

KANNEGOLLA KRISHNA RAO AND COMPANY

CHARTERED ACCOUNTANTS



H.O. Address : D.No. 7A-8-3 (16283), Makkinavari Street,
In the Building of Sri Kannegolla Krishna Rao,
Near Kotha Road, Adarsha Anjaneyaswamy Temple,
ELURU, West Godavari District, Andhra Pradesh - 534001

Office Address : D.No. 44-82-20, 4th Floor, Goddavadari Street,
VIJAYANAGAR - 520002

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cakatyaa1122@gmail.com

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAI SILKS (KALAMANDIR) LIMITED

Report on Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **M/s Sai Silks (Kalamandir) Limited** ('the Company'), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit & Loss and the Cash Flow Statement 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 March 31, 2021, its 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note No. 44 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.



HO : 7A-8-3, Eastern Street, Eluru - 534001

Office Address : D.No. 44-82-20, 4th Floor, Goddavadari Street, Vijayanagar - 520002

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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.



- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure-B**.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with 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 Kannegolla Krishna Rao & Co.,
Chartered Accountants
FRN: 001727S



CA. Krishna Rao Kannegolla
(Partner)
Membership No. 015053



Place: Hyderabad
Date: 05th Jul 2021

UDIN: 21015053 AA AAVI 717

KANNEGOLLA KRISHNA RAO AND COMPANY

CHARTERED ACCOUNTANTS



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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) 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. Therefore paragraph 3 (iii) of the order is not applicable.

(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, the company has generally been regular in depositing undisputed statutory dues including Income-tax, Tax deducted at source, Goods and service tax, Employee State Insurance, Professional Tax and other material statutory dues applicable to it, 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 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 pending for deposit with the appropriate authorities on account of any dispute except those were disclosed in the note no.38 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. The Company doesn't have any loans or borrowing from Government and has not issued any debentures.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). The Company has received loans from Banks during the year. The term loans outstanding at the beginning of the year and those raised during the year have been applied for the purposes for which they were raised.
- (x) According to the information and explanations given to us, no material fraud by the Company. But on the Company, it was noticed that a security guard has stolen the cash an amount of Rs. 8,95,000/- and reported the same at Kukatpalli, Cyberabad police station. This fact was clearly disclosed by the company in its financials under note no. 45.



- (xi) According to the information and explanations given 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 or partly convertible debentures during the year. Accordingly, the provisions of Clause 3 (xiv) of the Order are not applicable to the Company. But the company has issued 6,10,000 shares having face value of Rs. 10/- per share under rights issue at the price of Rs. 100/- per share.
- (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 Kannegolla Krishna Rao & Co.,
Chartered Accountants
FRN: 001727S




CA. Krishna Rao Kannegolla
(Partner)
Membership No. 015053

Place: Hyderabad
Date: 05th Jul 2021

UDIN: 21015053AAAAVI717



KANNEGOLLA KRISHNA RAO AND COMPANY

CHARTERED ACCOUNTANTS

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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 Silks (Kalamandir) Limited** ("the Company") as of 31st 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 31st 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 Kannegolla Krishna Rao & Co.,
Chartered Accountants
FRN: 001727S



CA. Krishna Rao Kannegolla
(Partner)
Membership No. 015053

Place: Hyderabad
Date: 05th Jul 2021

UDIN: 21015053AAAAAVI717.

Sai Silks (Kalamandir) Limited
#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
CIN : U52190TG2008PLC059968
Balance Sheet as at 31-Mar-2021

(Amount INR)

Particulars	Note No.	As At 31.03.2021	As At 31.03.2020
A Equity and Liabilities:			
Shareholders' funds			
Share capital	1	24,06,45,880	23,45,45,880
Reserves and Surplus	2	2,25,64,42,559	2,11,52,26,100
Money received against share warrants			
Share application money pending allotment	3	-	-
Non-current liabilities			
Long-term borrowings	4	57,35,57,940	34,58,35,470
Deferred tax liabilities (net)		16,79,63,152	15,40,91,794
Other long-term liabilities	5	55,14,729	50,49,919
Long-term provisions	6	2,99,93,943	2,98,81,165
Current liabilities			
Short-term borrowings	7	1,39,56,49,298	1,18,03,48,838
Trade payables	8		
- Total outstanding dues of micro enterprises and small enterprises		-	-
- total outstanding dues of creditors other than micro enterprises and small enterprises		1,07,59,87,804	1,70,06,17,444
Other current liabilities	9	35,81,97,734	47,88,35,171
Short-term provisions	10	1,94,45,036	4,91,10,975
TOTAL		6,12,33,98,074	6,29,35,42,755
B Assets:			
Non-current assets			
Property, Plant and Equipment	11		
Tangible assets		1,58,72,54,448	1,71,79,23,385
Intangible assets		9,76,01,057	11,93,81,628
Capital work-in-progress		2,11,90,498	-
Intangible assets under development		-	-
Non-Current Investments		-	-
Deferred tax assets (net)		-	-
Long-term loans and advances	12	3,41,80,059	1,92,75,830
Other Non-Current Assets	13	47,54,19,352	33,22,80,881
Current assets			
Current investments		-	-
Inventories	14	3,66,96,78,640	3,71,51,43,723
Trade receivables	15	3,43,20,340	1,69,24,620
Cash and Bank Balances	16	3,15,84,215	18,07,45,084
Short-term loans and advances	17	17,10,49,006	18,25,82,218
Other Current Assets	18	11,20,460	92,85,387
TOTAL		6,12,33,98,074	6,29,35,42,755

