



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 31st March 2020, 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 31st March 2020, 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

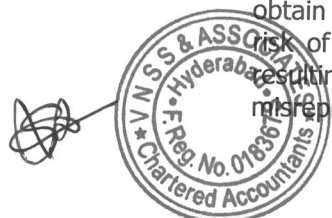
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

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 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 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: 04th Sep 2020

UDIN: 20225281 AAAA BF 6328

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, 2020, 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).

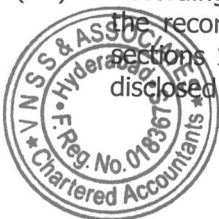
(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantee and security made.

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 31st March 2020 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 new vehicle loans from Bank during the year and have been applied for the purposes for which they were raised. No 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. But the company has issued Right shares of 5,55,555 equity shares having face value of Rs. 10/- per share to Mr. CH N K D Prasad at a premium of Rs. 8/- per share (Total consideration per share is of Rs. 18/-). The company has utilized such funds towards the purpose for which it was raised.
- (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: 04th Sep 2020

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 31st March 2020 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 31st March 2020, 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: 04th Sep 2020

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-2020
CIN: U52100TG2013PLC091552

Particulars	Note No.	As At 31.03.2020	Amount INR As At 31.03.2019
A Equity and Liabilities:			
Shareholders' funds			
Share capital	1	18,55,55,550	18,00,00,000
Reserves and Surplus	2	17,72,61,988	13,04,59,732
Money received against share warrants		-	-
Share application money pending allotment	3	-	-
Non-current liabilities			
Long-term borrowings	4	59,80,814	37,45,409
Deferred tax liabilities (net)		8,63,374	4,49,687
Other long-term liabilities	5	-	-
Long-term provisions	6	24,25,645	15,85,770
Current liabilities			
Short-term borrowings	7	66,31,03,445	65,51,50,518
Trade payables	8		
- Total outstanding dues of micro enterprises and small enterprises		-	-
- total outstanding dues of creditors other than micro enterprises and small enterprises		75,79,14,692	49,55,40,146
Other current liabilities	9	3,21,76,452	3,75,50,139
Short-term provisions	10	87,43,392	2,21,27,000
TOTAL		1,83,40,25,353	1,52,66,08,401
B Assets:			
Non-current assets			
Property, Plant and Equipment	11		
Tangible assets		7,26,23,187	3,48,39,828
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	2,94,18,000
Other Non-Current Assets	13	97,38,744	91,74,521
Current assets			
Current investments		-	-
Inventories	14	1,67,35,94,031	1,41,68,58,472
Trade receivables	15	4,51,552	4,04,556
Cash and Bank Balances	16	43,21,474	1,01,74,203
Short-term loans and advances	17	3,95,08,685	2,57,33,106
Other Current Assets	18	-	5,716
TOTAL		1,83,40,25,353	1,52,66,08,401

Other relevant Notes to Financial Statements

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Previous Year Figures have been regrouped/ reclassified/ rearranged wherever necessary.

As per my audit report of even date
For **V N S S & Associates**
Chartered Accountants

V N S Srinivasa Rao
Proprietor
Membership No. 225281
F. No. 018367S

Place: Hyderabad
Date: 04-Sep-2020



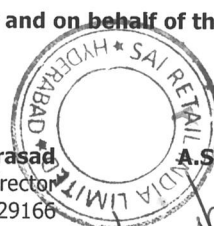
For and on behalf of the board

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
M.No. - 50497



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-2020

CIN: U52100TG2013PLC091552

Particulars	Note No.	Amount INR	
		For the Period from 01.04.2019 to 31.03.2020	For the Period from 01.04.2018 to 31.03.2019
A Continuing Operations:			
I Revenue from operations	19	8,68,95,69,817	8,47,59,49,709
II Other income	25	26,82,846	14,30,399
III Total Revenues (I + II)		8,69,22,52,664	8,47,73,80,108
IV Expenses			
Cost of materials consumed		-	-
Purchases of stock-in-trade	20	8,51,14,49,765	8,26,69,54,855
Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	(24,98,99,315)	(16,16,96,830)
Employee Benefit Expenses	22	17,52,92,921	13,84,47,279
Finance Costs	24	7,78,42,748	7,16,21,220
Depreciation and amortisation expense	11	38,91,083	23,00,740
Other expenses	23	11,63,97,559	9,57,39,225
Total Expenses		8,63,49,74,761	8,41,33,66,490
V Profit / (Loss) before exceptional & extraordinary items and tax (III - IV)		5,72,77,903	6,40,13,618
VI Exceptional items		-	-
VII Profit / (Loss) before extraordinary items and tax (V - VI)		5,72,77,903	6,40,13,618
VIII Extraordinary items		-	-
IX Profit / (Loss) before tax (VII - VIII)		5,72,77,903	6,40,13,618
X Tax expense:		1,49,20,087	2,19,35,888
Provision for Income Tax			
Current Year		1,45,06,400	2,13,58,876
Previous Year		-	46,169
Provision for Deferred Tax		4,13,687	5,30,843
XI Profit/(Loss) from continuing operations (IX - X)		4,23,57,816	4,20,77,730
B Discontinuing Operations			
XII Profit / (Loss) from discontinuing operations (before tax)		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit / (Loss) from discontinuing operations (after tax) (XII - XIII)		-	-
C Total Operations			
Profit / (Loss) for the year (XI + XIV)		4,23,57,816	4,20,77,730
XV			
XVI Earnings per equity share:			
- Basic		2.30	2.34
- Diluted		2.30	2.34

