
Interest cost	1,85,117	1,43,530
Current services cost	6,40,778	6,64,606
Benefits paid		-
Actuarial (gains)/losses on obligation	-3,66,971	50,025
<b>Closing defined benefit obligation</b>	<b>31,93,289</b>	<b>27,34,365</b>
<b>Assumptions :</b>		
Date of Valuation	31-Mar-21	31-Mar-20
Normal Retirement age	60 years	60 years
Salary Growth Rate (Per Annum)	4.00%	4.00%
Discount Rate (Per Annum)	6.92%	6.77%
Mortality Rate (as % of IALM (2012-014) Ult. Mortality Table)	100.00%	100.00%
Disability Rate (as % of above mortality rate)	0.00%	0.00%
Withdrawal Rate	5.00%	5.00%
Adjusted Average Future Service	12.25 Years	12.49 Years
<b>GRATUITY LIABILITY</b>		
Short Term Liability	3,21,488	3,08,720
Long Term Liability	28,71,801	24,25,645
<b>TOTAL NET LIABILITY</b>	<b>31,93,289</b>	<b>27,34,365</b>



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**SAI RETAIL INDIA LIMITED**

Notes forming part of Financial Statements As At 31.03.2021

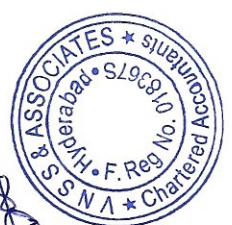
Note No.

**29 Related Party Disclosures**

S.No.	Name of the Related Party	Nature of Relationship
1	CHNKD Prasad	Director
2	Annam Kalyan Srinivas	Director
3	Annam Subash Chandra Mohan	Wholetime Director
4	Sai Silks (Kalamandir) Limited	Enterprise over which Directors having Significant Influence (EDS)
5	Soul of Pluto Tech LLP	Enterprise over which Directors having Significant Influence (EDS)
6	Saumya Awasthi	Company Secretary
7	Lakshmi Satyasri Nekkanti	Independent Director
8	Baba Mohammed	Independent Director
9	Srinivas Prasad Digumarthy	CFO

**Transactions with Related Parties:**

S.No.	Nature of Transaction	FY 2020-21			FY 2019-20			Amount INR	
		EDS	KMP	Relative of Director	Total	EDS	KMP		Relative of Director
1	Sales	4,42,18,74,175	-	-	4,42,18,74,175	8,68,94,79,435	-	-	8,68,94,79,435
2	Rent (Income)	24,54,000	-	-	24,54,000	11,04,000	-	-	11,04,000
3	Rent (Expense)	1,20,000	-	-	1,20,000	1,20,000	-	-	1,20,000
4	Rental Deposit Received	9,00,000	-	-	9,00,000	-	-	-	-
5	Unsecured Loan Received	-	-	-	-	-	11	-	11
6	Shares Alloted	-	-	-	-	-	99,99,990	-	99,99,990
7	Directors Remuneration	-	28,58,952	-	28,58,952	-	38,79,032	-	38,79,032
8	Directors Sitting Fees	-	80,000	-	80,000	-	15,000	-	15,000
9	Salaries	-	7,66,723	-	7,66,723	-	7,63,550	-	7,63,550
10	Software Consultation / Maintenance	77,99,980	-	-	77,99,980	77,99,980	-	-	77,99,980





**SAI RETAIL INDIA LIMITED**  
Notes forming part of Financial Statements As At 31.03.2021

**Balances with Related Parties As At 31.03.2020:**

S.No.	Nature of Transaction	FY 2020-21			FY 2019-20			Total	Relative of Director	Total
		EDS	KMP	Relative of Director	EDS	KMP	Relative of Director			
1	Other Current Liabilities	1,17,80,415	2,40,457		56,05,957	1,04,582		1,20,20,872		57,10,539
2	Unsecured Loans		2,31,58,973		-	2,31,58,973		2,31,58,973		2,31,58,973
3	Rental Deposit	9,00,000						9,00,000		-
4	Sundry Debtors	1,06,15,27,619			-	-		1,06,15,27,619		-