Other relevant Notes to Financial Statements

26 to 46

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

As per my audit report of even date

For and on behalf of the board

For Kannegolla Krishna Rao & Co.,
Chartered Accountants

Ch.N.K.D.Prasad
Chairman & Managing Director
DIN : 01929166

Annam Kayan Srinivas
Whole Time Director
DIN : 02428313

CA. Krishna Rao Kannegolla
Partner
UDIN- 21015053AAAAAVI717

Membership No. 015053

P. No. 001727S

Place: Hyderabad

Date: 5th Jul, 2021

Ramakrishna Oruganti
Chief Financial Officer

M K Bhaskara Teja
Company Secretary

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

Particulars	Note No.	For the year ended 31.03.2021	For the year ended 31.03.2020
(Amount INR)			
A Continuing Operations:			
I Revenue from operations	19	6,77,24,76,299	11,75,56,00,944
II Other income	25	1,32,02,030	2,79,19,616
III Total Revenue (I + II)		6,78,56,78,328	11,78,35,20,561
IV Expenses			
Cost of materials consumed		-	-
Purchases of stock-in-trade	20	4,45,15,97,816	8,73,46,18,685
Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	1,68,34,483	(27,40,08,382)
Employee benefits expense	22	86,24,37,193	1,06,83,48,532
Finance Costs	24	24,06,95,725	26,93,66,781
Depreciation and amortisation expense	11	18,66,10,189	15,79,03,997
Other expenses	23	90,76,56,624	1,24,68,92,432
Total Expenses		6,66,58,32,030	11,20,31,22,046
V Profit / (Loss) before exceptional & extraordinary items and tax (III - IV)		11,98,46,298	58,03,98,515
VI Exceptional items			
VII Profit / (Loss) before extraordinary items and tax (V - VI)		11,98,46,298	58,03,98,515
VIII Extraordinary items			
IX Profit / (Loss) before tax (VII - VIII)		11,98,46,298	58,03,98,515
X Tax expense:		3,35,29,839	12,45,43,081
Provision for Income Tax			
Income Tax			
Current tax		1,96,47,670	12,23,90,150
Less: MAT credit entitlement		-	-
Net current tax		1,96,47,670	12,23,90,150
Previous Year Tax		10,811	-
Deferred Tax		1,38,71,358	21,52,931
XI Profit/(Loss) from continuing operations (IX - X)		8,63,16,459	45,58,55,435
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			
XV Profit / (Loss) for the year (XI + XIV)		8,63,16,459	45,58,55,435
XVI Earnings per equity share:			
- Basic (Face Value Rs. 10 per share)		3.66	19.44
- Diluted (Face Value Rs. 10 per share)		3.66	19.44
Other relevant Notes to Financial Statements	26 to 46		

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

As per my audit report of even date
For Kamegolla Krishna Rao & Co.,
Chartered Accountants,

For and on behalf of the board

CA. Krishna Rao Kannegolla
Partner - DIN - 21015053AAAAAV1717
Membership No. 015053
F. No. 001727S

Ch.N.K.D.Prasad
Chairman & Managing Director
DIN : 01929166

Annam Kalyan Srinivas
Whole Time Director
DIN : 02428313

Place: Hyderabad
Date: 5th Jul, 2021

Ramakrishna Oruganti
Chief Financial Officer

M K Bhaskara Teja
Company Secretary

Sai Silks (Kalamandir) Limited

#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016

Cash Flow Statement for the year ended 31-Mar-2021

(Amount INR)

Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
A. Cash flow from Operating activities		
Net Profit before tax as per Profit and loss account	11,98,46,298	58,03,98,515
Adjustments		
(Profit) / Loss on sale of fixed assets (net)	89,600	1,55,983
Depreciation and Amortisation Expense	18,66,10,189	15,79,03,997
Preliminary Expenditure Written Off	-	2,95,000
Interest Income	(38,41,585)	(56,14,844)
Other Income	(99,79,111)	(2,09,72,674)
Finance Costs	24,06,95,725	26,93,66,781
Effect on Exchange Rate Change	5,29,065	(14,88,081)
	<u>53,39,50,182</u>	<u>98,00,44,676</u>
(Increase)/Decrease in Trade and Other Receivables	(1,73,95,720)	4,23,99,941
(Increase)/Decrease in Inventories	4,54,65,083	(30,40,91,582)
Changes in Short Term Loans & Advances	1,15,33,212	1,05,89,200
Changes in Other Current Assets	81,64,927	61,49,617
Increase/(Decrease) in Trade Payables	(62,46,29,640)	28,06,65,355
Increase/(Decrease) in Other Current Liabilities	(12,06,37,437)	4,42,20,993
Increase/(Decrease) in Short Term Provisions	1,18,534	3,08,974
	<u>(16,34,30,858)</u>	<u>1,06,02,87,175</u>
Cash generated from Operations	<u>(16,34,30,858)</u>	<u>1,06,02,87,175</u>
Direct Taxes paid	(4,94,42,954)	(23,42,70,039)
Net Cash from Operating activities	<u>(21,28,73,812)</u>	<u>82,60,17,136</u>
B. Cash flow from Investing Activities		
(Purchase) / Sale of Fixed Assets (Net)	(3,42,50,281)	(47,40,87,406)
Capital Work-in-progress	(2,11,90,498)	-
Changes in Long Term Loans & Advances	(1,49,04,229)	57,30,980
Changes in Other Non Current Assets	(14,31,38,471)	(10,93,19,240)
Increase/(Decrease) in Other Long Term Liabilities	4,64,810	37,40,639
Increase/(Decrease) in Long Term Provisions	1,12,778	32,61,470
Interest Income	38,41,585	56,14,844
Other Income	99,79,111	2,09,72,674
	<u>(19,90,85,196)</u>	<u>(54,40,86,038)</u>
Cash flow before exceptional items	<u>(19,90,85,196)</u>	<u>(54,40,86,038)</u>
Exceptional Items	-	-
Net Cash from Investment Activities	<u>(19,90,85,196)</u>	<u>(54,40,86,038)</u>
C. Cash Flow from Financing Activities		
Proceeds from issue of Share Capital/ Share Application Money	6,10,00,000	-
Proceeds / (Repayment) from Long Term Borrowings	22,77,22,470	(5,77,76,887)
Proceeds / (Repayment) from Short Term Borrowings	21,53,00,460	11,69,500
Finance Costs	(24,06,95,725)	(26,04,33,002)
Effect on Exchange Rate Change	(5,29,065)	14,88,081
Net cash used in financing activities	<u>26,27,98,139</u>	<u>(31,55,52,309)</u>
Net (Decrease) / Increase in cash and cash equivalents	<u>(14,91,60,869)</u>	<u>(3,36,21,212)</u>
Cash and cash equivalents at the beginning of the year	18,07,45,084	21,43,66,295
Cash and Cash equivalents at the end of the year	<u>3,15,84,215</u>	<u>18,07,45,084</u>

1. The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3 on Cash Flow Statements notified under section 133 of the Companies Act, 2013.