Other relevant Notes to Financial Statements

26 to 42

Previous Year Figures have been regrouped/ reclassified/ rearranged wherever necessary.

As per my audit report of even date

For V N S S & Associates

Chartered Accountants

V N S Srinivasa Rao

Proprietor

Membership No. 225281

F. No. 018367S

Place: Hyderabad

Date: 04-Sep-2020



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

M.No - 50497

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-2020
CIN: U52100TG2013PLC091552

Particulars	For the Period from 01.04.2019 to 31.03.2020	For the Period from 01.04.2018 to 31.03.2019
A. Cash flow from Operating activities		
Net Profit before tax as per Profit and loss account	5,72,77,903	6,40,13,618
Adjustments		
(Profit) / Loss on sale of fixed assets (net)	(6,65,602)	-
(Profit) / Loss on sale of investments (net)	-	-
Depreciation and Amortisation Expense	38,91,083	23,00,740
Preliminary Expenditure Written Off	-	-
Interest on FDs	(15,78,846)	(6,02,399)
Rental Income	(11,04,000)	(8,28,000)
Effect of Exchange Rate change	-	-
Finance Costs	7,78,42,748	7,16,21,220
	13,56,63,285	13,65,05,179
(Increase)/Decrease in Trade Receivables	(46,996)	(3,71,166)
(Increase)/Decrease in Inventories	(25,67,35,559)	(16,16,96,830)
Increase/(Decrease) in Trade Payables	26,23,74,546	16,82,91,842
Changes in Other Current Assets	(1,37,69,863)	(62,54,775)
Increase/(Decrease) in Other Current Liabilities	(1,11,76,412)	(1,62,95,837)
Increase/(Decrease) in Short term Provisions	(2,78,90,008)	14,81,966
Cash generated from Operations	8,84,18,994	12,16,60,379
Direct Taxes paid	-	(1,30,06,960)
Net Cash from Operating activities	8,84,18,994	10,86,53,419
B. Cash flow from Investing Activities		
(Purchase) / Sale of Fixed Assets (Net)	(4,10,08,840)	(1,73,58,257)
Capital Work-in-progress	-	-
(Purchase) / Sale of Investments (Net)	-	-
(Increase)/Decrease in Other Non Current Assets	(5,64,223)	(5,20,445)
(Increase)/Decrease in L.T Loans & Advances	(43,69,680)	(2,24,13,000)
Increase/(Decrease) in Other Long Term Liab. / Long Term Prov.	30,75,280	42,95,765
Interest on FDs	15,78,846	6,02,399
Rental Income on Car	11,04,000	8,28,000
Cash flow before exceptional items	(4,01,84,617)	(3,45,65,538)
Exceptional Items	-	-
Net Cash from Investment Activities	(4,01,84,617)	(3,45,65,538)
C. Cash Flow from Financing Activities		
Proceeds from issue of Share Capital/ Share Application Money	99,99,990	-
Proceeds / (Repayment) from Borrowings	79,52,927	(48,37,903)
Finance Costs	(7,20,40,023)	(7,16,21,220)
Dividends Paid	-	-
Dividend tax paid	-	-
Effect of Exchange Rate change	-	-
Net cash used in financing activities	(5,40,87,106)	(7,64,59,123)
Net (Decrease) / Increase in cash and cash equivalents	(58,52,728)	(23,71,242)
Cash and cash equivalents at the beginning of the year	1,01,74,202	1,25,45,444
Cash and Cash equivalents at the end of the year	43,21,474	1,01,74,202

As per my audit report of even date

For V N S S & Associates
Chartered Accountants

V N S Srinivasa Rao
Proprietor
Membership No. 225281
F. No. 018367S
Place: Hyderabad
Date: 04-Sep-2020



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

M.No - 50497

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 31.03.2020**Note No: 1 Share Capital**

S. No.	Particulars	As At 31.03.2020		As At 31.03.2019	
		Number	Amount	Number	Amount
(i)	Authorised 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)	Issued, Subscribed and Paid up Equity Shares of Rs. 10/- each fully paid up with Voting Rights	1,85,55,555	18,55,55,550	1,80,00,000	18,00,00,000
	Total	1,85,55,555	18,55,55,550	1,80,00,000	18,00,00,000

(a) Reconciliation of number of shares:

S.No.	Particulars	As At 31.03.2020		As At 31.03.2019	
		Number	Amount	Number	Amount
1	Equity Shares outstanding at the beginning of the year	1,80,00,000	18,00,00,000	1,80,00,000	18,00,00,000
2	Equity Shares Issued during the year	5,55,555	55,55,550	0	0
3	Equity Shares bought back during the year				
4	Equity Shares outstanding at the end of the year	1,85,55,555	18,55,55,550	1,80,00,000	18,00,00,000

(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 31.03.2020		As At 31.03.2019	
		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%	1,19,99,950	66.67%
2	Kalyana Srinivas Annam	22,50,000	12.13%	22,50,000	12.50%
3	Doondeswara Kanaka Durga Rao Chalavadi	11,25,000	6.06%	11,25,000	6.25%
4	Mohana Durga Rao Chalavadi	11,25,000	6.06%	11,25,000	6.25%

(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	
		As At	As At
		31.03.2020	31.03.2019
		Nil	Nil

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

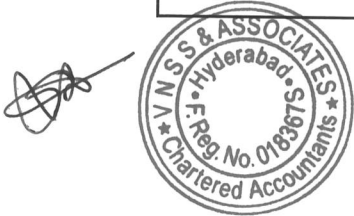
(e) Disclosure under Clause (f) and (h) of the Note 6(A) to the Schedule III of the Companies Act,2013 is not applicable, as the company has no Holding / Subsidiary companies and the company has not reserved any shares for issue under options or under any contracts /commitments for the sale of shares / 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 31.03.2020

Note No.	Particulars	Amount INR	
		As At 31.03.2020	As At 31.03.2019
2	Note: Reserves & Surplus		
	Securities Premium Account		
	As per last Balance Sheet	-	-
	(+) Additions during the year on account of shares issued during the year	44,44,440.00	-
	Closing Balance	<u>44,44,440.00</u>	<u>-</u>
	Profit and Loss Account		
	As per last Balance Sheet	13,04,59,732	8,83,82,002
	(+) Net Profit for the current year	4,23,57,816	4,20,77,730
	(+) Transfer from Reserves		
	(-) Net Loss for the current year		
	(-) Proposed Dividends		
	(-) Interim Dividends		
	Closing Balance	<u>17,28,17,548</u>	<u>13,04,59,732</u>
	Total	<u>17,72,61,988</u>	<u>13,04,59,732</u>
3	Note: Share Application money pending allotment		
	Total Amount	<u>-</u>	<u>-</u>




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 31.03.2020

Note No.	Particulars	Amount INR	
		As At 31.03.2020	As At 31.03.2019
4	Note: Long Term Borrowings		
	Secured		
	Vehicle Loans from Banks # (Current maturities of which shown separately in note no. 9)	29,80,814	37,45,409
	Unsecured		
	Loans from Related Parties	-	-
	Others (Inter corporate Borrowings) *	30,00,000	-
		59,80,814	37,45,409
	*Repayable on Demand		
	#Vehicles loans are secured by hypothecation of vehicles financed by respective banks. (For details Refer Note No 36)		
5	Note: Other Longterm Liabilities		
	Other Liabilities	-	-
6	Note: Long Term Provisions		
	Provisions - Others*	24,25,645	15,85,770
	Provision-Income Tax (Prev Years)	-	-
		24,25,645	15,85,770
	* Pertains to gratuity liability which is recognised based on Actuarial Valuation method as detailed in Note no. 28		
7	Note: Short Term Borrowings		
	Secured		
	Loans repayable on demand from Banks*	63,99,44,472	63,19,91,555
	Loans repayable on demand from Others		
	Unsecured		
	Loans from Related Parties^	2,31,58,973	2,31,58,962
	Others	-	-
		66,31,03,445	65,51,50,518
	* Short Term Loans from Banks are secured by hypothecation of stocks, receivables and other current assets of the company on paripassu basis, both present and future (For details Refer Note No 36).		
	^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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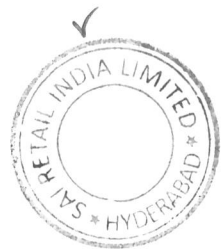


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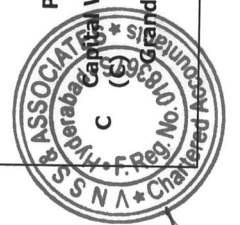
SAI RETAIL INDIA LIMITED

MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD
Notes forming part of Financial Statements As At 31.03.2020
Note 11 Property, Plant and Equipment