**Party Wise details of Transactions & Closing Balances :**

S.No.	Name of the Party / Personnel	Concern	Ref. for Relationship as per AS-18	Details of Relation	Nature of Transaction	FY 2020-21		FY 2019-20	
						Transaction Value	Outstanding Dr/ (Cr)	Transaction Value	Outstanding Dr/ (Cr)
1	Sai Silks (Kalamandir) Limited.	Limited Company	3 (E)	Directors interested	Sales	1,06,15,27,619		8,68,94,79,435	
					Rent (Income)			11,04,000	
					Rent (Expense)			1,20,000	
					Rent Deposit Received	9,00,000	(9,00,000)		
2	CHNKD Prasad	Individual	KMP	Director	Unsecured Loan	-	(2,31,58,973)	11	(2,31,58,973)
					Shares Alloted	-	As per Note.1	99,99,990	As per Note.1
3	Annam Subash Chandra Mohan	Individual	KMP	Director	Remuneration	28,58,952	(81,960)	38,79,032	(9,831)
4	Srinivas Prasad Digumarthy	Individual	KMP	CFO	Salary	5,35,723	(51,697)	7,63,550	(49,751)
5	Saumya Awasthi	Individual	KMP	Company Secretary	Remuneration	2,31,000	(32,800)	-	-
6	Katragadda Rajesh	Individual	KMP	Director	Sitting Fees	-	-	5,000	(15,000)
7	Lakshmi Satyasri Nekkanti	Individual	KMP	Director	Sitting Fees	40,000	(37,000)	5,000	(15,000)
8	Baba Mohammed	Individual	KMP	Director	Sitting Fees	40,000	(37,000)	-	-
9	Ramesh Babu Nemani	Individual	KMP	Director	Sitting Fees	-	-	5,000	(15,000)
10	Soul Organics Tech LLP	LLP	3 (E)	Directors interested	Software Consultation / Maintenance	77,99,980	(1,17,89,415)	77,99,980	(56,05,957)



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Note No.	Particulars	Amount INR	
		FY 2020-21	FY 2019-20
<b>30</b>	<b>Note: Earnings Per Share</b>		
	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (INR)	1,37,35,573	4,23,57,816
	No of Equity shares as at the end of the Financial Year	1,85,55,555	1,85,55,555
	Weighted Average No of Equity shares used as denominator for calculation EPS ( in Nos)	1,85,55,555	1,83,90,103
	Basic and Diluted Earnings per share (INR)	0.74	2.30
	Face value per share (INR)	10.00	10.00
	The Calculation of Earnings Per Share (EPS) as disclosed in the Profit and Loss Account has been made in accordance with Accounting Standard (AS - 20) on Earnings Per Share issued by the Institutue of Chartered Accountants of India.		
<b>31</b>	<b>Note: Earnings in foreign currency</b>		
	Export of Goods calculated on FOB basis	-	-
<b>32</b>	<b>Note: Expenditure in foreign currency</b>	-	-
<b>33</b>	<b>(a) Note: Obligations towards operating leases</b>		
	The company has entered into operating lease arrangements for its premises at various locations.		
	Future minimum lease payments		
	not later than one year	3,19,15,131	2,94,67,690
	later than one year and not later than five years	11,67,33,998	12,27,70,751
	later than five years	8,93,81,920	11,52,60,298
	The future minimum lease rental obligation under non-cancellable operating leases in respect of these assets is on account of lock-in period and notice period in some of the lease agreements entered by the company for operating of Warehouses as follows:		
	On account of Lock-in Period	5,87,32,720	7,78,36,720
	On account of Notice Period	1,02,73,275	1,01,04,000
	Lease payments recognized in the Statement of Profit and Loss (net)	2,64,33,481	3,95,49,964
	Sublease payments received / receivable recognized in the Statement of Profit and Loss	25,84,000	11,04,000
<b>34</b>	<b>Note: Tax Expense</b>		
	The Tax Expenses for the year comprises of;	<b>FY 2020-21</b>	<b>FY 2019-20</b>
	Income Tax		
	Current Year	50,28,800	1,45,06,400
	Previous Year	(1,29,798)	-
	Deferred Tax	1,17,844	4,13,687
	Deferred tax being determined as the tax effect of timing differences representing the difference between taxable income and accounting income that originate in one period, and are capable of reversal in one or more subsequent period(s). Such deferred tax is quantified using rates and laws enacted or substantively enacted as at the end of the financial year.		