Approved by audit report of even date

For and on behalf of the board

For Kannegolla Krishna Rao & Co.,

Chartered Accountants

Chartered

Accountants

CA. Krishna Rao Kannegolla

Partner - DIN - 21015053AAAAA V1717

Membership No. 015053

F. No. 001727S

Place: Hyderabad

Date: 5th Jul, 2021

Ch.N.K.D.Prasad

Chairman & Managing Director

DIN : 01929166

Ramakrishna Oruganti
Chief Financial Officer

Annam Kalyan Srinivas

Whole Time Director

DIN : 02428313

M K Bhaskara Teja
Company Secretary

Sai Silks (Kalamandir) Limited

#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016

Notes forming part of Financial Statements As At 31-Mar-2021**Note 1 Share Capital****(Amount INR)**

S. No	Particulars	As At 31.03.2021		As At 31.03.2020	
		Number	Amount	Number	Amount
(i)	Authorised Equity Shares of Rs. 10/- each with Voting Rights	4,20,00,000	42,00,00,000	4,20,00,000	42,00,00,000
(i)	Issued, Subscribed and Paid up Equity Shares of Rs. 10/- each fully paid up with Voting Rights	2,40,64,588	24,06,45,880	2,34,54,588	23,45,45,880
	Total	2,40,64,588	24,06,45,880	2,34,54,588	23,45,45,880

(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	2,34,54,588	23,45,45,880	2,34,54,588	23,45,45,880
2	Equity Shares Issued during the year	6,10,000	61,00,000		
3	Equity Shares bought back during the year				
4	Equity Shares outstanding at the end of the year	2,40,64,588	24,06,45,880	2,34,54,588	23,45,45,880

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

The company has 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	Chalavadi Naga Kanaka Durga Prasad	71,07,600	29.54%	64,97,600	27.70%
2	Chalavadi Jhansi Rani	53,60,088	22.27%	53,60,088	22.85%
3	Perumalla Dhanalakshmi	29,31,900	12.18%	29,31,900	12.50%
4	Chalavadi Devamani	22,24,200	9.24%	22,24,200	9.48%
5	Chalavadi D K Durga Rao	16,16,500	6.72%	16,16,500	6.89%
6	Annam Kalyan Srinivas	15,15,400	6.30%	15,15,400	6.46%
7	Rupamani Nagakanakadurgasri Harshada C	25,00,000	10.39%	25,00,000	10.66%

(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 :

Share capital as at March 31, 2017 includes, 20,64,588 equity shares of ` .10/- each allotted during the previous FY 2015-16 at Premium of Rs. 90/-each for consideration other than cash, to the Share Holders of I-One Investments Pvt. Ltd., in the scheme of Amalgamation as per the order of the Hon'ble High Court of Hyderabad, Telangana Dated 18-Aug-2016. (Appointed Date 01.10.2015)

S.No.	Name of the Allottee	No of Equity Shares
1	Chalavadi Jhansi Rani	20,63,388
2	Annam Subash Chandra Mohan	1,200
	Total	20,64,588

(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 Silks (Kalamandir) Limited
 #6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	As At 31.03.2021	As At 31.03.2020
2	Note: Reserves and Surplus		
	Securities Premium Account		
	As per last Balance Sheet	28,86,62,920	28,86,62,920
	(+) Additions during the year on account of shares issued during the year	5,49,00,000	-
	Closing Balance	<u><u>34,35,62,920</u></u>	<u><u>28,86,62,920</u></u>
	Profit and Loss Account		
	As per last Balance Sheet	1,82,65,63,180	1,37,07,07,746
	(+) Net Profit for the current year	8,63,16,459	45,58,55,435
	(+) Transfer from Reserves		
	(-) Net Loss for the current year		
	(-) Proposed Dividends		
	(-) Interim Dividends		
	Closing Balance	<u><u>1,91,28,79,639</u></u>	<u><u>1,82,65,63,180</u></u>
	Total	<u><u>2,25,64,42,559</u></u>	<u><u>2,11,52,26,100</u></u>
3	Share Application money pending allotment	-	-






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Sai Silks (Kalamandir) Limited
#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	As At 31.03.2021	As At 31.03.2020
4	Note: Long Term Borrowings		
	Secured		
	Term Loans from Banks *		
	Total Outstanding of Term Liabilities	73,51,50,116	41,87,10,771
	Less: Current meturities of which shown seperately in note no. 9	(19,22,72,546)	(10,69,38,869)
	Long Term Portion of Term Liabilities - A	<u>54,28,77,570</u>	<u>31,17,71,902</u>
	Vehicle Loans from Banks #		
	Total Outstanding of Vehicle Loans	4,14,45,462	4,78,96,158
	Less: Current meturities of which shown seperately in note no. 9	(1,07,65,092)	(1,38,32,590)
	Long Term Portion of Vehicle Loans - B	<u>3,06,80,370</u>	<u>3,40,63,568</u>
	Total (A + B)	<u>57,35,57,940</u>	<u>34,58,35,470</u>

* Term Loans from Banks are secured by first charge on fixed assets of the company both present and future (For details Refer Note No 37)

Vehicles loans are secured by hypothecation of vehicles financed by respective banks. (For details Refer Note No 37)

5 Note: Other Longterm Liabilities

Other Liabilities pertains to:

Trade / Security amounts Received

55,14,729	50,49,919
<u>55,14,729</u>	<u>50,49,919</u>

6 Note: Long Term Provisions

Provisions for Employee Benefits *

1,98,59,943

1,87,42,165

Provisions for Taxes (previous Years)

-

-

Provisions - Others**

1,01,34,000

1,11,39,000

2,99,93,943

2,98,81,165

* Provisions for Employee Benefits comprises "Provision for Gratuity " which is based on Actuarial Valuation as detailed in Note no. 28.

** Provisions for Others comprises "Windmill Revenue Compensation".

7 Note: Short Term Borrowings

Secured

Loans repayable on demand from Banks

1,39,37,64,234

1,15,84,63,774

Loans repayable on demand from Others

-

-

Working Capital Loans from Banks

-

-

Unsecured

Loans from Related Parties **

18,85,064

2,18,85,064

Other Loans and Advances

-

-

Deposits

-

-

Other Loans & Advances

-

-

1,39,56,49,298

1,18,03,48,838

** Loans from Related Parties consists of

S.No.	Name of the Related Party	As At 31.03.2021	As At 31.03.2020
1	Chalavadi Naga Kanaka Durga Prasad	18,73,448	2,18,73,448
2	Chalavadi Krishna Murty	11,616	11,616

The Company has borrowed above unsecured loans on the following terms & conditions:

Terms & Conditions

Rate of Interest

Particulars

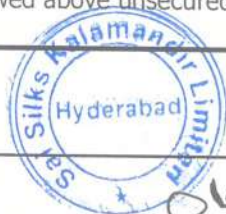
Nil

Security

Unsecured

Terms of Repayment

Repayable on Demand



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Sai Silks (Kalamandir) Limited
#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	As At 31.03.2021	As At 31.03.2020
8	Note: Trade Payables		
	Total outstanding dues of micro enterprises and small enterprises *	-	-
	Dues to Others	1,07,59,87,804	1,70,06,17,444
		1,07,59,87,804	1,70,06,17,444

* The details of amounts outstanding to Micro, Small and Medium 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)

Termloans from Banks*	19,22,72,546	10,69,38,869
Vehicle Loans from Banks#	1,07,65,092	1,38,32,590
Finance Lease	-	-
Interest Accrued & Due on Loans	-	-
Interest Accrued & But not Due on Loans	-	89,33,779
Advances received from Customers	1,61,51,216	1,43,85,959
Other Payables ~	13,90,08,880	33,47,43,974
	35,81,97,734	47,88,35,171

* Term Loans from Banks are secured against Fixed Assets of the company, both present and future (For details Refer Note No 37).