S. No.	Particulars	Gross Block									Amount INR		
		Balance As At 01.04.2019	Additions	Disposals	Acquisitions through business combinations	Reclassified as held for sale	Revaluation increase	Effect of foreign exchange differences	Borrowing cost capitalised	Other Adj.	Balance As At 31.03.2020	10= 1+2-3+4-5	6-7+8-9
1	2	3	4	5	6	7	8	9					
A	Tangible assets :												
(a)	Civil Works												
	Owned	1,05,81,819	11,79,552	-	-	-	-	-	-	-	-	-	1,17,61,371
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-	-
(b)	Plant & Machinery												
	Owned	64,78,144	44,07,092	-	-	-	-	-	-	-	-	-	1,08,85,236
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-	-
(c)	Computers & Software *												
	Owned	33,15,484	10,83,787	-	-	-	-	-	-	-	-	-	43,99,271
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-	-
(d)	Furniture and Fixtures												
	Owned	97,62,096	3,13,36,898	-	-	-	-	-	-	-	-	-	4,10,98,994
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-	-
(e)	Vehicles												
	Owned	1,52,85,868	40,01,511	67,42,996	-	-	-	-	-	-	-	-	1,25,44,383
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-	-
	Total (A)	4,54,23,412	4,20,08,840	67,42,996									8,06,89,255
	Previous Year	(2,80,65,155)	(1,73,58,257)										(4,54,23,412)
B	Intangible assets												
	Total (B)												
	Previous Year												
	Total (A + B)	4,54,23,412	4,20,08,840	67,42,996									8,06,89,255

S. No.	Particulars	Accumulated depreciation and impairment											Net block	
		Balance As At 01.04.2019	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Eliminated on reclassification 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 31.03.2020	Balance As At 31.03.2020	Balance As At 31.03.2019			
		11	12	13	14	15	16	17	18= sum(11:17)	19= (10-18)	20= (1 - 11)			
A Tangible assets :														
(a)	Civil Works													
	Owned	4,32,776	1,67,948	-	-	-	-	-	6,00,725	1,11,60,647	1,01,49,043			
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-			
	Given under operating lease	-	-	-	-	-	-	-	-	-	-			
(b)	Plant & Machinery													
	Owned	5,77,471	4,67,587	-	-	-	-	-	10,45,058	98,40,178	59,00,673			
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-			
	Given under operating lease	-	-	-	-	-	-	-	-	-	-			
(c)	Computers & Software *													
	Owned	12,73,290	11,38,794	-	-	-	-	-	24,12,084	19,87,187	20,42,194			
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-			
	Given under operating lease	-	-	-	-	-	-	-	-	-	-			
(d)	Furniture and Fixtures													
	Owned	8,28,223	10,80,899	-	-	-	-	-	19,09,122	3,91,89,871	89,33,873			
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-			
	Given under operating lease	-	-	-	-	-	-	-	-	-	-			
(e)	Vehicles													
	Owned	74,71,823	10,35,854	64,08,598	-	-	-	-	20,99,079	1,04,45,304	78,14,045			
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-			
	Given under operating lease	-	-	-	-	-	-	-	-	-	-			
	Total (A)	1,05,83,583	38,91,083	64,08,598	-	-	-	-	80,66,068	7,26,23,187	3,48,39,828			
	Previous Year	(82,82,843)	(23,00,740)	-	-	-	-	-	(1,05,83,583)	(3,48,39,828)	(1,97,82,311)			
B Intangible assets														
	Total (B)	-	-	-	-	-	-	-	-	-	-			
	Previous Year	-	-	-	-	-	-	-	-	-	-			
	Capital Work in Progress	-	-	-	-	-	-	-	-	-	-			
	Grand Total (A + B + C)	1,05,83,583	38,91,083	64,08,598	-	-	-	-	80,66,068	7,26,23,187	3,48,39,828			



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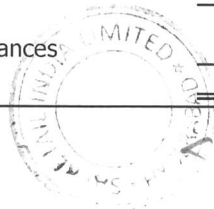
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SAI RETAIL INDIA LIMITED

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

Notes forming part of Financial Statements As At 31.03.2020

Note No.	Particulars	As At 31.03.2020	Amount INR As At 31.03.2019
8	Note: Trade Payables		
	Dues to Micro Enterprises and Small Enterprises	-	-
	Dues to Others	75,79,14,692	49,55,40,146
		75,79,14,692	49,55,40,146
	* 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.		
9	Note: Other Current Liabilities		
	Current Maturities of Long Term Debt (Secured)*		
	- Vehicle Loans	33,74,462	22,30,657
	Interest Accrued but not due on Borrowings	58,02,725	-
	Advances received from Customers	-	2,23,46,338
	Share application money received / Refund	-	-
	Sundry Creditors (Credit Period Exceeded)	-	-
	Other Payables#	2,29,99,265	1,29,73,144
		3,21,76,452	3,75,50,139
	*Vehicles loans are secured by hypothecation of vehicles financed by respective banks. (For details Refer Note No 36)		
	# Other Payables include		
	Statutory Liabilities	23,05,067	15,81,675
	Expenses Payable	2,06,94,198	1,13,91,469
10	Note: Short Term Provisions		
	Provisions for Employee Benefits*	3,08,720	2,90,433
	Provisions - Others:		
	Provision for Taxes	84,34,672	2,18,36,567
		87,43,392	2,21,27,000
	* Pertains to gratuity liability which is recognised based on Actuarial Valuation method as detailed in Note no. 28		
12	Note: Long Term Loans & Advances		
	(a) Capital Advances	-	-
	(b) Security (Rent & Electricity) Deposits	3,37,87,680	2,94,18,000
	(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	-	-
		3,37,87,680	2,94,18,000
	Less: Provision for other doubtful loans & advances	-	-
		3,37,87,680	2,94,18,000