35	Note: Capital and Other commitments	FY 2020-21	FY 2019-20
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	-	-
	(b) Uncalled liability on shares and other investments partly paid	-	-
	(c) Other commitments (specify nature)	-	-

## 36

**A. Working Capital Loans & GECL from Banks (As per Note 4 and 7):**

Name of the Bank, Facility	Sanctioned Limit	ROI
Cash Credit repayable on demand under the Consortium of		
- Andhra Bank (Lead Bank)	27.00 Crores	1Y MCLR + 3.00%
- Lakshmi Vilas Bank	24.00 Crores	1Y MCLR + 1.25%
- Syndicate Bank	13.00 Crores	1Y MCLR + 3.20%

**Total****64.00 Crores**

**GECL loans availed during the year by extending the existing collateral securities as per RBI Guidelines. ROI @ 7.8% with 1 year Moratorium & Repayable in 48 monthly instalments**

**Margin:**

25% on Stocks & 30% on Receivables (not older than 90 Days)

**Primary Security:**

Hypothecation of entire current assets of the company including inventory and receivables by way of Pari-passu charge with other Consortium Banks.

**Collateral Security:**

Sl no	Property and its Address	Belonging To	Other details
1	Residential flat (admeasuring 814 sq.ft with 50 Sq Yards UDS) : Flat No. 3, 1st floor in Bathina Apartment, Municipal No. 6-3-790/8, Ameerpet, Hyderabad	CH N K D Pasad (Director)	Security ID: 40009345095 Asset ID: 200009328667
2	Residential land (admeasuring Ac. 4-30 guntas): Sy. No. 105/2A1 in the Bannikoppe Village, Bidadi hobli, Ramanagaram Taluk, Bengaluru	M R Sowmya W/o Girija Shankar	Security ID: 40009303533 Asset ID: 200009287250
3	Converted land (admeasuring 1 Acre 30.4 guntas): Sy no. 161/3 (Old sy no. 161) vide conversion order bearing no. ALN(RA)CR/20/11-12, Dt 08.03.13 issued by the Dy Commissioner, Ramanagar Distt., situated at shanumangala Village, Bidadi Hobli, Ramanagaram Taluk, Bengaluru	M R Sowmya W/o Girija Shankar	Security ID: 400016332730 Asset ID: 200016296099
4	Converted Land (admeasuring 6,373.75 Sq meteres out of 2Acres 15 guntas): bearing khnesumari no. 220, PID 152900400300420230 in old Sy no. 105/2A1, New Sy no. 105/2A8, Bannikuppe Village, Wonderla Main Road, Bidadi Hobli, Ramanagar Distt., Bangalore - 560064	M R Sowmya W/o Girija Shankar	Security ID: 400017851831 Asset ID: 200017812368
5	Converted land (admeasuring 1Acre) Sy no. 161/4 (Old Sy no.161) vide conversion under bearing no. ALN(RA)CR/21/11-12 Dt. 8.03.13 issued by the Dy Commssioner, Ramanagar Distt., situated at shanumangala Village, Bidadi Hobli, Ramanagaram Taluk, Bengaluru	M.N Jayalakshmi, W/o M.D. Ramashetty	Security ID: 400016332925 Asset ID: 200016296294
6	WDV of Fixed Assets of the Company		

**Personal Guarantees:**

1. Mr. Chalavadi Naga Kanaka Durga Prasad
2. Mr. Annam Kalyana Srinivas
3. Mr. Annam Subash Chandra Mohan
4. Mrs. M.N.Jayalakshmi
5. Mrs. M.R.Soumya



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**B. Vehicle Loans from Banks (As per Note no. 4 and 9):**