Vehicles loans are secured by hypothecation of vehicles financed by respective banks. (For details Refer Note No 37).

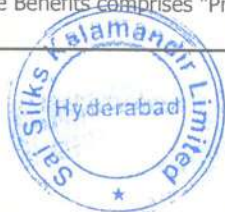
~ Other Payables include

Statutory Liabilities	1,34,16,809	1,13,67,278
Otherthan Statutory Liabilities	12,55,92,071	32,33,76,696

10 Note: Short Term Provisions

Provisions for Employee Benefits		
Provision for Gratuity*	18,87,601	17,69,067
Provisions - Others:		
Provision for Taxes	1,75,57,435	4,73,41,908
	1,94,45,036	4,91,10,975

* Provisions for Employee Benefits comprises "Provision for Gratuity " which is based on Actuarial Valuation as detailed in Note no. 28.



Sai Silks (Kalamandir) Limited
#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021
Note 11. Property, Plant and Equipment

(Amount INR)

S. No.	Particulars	Gross Block								
		Balance As At 01.04.2020	Additions	Disposals	Acquisitions through business combination	Reclassified as held for sale	Revaluation increase	Effect of foreign exchange difference	Borrowing cost capitalised	Other Adj.
1		2	3	4	5	6	7	8	9	10 = 1+2-3+4-5 +6-7+8-9
A Tangible assets :										
(a)	Civil Works									
	Owned	26,91,86,140	30,98,287	-	-	-	-	-	-	27,22,84,427
	Taken under finance lease	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-
(b)	Plant & Machinery									
	Owned	36,03,11,600	23,73,312	-	-	-	-	-	-	36,26,84,912
	Taken under finance lease	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-
(c)	Wind Mill									
	Owned	11,47,83,663	-	-	-	-	-	-	-	11,47,83,663
	Taken under finance lease	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-
(d)	Computers & Peripherals									
	Owned	6,74,20,189	57,92,474	-	-	-	-	-	-	7,32,12,662
	Taken under finance lease	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-
(e)	Furniture and Fixtures									
	Owned	1,39,20,28,759	1,79,05,068	-	-	-	-	-	-	1,40,99,33,827
	Taken under finance lease	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-
(f)	Vehicles									
	Owned	11,05,73,215	98,06,451	1,24,93,882	-	-	-	-	-	10,78,85,785
	Taken under finance lease	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-
	Total (A)	2,31,43,03,567	3,89,75,591	1,24,93,882	-	-	-	-	-	2,34,07,85,276
	Previous Year	(1,84,26,06,530)	(47,43,61,907)	(26,64,870)	-	-	-	-	-	(2,31,43,03,567)
B Intangible assets										
	Computer Software	1,40,22,188	22,380	-	-	-	-	-	-	1,40,44,568
	Brand (Kalamandir)	20,68,92,906	-	-	-	-	-	-	-	20,68,92,906
	Brand (KLM Fashions)	20,00,000	-	-	-	-	-	-	-	20,00,000
	Total (B)	22,29,15,094	22,380	-	-	-	-	-	-	22,29,37,474
	Previous Year	(22,29,15,094)	-	-	-	-	-	-	-	(22,29,15,094)
	Grand Total (A + B)	2,53,72,18,661	3,89,97,971	1,24,93,882	-	-	-	-	-	2,56,37,22,750



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S. No.	Particulars	Accumulated depreciation and impairment											Net block	
		11	12	13	14	15	16	17	18= sum(11:17)	19= (10-18)	20= (1-11)			
	Balance As At 01.04.2020	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 31.03.2021	Balance As At 31.03.2021	Balance As At 31.03.2020				
A	Tangible assets :													
(a)	Civil Works													
	Owned	2,82,59,731	58,07,410	-	-	-	-	3,40,67,140	23,82,17,286	24,09,26,410				
	Taken under finance lease	-	-	-	-	-	-	-	-	-				
	Given under operating lease	-	-	-	-	-	-	-	-	-				
(b)	Plant & Machinery													
	Owned	8,47,61,406	2,23,26,341	-	-	-	-	10,70,87,747	25,55,97,164	27,55,50,194				
	Taken under finance lease	-	-	-	-	-	-	-	-	-				
	Given under operating lease	-	-	-	-	-	-	-	-	-				
(c)	Wind Mill													
	Owned	4,38,01,777	49,53,483	-	-	-	-	4,87,55,260	6,60,28,403	7,09,81,886				
	Taken under finance lease	-	-	-	-	-	-	-	-	-				
	Given under operating lease	-	-	-	-	-	-	-	-	-				
	Computers & Peripherals													
	Owned	4,52,10,412	1,12,65,052	-	-	-	-	5,64,75,464	1,67,37,199	2,22,09,777				
	Taken under finance lease	-	-	-	-	-	-	-	-	-				
	Given under operating lease	-	-	-	-	-	-	-	-	-				
(e)	Furniture and Fixtures													
	Owned	35,78,62,681	10,80,59,908	-	-	-	-	46,59,22,589	94,40,11,238	1,03,41,66,078				
	Taken under finance lease	-	-	-	-	-	-	-	-	-				
	Given under operating lease	-	-	-	-	-	-	-	-	-				
(f)	Vehicles													
	Owned	3,64,84,175	1,23,95,045	76,56,592	-	-	-	4,12,22,627	6,66,63,157	7,40,89,041				
	Taken under finance lease	-	-	-	-	-	-	-	-	-				
	Given under operating lease	-	-	-	-	-	-	-	-	-				
	Total (A)	59,63,80,182	16,48,07,238	76,56,592	-	-	-	75,35,30,828	1,58,72,54,448	1,71,79,23,385				
	Previous Year	(46,29,45,594)	(13,56,68,974)	(22,34,386)	-	-	-	(59,63,80,182)	(1,71,79,23,385)	(1,37,96,60,936)				
B	Intangible assets													
	Computer Software	98,95,339	9,25,045	-	-	-	-	1,08,20,385	32,24,183	41,26,849				
	Brand (Kalamandir)	9,31,35,799	2,06,77,960	-	-	-	-	11,38,13,759	9,30,79,147	11,37,57,107				
	Brand (KLM Fashions)	5,02,328	1,99,945	-	-	-	-	7,02,273	12,97,727	14,97,672				
	Total (B)	10,35,33,466	2,18,02,951	-	-	-	-	12,53,36,417	9,76,01,057	11,93,81,628				
	Previous Year	(8,12,98,444)	(2,22,35,022)	-	-	-	-	(10,35,33,466)	(11,93,81,628)	(14,16,16,650)				
C	Capital Work in Progress													
	Grand Total (A + B + C)	69,99,13,648	18,66,10,189	76,56,592	-	-	-	87,88,67,245	1,70,60,46,003	1,88,73,05,012				