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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 31.03.2020

Note No.	Particulars	As At 31.03.2020	Amount INR As At 31.03.2019
13	Note: Other Non-Current Assets		
	(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	97,38,744	91,74,521
		97,38,744	91,74,521
	* Unamortised Expenditure include expenses relevant to incorporation of the company were expensed completely in the financial year (para 56 of AS-26)		
14	Note: Inventories:		
	(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)	1,66,67,57,786	1,41,68,58,472
	Goods-in-transit		
	(e) Stores and spares		
	Goods-in-transit		
	(f) Loose tools		
	Goods-in-transit		
	(g) Others (Packing Material, etc.,)	68,36,244	-
	Goods-in-transit		
		1,67,35,94,031	1,41,68,58,472
	* Mode of valuation:		
	At lower of cost or net realisable value		
15	Note: Trade Receivables		
	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	4,51,552	4,04,556
	Doubtful		
		4,51,552	4,04,556
	Less: Provision for doubtful trade receivables		
		4,51,552	4,04,556
	Note: Trade Receivables include amounts due from		
	Directors	-	-
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Private companies in which any director is a director or member	-	-




SAI RETAIL INDIA LIMITED

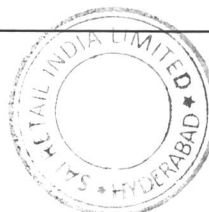
MUNICIPAL NO: 8-268, SURVEY NO: 126, KISMATPUR VILLAGE, RAJENDRA NAGAR MANDAL, HYDERABAD

Notes forming part of Financial Statements As At 31.03.2020

Note No.	Particulars	As At 31.03.2020	Amount INR As At 31.03.2019
16	Note: Cash and Bank Balances		
	(a) Cash and Cash Equivalents		
	(i) Balances with banks;		
	In Deposit Accounts		
	In Current Accounts	19,25,826	89,43,947
	(ii) Cheques, drafts on hand		
	(iii) Cash on hand	23,95,648	12,30,256
	(b) Other Bank balances (FDs)	-	-
		43,21,474	1,01,74,203
17	Note: Short Term Loans & Advances		
	(a) Loans and advances to related parties	-	-
	(b) Security deposits	-	-
	(c) Loans and advances to employees		
	Secured, considered good	-	-
	Unsecured, considered good	1,45,06,935	1,05,59,474
	Doubtful	-	-
	(d) Prepaid expenses - Unsecured, considered good	8,70,206	7,74,107
	(e) Balances with government authorities		
	Unsecured, considered good		
	Advance Tax and TDS	-	-
	GST / VAT Credit	2,35,82,902	1,38,92,754
	(f) Inter-corporate deposits		
	(g) Advances to Suppliers		
	Secured, considered good	-	-
	Unsecured, considered good	-	2,00,000
	Doubtful	-	-
	(h) Other Loans & Advances*	5,48,642	3,06,771
		3,95,08,685	2,57,33,106
	Less: Provision for other doubtful loans and advances	-	-
		3,95,08,685	2,57,33,106
	* 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	-	-
18	Note: Other Current Assets		
	(a) Unbilled revenue		
	(b) Unamortised expenses		
	(c) Accruals		
	(d) Other Current Assets*	-	5,716
		-	5,716
	*Other Current Includes Interest Accrued but not due on FD's	-	5,716



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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 31.03.2020

Note No.	Particulars	For the Period from 01.04.2019 to 31.03.2020	For the Period from 01.04.2018 to 31.03.2019
19	Note: Revenue from Operations		
	Sale of products		
	Domestic	8,68,95,69,817	8,47,59,49,709
	Export	-	-
		<u>8,68,95,69,817</u>	<u>8,47,59,49,709</u>
	Sales of traded goods under broad heads:		
	Description	For the Period from 01.04.2019 to 31.03.2020	For the Period from 01.04.2018 to 31.03.2019
	Sarees and other textiles products	8,68,95,69,817	8,47,59,49,709
	Others	-	-
	Total	<u>8,68,95,69,817</u>	<u>8,47,59,49,709</u>
20	Note: Purchases		
	Purchases	8,46,26,38,602	8,21,63,87,617
	Less : Discount on Purchases	-	-
	Add :		
	Carriage Inwards	4,88,11,163	5,05,67,238
		<u>8,51,14,49,765</u>	<u>8,26,69,54,855</u>
	Purchases of traded goods under broad heads:		
	Description	For the Period from 01.04.2019 to 31.03.2020	For the Period from 01.04.2018 to 31.03.2019
	Sarees and other textiles products	8,46,26,38,602	8,21,63,87,617
	Others	-	-
	Total	<u>8,46,26,38,602</u>	<u>8,21,63,87,617</u>
21	Note: Changes in inventories of finished goods, work-in-progress and stock-in-trade		
	<u>Inventories at the end 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		
		<u>1,66,67,57,786</u>	<u>1,41,68,58,472</u>
	<u>Inventories at the beginning of the year:</u>		
	Finished goods (acquired for trading)	1,41,68,58,472	1,25,51,61,642
	Work-in-progress		
	Stock-in-trade		
		<u>1,41,68,58,472</u>	<u>1,25,51,61,642</u>
	Net increase / (decrease)	<u>24,98,99,315</u>	<u>16,16,96,830</u>