Bank	Loan Amount	EMI Starts from	ROI
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 4,50,000 for which EMI payable of Rs. 14,364 per month for 36 months	05-Jun-18	9.26%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 8,85,000 for which EMI payable of Rs. 28,085 per month for 36 months	05-Sep-18	8.86%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 8,85,000 for which EMI payable of Rs. 28,105 per month for 36 months	05-Nov-18	8.91%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 10,50,000 for which EMI payable of Rs. 33,325 per month for 36 months	05-Oct-18	8.87%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 9,17,250 for which EMI payable of Rs. 29,130 per month for 36 months	20-Oct-18	8.91%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 9,17,250 for which EMI payable of Rs. 29,130 per month for 36 months	20-Oct-18	8.91%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 13,86,000 for which EMI payable of Rs. 44,405 per month for 36 months	05-Jan-19	9.51%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 11,05,138 for which EMI payable of Rs. 35,410 per month for 36 months	05-Jun-19	9.52%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 9,40,000 for which EMI payable of Rs. 30,120 per month for 36 months	05-Feb-20	9.52%
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 9,40,000 for which EMI payable of Rs. 30,120 per month for 36 months	05-Mar-20	9.52%



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**SAI RETAIL INDIA LIMITED**


**Notes forming part of Financial Statements As At 31.03.2021**

<b>Note No.</b>	<b>Particulars</b>
<b>37</b>	<b>Note: Contingent Liabilities: Nil</b>
<b>38</b>	In the opinion of the Board, current assets, loans and advances are stated at a value, which could be realized in the ordinary course of business. The provision for all known liabilities made is adequate and not in excess of the amount reasonably necessary
<b>39</b>	Some of the balances in Sundry Debtors, Sundry Creditors, Advances and Deposits are subject to confirmation, reconciliations and adjustments if any, which in the opinion of the management will not be significant.
<b>40</b>	These financial statements have been prepared in the format prescribed by the Schedule III to the Companies Act, 2013. Previous period figures have been recasted / restated to confirm to the classification of the current period.
<b>41</b>	The retail industry as a whole has been adversely impacted by the spread of COVID-19. The Operations of the company were impacted to certain extent owing to the complete Lock down imposed from 22-03-2020. In this crisis, our priorities are to protect the employees and their families from COVID-19, besides our customers visiting our stores and the society associated with it. The company has begun restoration of store operations from last week of May-20 and has been opening the stores, as permitted by the Government and Local/Regulatory authorities, with controlled movement, maintaining social distancing, taking appropriate hygiene measures and following the directions of regulatory authorities. The Company believes that the pandemic is not likely to impact the recoverability of the carrying value of its assets. The Company is closely monitoring the developments and possible effects that may result from the current pandemic on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these Results.

**As per my audit report of even date**

**For V N S S & Associates**

Chartered Accountants


  
**V N S Srinivasa Rao**  
Proprietor  
Membership No. 275281  
F. No. 018367S

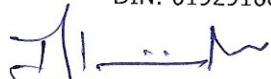
F. No. 018367S


Place: Hyderabad

Date: 08-Dec-2021

**For and on behalf of the board**

  
**Ch.N.K.D.Prasad**  
Director  
DIN: 01929166

  
**Srinivas Prasad Digumarthi**  
Chief Financial Officer

  
**A.Subash Chandra Mohan**  
Director  
DIN: 01967361

  
**Saumya Awasthi**  
Company Secretary

**Note no. 42:**

**Significant Accounting Policies:**

M/s Sai Retail India Limited ("The Company") was incorporated under the Companies Act, 1956 on 6-Dec-2013 having the CIN U52100TG2013PLC091552. The Company is engaged in the business of buying and selling of Textile and Textile articles as a whole seller in the name and style of "Sai Retail".

**1. Basis of Accounting;**

The Financial Statements are prepared under the historical cost convention on an accrual basis and in accordance with applicable Accounting Standards notified by the Government of India / issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 2013.

**2. Use of Estimates;**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the result of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

**3. Property, Plant and Equipment, Depreciation and Intangible Assets (AS 10 & 26);**

Property, Plant and Equipment are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets are also included to the extent they related to the period till such assets are ready to be put to use. The same is in compliance with AS-10 to the extent applicable.

Depreciation is provided on Straight Line Method as per the rates and in the manner prescribed in the Companies Act with reference to the date of acquisition / installation / launching of new stores. Depreciation on assets sold, scrapped or demolished during the year is being provided at their respective rates up to the date on which such assets are sold, scrapped or demolished as required by Schedule II to the Companies Act, 2013.