Kalamandir

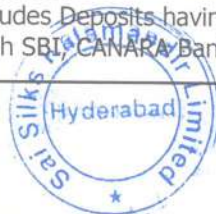
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Sai Silks (Kalamandir) Limited
#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016

Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	As At 31.03.2021	As At 31.03.2020
12	Note: Long Term Loans & Advances		
	(a) Capital Advances		
	Secured, considered good	-	-
	Unsecured, considered good	3,41,80,059	1,92,75,830
	Doubtful	-	-
	(b) Security Deposits	-	-
	(c) Loans & Advances to related parties	-	-
	(d) Loans & Advances to Employees	-	-
	(e) Prepaid Expenses	-	-
	(f) Advance Income Tax/TDS (Unsecured, Considered good)	-	-
	(g) MAT Credit Entitlement	-	-
	(h) Balances with Government Authorities	-	-
	(i) Other Loans & Advances		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	(j) Doubtful	-	-
		3,41,80,059	1,92,75,830
	Less: Provision for other doubtful loans & advances		
		3,41,80,059	1,92,75,830
	Note: Long Term Loans & Advances 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	-	-
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	-	-
	Public Issue Expenditure	-	-
	Amalgamation Expenditure	-	-
	(c) Accruals	-	-
	(d) Other Non-current Assets		
	Electricity Deposits	1,97,13,587	1,97,13,587
	Rent Deposit*	26,98,45,824	26,49,10,324
	Telephone Deposit	34,335	34,335
	In Deposit Accounts^	18,56,01,106	4,74,05,635
	Other Deposits	2,24,500	2,17,000
		47,54,19,352	33,22,80,881
	* Rent Deposit Includes:		
	- Deposit to SSS Marketing	12,00,000	12,00,000
	- CH N K D Prasad	6,00,000	3,60,000
	- CH Jahnsi Rani	2,40,000	2,40,000
	- Sai Retail India Limited	9,00,000	-

^ Deposit accounts includes Deposits having original maturity greater than one year held as collateral security against borrowings with SBI, CANARA Bank and HDFC Bank.



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Sai Silks (Kalamandir) Limited
 #6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	As At 31.03.2021	As At 31.03.2020
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) *	3,66,82,26,040	3,68,50,60,523
	Goods-in-transit	-	-
	(e) Stores and spares	-	-
	Goods-in-transit	-	-
	(f) Loose tools	-	-
	Goods-in-transit	-	-
	(g) Packing Material	14,52,600	3,00,83,200
	Goods-in-transit	-	-
		3,66,96,78,640	3,71,51,43,723
	* Mode of valuation:		
	Finished Goods		: At lower of cost or net realisable value
	Raw material & Sticking Material		: At Cost
	Stores, Spare parts, Packing & Branding Material		: At Cost
15	Note: Trade Receivables		
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Doubtful	-	-
	Trade receivables outstanding for a period less than six months from the date they were due for payment *		
	Secured, considered good	-	-
	Unsecured, considered good	3,43,20,340	1,69,24,620
	Doubtful	-	-
		3,43,20,340	1,69,24,620
	Less: Provision for doubtful trade receivables	-	-
		3,43,20,340	1,69,24,620
	* Trade receivables include debts due from:		
	Directors	-	-
	Other officers of the Company	-	-
	Firms in which any director is a partner (give details per firm)	-	-
	Private companies in which any director is a director or member (give details per company)	-	-
16	Note: Cash and Bank Balances		
	(a) Cash and Cash Equivalents		
	(i) Balances with banks;		
	In Deposit Accounts	-	-
	In Current Accounts	1,72,99,445	10,18,73,397
	(ii) Cheques, drafts on hand	-	-
	(iii) Cash on hand	1,42,84,769	7,88,71,687
	(b) Other Bank balances		
	In Deposit Accounts	-	-
		3,15,84,215	18,07,45,084



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Sai Silks (Kalamandir) Limited
 #6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	As At 31.03.2021	As At 31.03.2020
17	Note: Short Term Loans & Advances		
	(a) Loans and advances to related parties	-	-
	(b) Security deposits		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Doubtful	-	-
	(c) Loans and advances to employees		
	Secured, considered good	-	-
	Unsecured, considered good	5,50,25,357	4,49,64,288
	Doubtful	-	-
	(d) Prepaid expenses - Unsecured, considered good *	1,34,87,029	1,02,22,102
	(e) Balances with government authorities		
	Unsecured, considered good		
	GST Credit	7,44,46,406	10,67,78,053
	(f) Inter-corporate deposits	-	-
	MAT Credit entitlement - Unsecured, considered good	-	-
	(h) Advance to Suppliers	2,80,90,214	2,06,17,775
	(i) Other Loans & Advances		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	Doubtful	-	-
		<u>17,10,49,006</u>	<u>18,25,82,218</u>
	Less: Provision for other doubtful loans and advances	-	-
		<u>17,10,49,006</u>	<u>18,25,82,218</u>
	* "Prepaid Expenses" pertains to Insurance Premium, Annual Maintenance Contracts.		
18	Note: Other Current Assets		
	(a) Unbilled revenue	-	-
	(b) Unamortised expenses	-	-
	(c) Accruals	-	-
	(d) Other Current Assets *	11,20,460	92,85,387
		<u>11,20,460</u>	<u>92,85,387</u>
	* Other Current Assets include		
	Interest Accrued But Not due on FDs	11,20,460	1,64,853
	Discount Receivable	-	91,20,534
	Rental Debtors	-	-