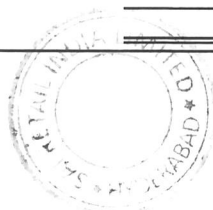


SAI RETAIL INDIA LIMITED

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

Notes forming part of Financial Statements As At 31.03.2020

Note No.	Particulars	For the Period from 01.04.2019 to 31.03.2020	For the Period from 01.04.2018 to 31.03.2019
22	Note: Employee Benefit Expenses		
	Manpower Expenses	13,97,45,817	10,76,05,922
	Directors Remuneration	38,79,032	22,75,000
	Staff Leave Encashment	88,31,225	78,81,054
	Staff Welfare	1,45,92,178	1,22,30,210
	Contributions to PF,ESI	10,43,974	10,03,321
	Gratuity Provision	8,58,161	7,47,968
	Bonus	63,42,534	67,03,805
		17,52,92,921	13,84,47,279
23	Note: Other Expenses		
	<u>Admin Expenses</u>		
	Audit Fee	75,000	75,000
	Directors Sitting Fees	15,000	30,000
	Traveling Expenses	50,51,353	47,89,476
	Boarding & Lodging Expenses	49,89,392	36,02,505
	Fuel Expenses for Vehicles	58,84,185	52,89,079
	Consultation Expenses	86,86,737	19,14,418
	Insurance	18,97,835	19,16,329
	General Expenses	51,00,653	31,48,220
	Electrical Charges	40,46,368	23,30,976
	Printing & Stationery	9,99,134	16,91,107
	Rent Expenses	3,95,49,964	2,30,94,315
	Security Charges	46,27,702	29,53,219
	Repairs & Maintenance	39,36,028	68,03,829
	Rates & Taxes	11,38,541	27,98,044
	Communication Expenses	10,93,948	14,94,188
	<u>Selling Expenses</u>		
	Advertisement Expenses	92,946	7,86,927
	Business Promotion	85,879	1,37,263
	Carriage Outward	1,49,62,263	2,16,93,042
	Packing Material	1,41,64,632	1,11,91,289
		11,63,97,559	9,57,39,225
24	Note: Finance Costs		
	Interest Expense		
	Interest on Working Capital	6,93,05,737	6,50,34,249
	Interest on Vehicle Loans	5,52,420	3,06,276
	Interest on Others*	27,78,066	15,58,231
	Other Borrowing Costs:		
	Loan Processing Charges	49,35,618	44,50,283
	Other Bank Charges	2,70,908	1,96,498
		7,78,42,748	7,16,21,220
	* It includes, Interest on Income Tax and TDS		
25	Note: Other Income		
	Rental Income	11,04,000	8,28,000
	Scrap Sales	2,54,517	-
	Interest on FD	6,58,727	6,02,399
	Profit / (Loss) on Sale of Fixed Assets	6,65,602	-
		26,82,846	14,30,399



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SAI RETAIL INDIA LIMITED
Notes forming part of Financial Statements As At 31.03.2020

Note No.	Particulars	Amount INR	
		FY 2019-20	FY 2018-19
26	Note: Auditors Remuneration		
	Payments to Auditors comprises:		
	As Auditors - Statutory Audit	50,000	50,000
	For taxation matters	25,000	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	(4,75,520)	(7,84,166)
	On account of Gratuity	61,833	2,53,323
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) :		
		FY 2019-20	FY 2018-19
	Particulars		
	Opening defined benefit obligation	18,76,204	11,28,235
	Interest cost	1,43,530	90,259
	Current services cost	6,64,606	5,02,593
	Benefits paid	-	-
	Actuarial (gains)/losses on obligation	50,025	1,55,117
	Closing defined benefit obligation	27,34,365	18,76,204
	Assumptions :		
	Date of Valuation	31-Mar-20	31-Mar-19
	Normal Retirement age	60 years	60 years
	Salary Growth Rate (Per Annum)	4.00%	4.00%
	Discount Rate (Per Annum)	6.77%	7.65%
	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	12.49 Years	12.58 Years
	GRATUITY LIABILITY		
	Short Term Liability	3,08,720	2,90,433
	Long Term Liability	24,25,645	15,85,770
	TOTAL NET LIABILITY	27,34,365	18,76,203