**4. Intangible assets and amortization;**

Software which are not integral part of the hardware are classified as intangibles and is stated at cost less accumulated amortization.

**5. Borrowing Cost;**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time as the asset is ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

**6. Investments;**

Long-term Investments are stated at cost. Provision for diminution is being made if necessary to recognize a decline, other than temporary in the value thereof.



## 7. Inventories;

Inventories are valued as follows;

- |                     |  |
|---------------------|--|
| a) Raw Materials    | : At lower of cost or net realizable value |
| b) Work in progress | : At lower of cost or net realizable value |
| c) Finished Goods   | : At lower of cost or net realizable value |

## 8. Transactions in Foreign Currency;

Foreign currency transactions are recorded at the exchange rates prevailing at the date of the transaction. Monetary foreign currency assets and liabilities are translated into Indian rupees at the exchange rate prevailing at the balance sheet date. All exchange differences are dealt with in Profit and Loss Account.

## 9. Revenue Recognition;

### Other Revenue:

Interest income is recognized on accrual basis. Dividend income is accounted for when the right to receive is established. Claims are accounted when there is reasonable certainty of its ultimate collection.

## 10. Provisions, Contingent Liabilities and Contingent Assets;

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

## 11. Impairment of Assets;

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to Profit & Loss Account in the year in which the asset is impaired and the impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

## 12. Leases;

Operating lease payments are recognized as an expenses in the profit and loss account as per the terms of the agreements which is representative of the time pattern of the users' benefit.

## 13. Provision for Income Tax and Advance Taxes / TDS Receivable;

Provision for income tax is made on the basis of estimated taxable income and shown in the balance sheet under the head Provision for Tax during the year after netting off of Advance Tax and Tax Deducted at Source (TDS).

## 14. Earnings per Share;

Basic Earnings per Share is calculated by dividing the net profit /(loss) for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes if any) by weighted average number of equity shares outstanding during the year.



For the purpose of calculating Dilute earnings per share, the net profit/(loss) for the year attributable to equity share holders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**15. Provision for current and deferred tax;**

Provision for current tax is made on the basis of estimated taxable income for the current accounting period in accordance with the provisions of Income Tax Act, 1961. Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.



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Name	<b>Sai Retail India Ltd.</b>	Financial Year	<b>2020-21</b>
D.O.B.	<b>06.12.2013</b>	Assessment Year	<b>2021-22</b>
Address	<b>6-3-790/8, Flat No.1, Bathina Apartments, Ameerpet, Hyderabad - 500016</b>	Status	<b>Limited Company</b>
Bank Name	<b>State Bank of India</b>	PAN No.	<b>AATCS9831K</b>
A/c No		Ward / Circle	<b>DCIT/ACIT,CIR-3(1),HYD</b>
MICR Code			

**STATEMENT OF TOTAL INCOME**

**Income from Business or Profession**

Net Profit as per Profit and Loss A/c		1,87,52,419
Add: Inadmissible Expenditure u/sec 40A	-	
Add: Inadmissible Expenditure		
Interest on IT & TDS Sec 40(a)	16,64,444	
EPF Employees Contribution	-	
ESI Employees Contribution	-	
Gratuity	4,58,925	
Donations	-	
Add: Depreciation provided in the books of accounts	72,35,286	
Add: Preliminary Expenses Written Off		93,58,655
		<u>2,81,11,074</u>
Less : Depreciation as per IT Act, 1961	81,30,043	
Less : Preliminary Expenses Written Off u/sec 35D		81,30,043
GTI		1,99,81,031
Less: Chapter VIA Deductions Sec 80G		-
Taxable Income		<u>1,99,81,031</u>
Rounded Off u/sec 288A		<u>1,99,81,030</u>
Tax Payable thereon @ 22% as per Sec 115BAA		43,95,827
Add: Surcharge @ 10%		4,39,583
Add : Health & Education Cess @4%		48,35,409
		<u>1,93,416</u>
Less: Advance Tax Paid		50,28,825
Less: TDS		-
		<u>-</u>
Add: Interest 234A		50,28,825
234B		
234C		-
		<u>-</u>
<b>Tax Payable/ (Refund)</b>		<u><u>50,28,825</u></u>