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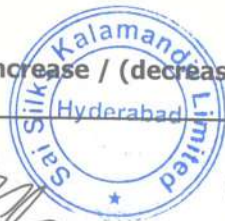
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Sai Silks (Kalamandir) Limited
 #6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
19	Note: Revenue from Operations		
	Sale of products		
	Domestic	6,77,14,71,299	11,75,45,95,944
	- Sales through Showrooms	6,71,03,35,047	11,74,68,58,750
	- Sales through Online OMNI Channel	62,13,211	77,37,194
	- Sales through Online E-Com Channel	5,49,23,041	-
	Export	-	-
	Other operating revenues	10,05,000	10,05,000
		6,77,24,76,299	11,75,56,00,944
	Sales of traded goods under broad heads:		
	Description	For the year ended 31.03.2021	For the year ended 31.03.2020
	Sarees and other textiles products	6,77,14,71,299	11,75,45,95,944
	Others	-	-
	Total	6,77,14,71,299	11,75,45,95,944
20	Note: Purchases		
	Purchases	4,45,08,90,990	8,73,32,94,025
	Less : Discount / Rate Difference	1,500	24,338
		4,45,08,89,490	8,73,32,69,686
	Add : Carriage-in-wards	7,08,326	13,48,999
		4,45,15,97,816	8,73,46,18,685
	Purchases of traded goods under broad heads:		
	Description		
	Sarees and other textiles products	4,45,08,89,490	8,73,32,69,686
	Others	-	-
	Total	4,45,08,89,490	8,73,32,69,686
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)	3,66,82,26,040	3,68,50,60,523
	Work-in-progress	-	-
	Stock-in-trade	-	-
		3,66,82,26,040	3,68,50,60,523
	<u>Inventories at the beginning of the year:</u>		
	Finished goods (acquired for trading)	3,68,50,60,523	3,41,10,52,141
	Work-in-progress	-	-
	Stock-in-trade	-	-
	Packing Material	-	-
		3,68,50,60,523	3,41,10,52,141
	Net increase / (decrease)	(1,68,34,483)	27,40,08,382

Net increase / (decrease)



Sai Silks (Kalamandir) Limited
#6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
22	Note: Employee Benefit Expenses		
	Salaries and wages	79,61,10,541	95,82,12,946
	Directors Remuneration	1,61,78,710	2,17,82,258
	Staff Bonus	2,72,69,273	3,99,10,646
	Staff welfare expenses	1,73,65,068	3,65,34,361
	Contribution to provident and other funds *	42,77,289	73,32,877
	Prov. for Gratuity	12,36,312	45,75,444
		86,24,37,193	1,06,83,48,532
	* includes contribution to Employee provident fund, Employee State Insurance Scheme		
23	Note: Other Expenses		
	<u>Administration Expenses</u>		
	Audit Fee	3,00,000	1,00,000
	Directors Sitting Fee	1,80,000	1,80,000
	Rent	25,74,41,619	30,01,49,992
	Rent cum Commission	51,13,710	73,00,000
	Electrical Charges	10,95,19,275	15,51,57,930
	Insurance	1,40,99,874	1,37,43,352
	Professional Charges	3,75,02,200	5,15,02,183
	Security Charges	1,28,57,982	2,36,33,072
	Printing, Postage & Stationery	48,17,270	90,16,013
	Telephone & Internet Charges	54,55,890	49,68,521
	Travelling Expenses	46,39,314	1,02,44,951
	Computer Software Maintenance	71,39,799	22,72,252
	Conveyance	1,55,52,654	1,75,50,542
	Festival & Functional Expenses	14,07,151	46,98,310
	Generator maintenance	36,40,836	49,77,023
	Office & Stores Maintenance	5,09,68,787	8,11,15,293
	Repairs & Maintenance	18,40,00,533	12,66,21,449
	Subscription	2,44,256	36,823
	Rates & Taxes	1,31,58,266	2,22,88,722
	Vehicle Maintenance / Repairs	24,11,972	29,01,986
	<u>Selling & Distribution Expenses</u>		
	Advertisement	8,71,82,103	27,61,01,411
	Business Promotion	2,28,08,997	2,15,43,992
	Packing Material	6,27,64,382	9,17,12,827
	Alteration, Rolling & Polishing Charges	31,51,475	79,99,437
	CSR Expenditure	12,98,275	1,07,81,352
	Amalgamation Expenses Written Off	-	2,95,000
		90,76,56,624	1,24,68,92,432



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Sai Silks (Kalamandir) Limited
 #6-3-790/8, Flat No.1, Bathina Apartment, Ameerpet, Hyderabad -500 016
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
24	Note: Finance Costs		
	Interest Expense		
	Interest on WC & TL	18,10,94,162	17,70,10,326
	Interest on Others *	1,01,17,893	71,10,832
	Interest on TDS & Income Tax	1,23,06,311	2,17,02,983
	Other Borrowing Costs:		
	Loan Processing Charges	60,49,066	43,45,492
	Bank Charges (Incl Cash Pickup & CC Swiping Charges)	3,11,28,293	5,91,97,148
		24,06,95,725	26,93,66,781
	* "Interest on Others" include Interest on Vehicle Loans, Trade deposits and Hire purchase		
25	Note: Other Income		
	Interest from Deposits	38,41,585	56,14,844
	<u>Other Non-Operating Income:</u>		
	Rent Received	99,79,111	1,15,39,462
	Other Incomes	-	94,33,212
	Forex Gain / (Loss)*	(5,29,065)	14,88,081
	Profit / Loss on Sale of Fixed Assets	(89,600)	(1,55,983)
		1,32,02,030	2,79,19,616
	*Forex Gain / (Loss) is arrived by year-ending valuation of advances made in foreign currency as per AS-11.		








Sai Silks (Kalamandir) Limited
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	FY 2020-21	FY 2019-20
26	Note: Auditors Remuneration		
	Payments to Auditors comprises:		
	As Auditors - Statutory Audit	2,25,000	75,000
	For taxation matters	75,000	25,000
	For company law matters	-	-
	For management services	-	-
	For other services	-	-
	Reimbursement of Expenses	-	-
27	Note: Deferred Tax Liability (Net)		
	DTL Provision for the period on Depreciation	1,41,82,513	17,87,361
	DTA Provision for the period on Gratuity	3,11,155	(3,65,569)
	Total Deferred Prov. For the period	1,38,71,358	21,52,931

28 Note: Retirement Benefits :

The Gratuity liability is recognised in the books of accounts based on Actuarial Valuation in accordance with the Revised AS-15.

The Process and Assumptions taken for the purpose calculation of Gratuity is as follows :

Particulars	FY 2020-21	FY 2019-20
Opening defined benefit obligation	2,05,11,233	1,59,35,788
Current services cost	32,35,962	35,88,258
Interest cost	13,86,559	12,19,088
Benefits paid		-
Actuarial (gains)/losses on obligation	(33,86,210)	(2,31,901)
Closing defined benefit obligation	2,17,47,544	2,05,11,233
GRATUITY LIABILITY		
Short Term Liability	18,87,601	17,69,068
Long Term Liability	1,98,59,943	1,87,42,165
TOTAL NET LIABILITY	2,17,47,544	2,05,11,233

Assumptions :

Date of Valuation	31.03.2021	31.03.2020
Normal Retirement age	60 years	60 years
Salary Growth Rate (Per Annum)	4.00%	4.00%
Discount Rate (Per Annum)	6.92%	6.76%
Mortality Rate (as % of IALM (2012-014) Ult. Mortality Table)	100%	100%
Disability Rate (as % of above mortality rate)	0%	0%
Withdrawal Rate	5%	5%
Adjusted Average Future Service	12.06 Years	12.21 Years



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Sai Silks (Kalamandir) Limited**Notes forming part of Financial Statements As At 31-Mar-2021****29 Note on CSR Expenditure:**

As per Sec 135 of Companies Act, 2013 along with Rules made there under, the company has constituted the CSR committee to frame CSR policies and to monitor the performance of the CSR team.