SAI RETAIL INDIA LIMITED

Notes forming part of Financial Statements As At 31.03.2020

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	Sai Swarnamandir Jewellers Pvt. Ltd.	Enterprise over which Directors having Significant Influence (EDS)
6	Sai Readymades-Hyderabad	Enterprise over which Directors having Significant Influence (EDS)
7	S S S Marketing	Enterprise over which Directors having Significant Influence (EDS)
8	Atrium Textiles Pvt. Ltd.	Enterprise over which Directors having Significant Influence (EDS)
9	Soul of Pluto Tech LLP	Enterprise over which Directors having Significant Influence (EDS)
10	Katragadda Rajesh	Independent Director
11	Lakshmi Satyasri Nekkanti	Independent Director
12	Ramesh Babu Nemani	Independent Director
13	Srinivas Prasad Digumarthy	CFO

Transactions with Related Parties:

S.No.	Nature of Transaction	FY 2019-20			FY 2018-19			Amount, INR
		EDS	KMP	Relative of Director	EDS	KMP	Relative of Director	
1	Sales	8,68,94,79,435	-	-	8,45,19,84,948	-	-	8,45,19,84,948
2	Rent (Income)	11,04,000	-	-	8,28,000	-	-	8,28,000
3	Rent (Expense)	1,20,000	-	-	2,04,000	-	-	2,04,000
4	Unsecured Loan Recieved	-	11	-	-	-	-	-
5	Shares Alloted	-	99,99,990	-	-	-	-	-
6	Directors Remuneration	-	38,79,032	-	-	22,75,000	-	22,75,000
7	Directors Sitting Fees	-	15,000	-	-	30,000	-	30,000
8	Salaries	-	7,63,550	-	-	4,23,547	-	4,23,547
9	Software Consultation / Maintenance	92,03,976	-	-	27,50,000	-	-	27,50,000
				Total				Total
					8,68,94,79,435			8,45,19,84,948
					11,04,000			8,28,000
					1,20,000			2,04,000
					11			-
					99,99,990			-
					38,79,032			22,75,000
					15,000			30,000
					7,63,550			4,23,547
					92,03,976			27,50,000
					92,03,976			27,50,000



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SAI RETAIL INDIA LIMITED

Notes forming part of Financial Statements As At 31.03.2020

Balances with Related Parties As At 31.03.2020:

S.No.	Nature of Transaction	FY 2019-20			FY 2018-19			Total	Relative of Director	Total
		EDS	KMP	Relative of Director	EDS	KMP	Relative of Director			
1	Other Current Liabilities	56,05,957	1,04,582	-	2,20,28,329	5,19,116	-	57,10,539	-	2,25,47,445
2	Unsecured Loans	-	2,31,58,973	-	-	2,31,58,962	-	2,31,58,973	-	2,31,58,962

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 2019-20		FY 2018-19	
						Transaction Value	Outstanding Dr/ (Cr)	Transaction Value	Outstanding Dr/ (Cr)
1	Sai Silks (Kalamandir) Limited.	Limited Company	3 (E)	Directors interested	Sales	8,68,94,79,435	-	8,45,19,84,948	(2,23,46,338)
					Rent (Income)	11,04,000	-	8,28,000	
					Rent Expense	1,20,000	-	2,04,000	
2	CHNKD Prasad	Individual	KMP	Director	Unsecured Loan	11	(2,31,58,973)	-	(2,31,58,962)
3	Annam Subash Chandra Mohan	Individual	KMP	Director	Shares Alloted	99,99,990	As per Note.1	-	As per Note.1
4	Katragadda Rajesh	Individual	KMP	Director	Remuneration	38,79,032	(9,831)	22,75,000	(66,162)
5	Lakshmi Satyarsi Nekkanti	Individual	KMP	Director	Sitting Fees	5,000	(15,000)	10,000	(10,000)
6	Ramesh Babu Nemani	Individual	KMP	Director	Sitting Fees	5,000	(15,000)	10,000	(10,000)
7	Srinivas Prasad Dikumarthi	Individual	KMP	Director	Sitting Fees	5,000	(15,000)	10,000	(10,000)
8	Soul Of Pluto Tech LLP	LLP	3 (E)	CFO	Salary	7,63,550	(49,751)	4,23,547	(4,22,954)
				Directors interested	Software Consultation / Maintenance	92,03,976	(56,05,957)	27,50,000	3,18,009



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SAI RETAIL INDIA LIMITED
Notes forming part of Financial Statements As At 31.03.2020