The promoters of the Company had established a registered Trust KALAMANDIR FOUNDATION to undertake charitable activities since 2010. After enabling the CSR provisions under the companies Act, 2013, the company is performing all of its CSR activities as mentioned in the Schedule-VII of the Companies Act, 2013 read with Circular no. 21/2014 through this Trust. KALAMANDIR FOUNDATION is the CSR arm of the Company.

Every year the Company undertook various activities predominantly in the areas of Child Education, Vocational skills development, Women Empowerment and Health care & Sanitation in association with KALAMANDIR FOUNDATION. But during the FY 2020-21, due to the impact of COVID-19 the company has undertaken only a little. The details are as follows.

Particulars	FY 2020-21
Average Profits for the last 3 Years	44,57,43,487
2% of Average required to be spent	89,14,870
Amount Spent by the Company during the Year for CSR	12,98,275
Excess / (Short) Spent	(76,16,595)

Track of Previous Years:

Particulars	FY 2019-20	FY 2018-19	FY 2017-18
Average Profits for the last 3 Years	32,80,42,285	22,90,52,231	18,87,45,271
2% of Average required to be spent	65,60,846	45,81,045	37,74,905
Amount Spent by the Company during the Year for CSR	1,07,81,352	1,21,56,737	78,14,181
Excess / (Short) Spent	42,20,506	75,75,692	40,39,276

During the FY 2020-21, we have spent lesser amount than required by the statute due to the Difficulties faced because of COVID-19 Pandemic. But as per our previous years track, the company spent more on CSR expenditure than what the statute specified as detailed above.



Sai Silks (Kalamandir) Limited

Notes forming part of Financial Statements As At 31-Mar-2021

Note Nr 30 Related Party Disclosures

S.No. Name of the Related Party Nature of Relationship

1	Naga Kanaka Durga Prasad Chalavadi	MD & Whole Time Director
2	Kalyana Srinivas Annam	Executive Director
3	Doondeswara Kanaka Durga Rao Chalavadi	Executive Director
4	Rama Krishna Oruganti	Key Managerial Personnel (CFO)
5	Koti Bhaskara Teja Matte	Key Managerial Personnel (CS)
6	Naveen Nandigam	Non Executive / Independent Director
7	Sirisha Chintapalli	Non Executive / Independent Director
8	Laxminivas Jaju	Non Executive / Independent Director
9	Jhansi Rani Chalavadi	Relative of Director
10	Venkata Rajesh Annam	Relative of Director
11	Sowjanya Annam	Relative of Director
12	Suchitra Annam	Relative of Director
13	Mohana Durga Rao Chalavadi	Relative of Director
14	Supriya Padarthy	Relative of Director
15	Bhavani Annam	Relative of Director
16	Lavanya Mankal	Relative of Director
17	Krishna Murty Chalavadi	Relative of Director
18	Devamani Venkata Kanaka Hanisha Chalavadi	Relative of Director
19	Balaji Bharadwaj Rachamadugu	Relative of Director
20	Sai Readymades	Enterprise over which Directors having Significant Influence (EDS)
21	Sai Retail India Limited	Enterprise over which Directors having Significant Influence (EDS)
22	SSS Marketing	Enterprise over which Directors having Significant Influence (EDS)
23	Sai Swarnamandir Jewellers Pvt Ltd	Enterprise over which Directors having Significant Influence (EDS)
24	Sumaja Creations	Enterprise over which Directors having Significant Influence (EDS)
25	K Factory	Enterprise over which Directors having Significant Influence (EDS)
26	Kalamandir Foundation	Enterprise over which Directors having Significant Influence (EDS)
27	Kalamandir International Pvt Ltd	Enterprise over which Directors having Significant Influence (EDS)
28	Varamahalakshmi Holdings Pvt Ltd.	Enterprise over which Directors having Significant Influence (EDS)
29	Soul of Pluto Tech LLP	Enterprise over which Directors having Significant Influence (EDS)



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Transactions with Related Parties:

S.No.	Nature of Transaction	FY 2020-21			FY 2019-20				
		EDS	KMP	Relative of Director	Total	EDS	KMP	Relative of Director	Total
1	Purchases	4,42,18,74,175	-	-	4,42,18,74,175	8,68,94,79,435	-	-	8,68,94,79,435
2	Rent (Expense)	34,74,000	5,90,000	3,40,000	44,04,000	21,24,000	7,20,000	4,80,000	33,24,000
3	Rent (Income)	13,20,000	-	-	13,20,000	15,20,000	-	-	15,20,000
4	Commission (Expense)	18,00,000	-	-	18,00,000	18,00,000	-	-	18,00,000
5	Salary / Remuneration	-	1,72,02,497	1,56,40,784	3,28,43,281	-	2,35,54,884	2,02,90,324	4,38,45,208
6	Advertisement (Expense)	2,14,57,417	-	-	2,14,57,417	20,70,24,002	-	-	20,70,24,002
7	Donation	6,76,825	-	-	6,76,825	1,00,80,130	-	-	1,00,80,130
8	Unsecured loan Taken	-	(2,00,00,000)	-	(2,00,00,000)	-	-	-	-
9	Shares Allotted	-	6,10,00,000	-	6,10,00,000	-	-	-	-
10	Software Consultation / Maintenance (Exp)	2,22,00,129	-	-	2,22,00,129	2,22,00,000	-	-	2,22,00,000
11	Other Incomes	-	-	-	-	78,00,000	-	-	78,00,000
12	Rent Deposits Given	9,00,000	2,40,000	-	11,40,000	-	-	-	-
13	Rent Deposits Received	-	-	-	-	6,00,000	-	-	6,00,000

Balances with Related Parties As At 31.03.2020:

S.No.	Nature of Transaction	FY 2020-21			FY 2019-20				
		EDS	KMP	Relative of Director	Total	EDS	KMP	Relative of Director	Total
1	Short Term Borrowings	-	18,73,448	11,616	18,85,064	-	2,18,73,448	11,616	2,18,85,064
2	Trade Payables	1,06,20,04,380	-	-	1,06,20,04,380	4,76,761	-	-	4,76,761
3	Other Payables	(26,10,496)	22,93,451	12,66,684	9,49,638	12,01,17,289	26,35,948	13,00,389	12,40,53,626
4	Other Current Liabilities	4,52,779	-	-	4,52,779	79,803	-	-	79,803
5	Rent Deposits Given	21,00,000	6,00,000	2,40,000	29,40,000	12,00,000	3,60,000	2,40,000	18,00,000
6	Rent Deposits Received	6,00,000	-	-	6,00,000	6,00,000	-	-	6,00,000