Note No.	Particulars	FY 2019-20	Amount INR FY 2018-19
30	Note: Earnings Per Share		
	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (INR)	4,23,57,816	4,20,77,730
	No of Equity shares as at the end of the Financial Year	1,85,55,555	1,80,00,000
	Weighted Average No of Equity shares used as denominator for calculation EPS (in Nos)	1,83,90,103	1,80,00,000
	Basic and Diluted Earnings per share (INR)	2.30	2.34
	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 Institute of Chartered Accountants of India.		
31	Note: Earnings in foreign currency		
	Export of Goods calculated on FOB basis	-	-
32	Note: Expenditure in foreign currency	-	-
33	(a) Note: Obligations towards operating leases		
	The company has entered into operating lease arrangements for its premises at various locations.		
	Future minimum lease payments		
	not later than one year	2,94,67,690	2,89,23,000
	later than one year and not later than five years	12,27,70,751	12,73,21,102
	later than five years	11,52,60,298	14,09,33,208
	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	7,78,36,720	8,78,20,720
	On account of Notice Period	1,01,04,000	1,01,04,000
	Lease payments recognized in the Statement of Profit and Loss (net)	3,95,49,964	2,30,94,315
	Sublease payments received / receivable recognized in the Statement of Profit and Loss	11,04,000	8,28,000
34	Note: Tax Expense		
	The Tax Expenses for the year comprises of;	FY 2019-20	FY 2018-19
	Income Tax		
	Current Year	1,45,06,400	2,13,58,876
	Previous Year	-	46,169
	Deferred Tax	4,13,687	5,30,843
	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.		




SAI RETAIL INDIA LIMITED

Notes forming part of Financial Statements As At 31.03.2020

35	Note: Capital and Other commitments	FY 2019-20	FY 2018-19
	(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 from Banks (Loans repayable on demand in Note 7):

<u>Name of the Bank, Facility</u>	<u>Sanctioned Limit</u>	<u>ROI</u>
Cash Credit repayable on demand under the Consortium of		
- Andhra Bank (Lead Bank)	27.00 Crores	1Y MCLR + 1.20%
- Lakshmi Vilas Bank	24.00 Crores	1Y MCLR + 2.05%
- Syndicate Bank	13.00 Crores	1Y MCLR + 3.20%

Total

64.00 Crores

Margin:

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

Primary Security:

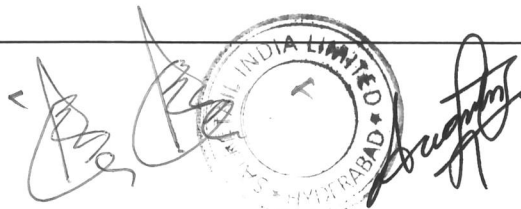
Hypthecation of entire current assets of the company including inventory and receivables by way of Pari-passu charge with other Consortium Banks.

Collateral Security:

SI no	Property and its Address	Belonging To	Other details
1	<u>Residential flat (admeasuring 814 sq.ft with 50 Sq Yards UDS) :</u> 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	<u>Residential land (admeasuring Ac. 4-30 guntas):</u> 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	<u>Converted land (admeasuring 1 Acre 30.4 guntas):</u> 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	<u>Converted Land (admeasuring 6,373.75 Sq meteres out of 2Acres 15 guntas):</u> 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	<u>Converted land (admeasuring 1Acre)</u> 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

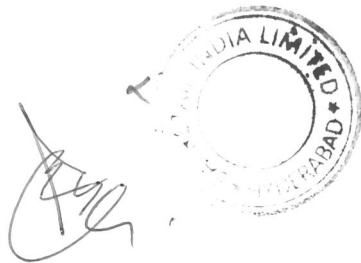


SAI RETAIL INDIA LIMITED

Notes forming part of Financial Statements As At 31.03.2020

B. Vehicle Loans from Banks:

Bank	Loan Amount	EMI Starts from	ROI
HDFC Bank	Vehicle Loan taken from HDFC for an amount of Rs. 6,36,000 for which EMI payable of Rs. 20,735 per month for 35 months	05-Apr-18	9.02%
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%

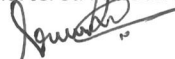


SAI RETAIL INDIA LIMITED**Notes forming part of Financial Statements As At 31.03.2020**

Note No.	Particulars
37	Note: Contingent Liabilities: Nil
38	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
39	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.
40	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.
41	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. 225281

F. No. 018367S

Place: Hyderabad

Date: 04-Sep-2020

**For and on behalf of the board**
Ch.N.K.D. Prasad

Director

DIN: 01929166

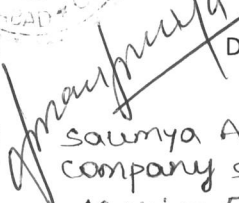

A. Subash Chandra Mohan

Director

DIN: 01967361


Srinivas Prasad Digumarthi

Chief Financial Officer

**Saumya Awasthi**
Company Secretary
M.No - 50497

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
- b) Work in progress
- c) Finished Goods

: At lower of cost or net realizable value
: At lower of cost or net realizable value
: 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.