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Sai Silks (Kalamandir) Limited
Notes forming part of Financial Statements As At 31-Mar-2021
Related Party Disclosures Workings

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 Retail India Limited	Public Limited	3 (E)	Directors interested	Purchases Rent (Expense) Rent (Income) Rent Deposits	4,42,18,74,175 24,54,000 1,20,000 9,00,000	(1,06,15,27,619)	8,68,94,79,435 11,04,000 1,20,000 -	- - - -
2	SSS Marketing	Partnership	3 (E)	Relative of Director Interested	Commission paid Rent Deposit	18,00,000 -	(4,52,779)	18,00,000 -	(79,803) 12,00,000
3	Sumaja Creations	Proprietary	3 (E)	Relative of Director Interested	Advertisement	2,14,57,417	(63,04,125)	20,70,24,002	(12,33,84,647)
4	Varamahalakshmi Holdings Pvt Ltd.	Private Limited	3 (E)	Directors interested	Manpower Service (Income) Rent Expense	- 10,20,000	-	18,00,000 10,20,000	- (7,19,529)
5	K Factory	Partnership	3 (E)	Directors interested	Purchases	-	(4,76,761)	-	(4,76,761)
6	Soul of Pluto Tech LLP	LLP	3 (E)	Directors interested	Software Consultation / Maintenance (Exp) Support Service (Income) Rent (Income) Rent Deposit Received	2,22,00,129 - - 12,00,000 -	82,74,293	2,22,00,000 60,00,000 14,00,000 6,00,000	39,86,887 - - (6,00,000)
7	Naga Kanaka Durga Prasad Chalavadi	Individual	3 (D)	Director	Remuneration Rent Expense Shares Allotted Rent Deposit Unsecured Loan	88,06,452 5,90,000 6,10,00,000 2,40,000 (2,00,00,000)	(13,60,295) (1,09,500) 6,00,000 (18,73,448)	1,19,35,484 7,20,000 - - -	(17,05,638) (54,000) - 3,60,000 (2,18,73,448)
8	Jhansi Rani Chalavadi	Individual	3 (D)	Relative of Director	Salary Rent Expense Rent Deposit	26,42,002 3,40,000 -	(1,55,862) (73,000) 2,40,000	35,80,645 4,80,000 -	(1,01,830) (36,000) 2,40,000



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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)
9	Kalyana Srinivas Annam	Individual	3 (D)	Director	Remuneration	44,03,226	(2,98,431)	59,67,742	(3,17,685)
10	Doondeswara Kanaka Durga Rao Chalavadi	Individual	3 (D)	Director	Remuneration	29,69,032	(2,37,126)	38,79,032	(1,98,218)
11	Venkata Rajesh Annam	Individual	3 (D)		Salary	28,69,435	(2,02,774)	38,79,032	(2,20,786)
12	Sowjanya Annam	Individual	3 (D)		Salary	7,92,582	(58,503)	10,74,194	(74,370)
13	Suchitra Annam	Individual	3 (D)		Salary	7,94,614	(71,287)	10,74,194	(65,956)
14	Mohana Durga Rao Chalavadi	Individual	3 (D)		Salary	28,69,435	(1,96,909)	38,79,032	(2,45,384)
15	Supriya Padarth	Individual	3 (D)	Relative of	Salary	8,22,195	(89,801)	10,74,194	(80,287)
16	Bhavani Annam	Individual		Director	Salary	7,94,614	(76,185)	10,74,194	(71,738)
17	Lavanya Mankal	Individual			Salary	7,94,614	(1,29,599)	10,74,194	(1,23,793)
18	Krishna Murthy Chalavadi	Individual	3 (D)		Unsecured Loan	-	(11,616)	-	(11,616)
19	Devamani Venkata Kanaka Durga Hanisha Chalavadi	Individual	3 (D)		Salary	10,87,099	(99,799)	11,93,548	(93,348)
20	Balaji Bharadwaj Rachamadugu	Individual	3 (D)		Salary	21,74,194	(1,12,966)	23,87,097	(1,86,897)
21	Rama Krishna Oruganti	Individual	KMP	CFO	Remuneration	3,62,367	(61,801)	8,81,142	(40,513)
22	Koti Bhaskara Teja Matte	Individual	KMP	CS	Remuneration	4,81,420	(59,799)	7,11,484	(47,394)
23	Kalamandir Foundation	Trust	3 (E)	Managing Trustee	Donations for CSR	6,76,825	-	1,00,80,130	-
24	Naveen Nandigam	Individual	KMP	Non Exicutive Directors	Sitting Fees	60,000	(55,500)	60,000	(54,000)
25	Sirisha Chintapalli	Individual	KMP		Sitting Fees	60,000	(55,500)	60,000	(54,000)
26	Laxminivas Jaju	Individual	KMP		Sitting Fees	60,000	(55,500)	60,000	(1,64,500)




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Sai Silks (Kalamandir) Limited
Notes forming part of Financial Statements As At 31-Mar-2021

Note No.	Particulars	FY 2020-21	FY 2019-20
31	Note: Earnings Per Share		
	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (INR)	8,63,16,459	45,58,55,435
	No of Equity Shares	2,40,64,588	2,34,54,588
	Weighted Average no. of equity shares	2,36,06,232	2,34,54,588
	Basic and Diluted Earnings per share (INR)	3.66	19.44
	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.		
32	Note: Earnings in foreign currency		
	Export of Goods calculated on FOB basis	-	-
33	Note: Expenditure in foreign currency	-	-
34	Note: Tax Expense		
	The Tax Expenses for the year comprises of;		
	Income Tax	<u>1,96,58,481</u>	<u>12,23,90,150</u>
	Current Year	1,96,47,670	12,23,90,150
	Previous Year	10,811	-
	Deferred Tax	<u>1,38,71,358</u>	<u>21,52,931</u>
	Provision for tax for the year comprises current income tax and deferred tax. Current income tax is determined in respect of taxable income. 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	(a) Note: Obligations towards operating leases		
	The company has entered into operating lease arrangements for its premises at various locations.		
		FY 2020-21	FY 2019-20
	Future minimum lease payments		
	not later than one year*	37,75,89,598	30,81,67,911
	later than one year and not later than five years	1,45,20,77,267	1,39,47,58,763
	later than five years	2,26,76,77,350	2,48,15,54,704
	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 showrooms:		
	On account of Lock-in Period	41,71,60,585	56,27,01,656
	On account of Notice Period	12,94,90,498	12,61,54,324
	Lease payments recognized in the Statement of Profit and Loss	25,74,41,619	30,01,49,992
	Sublease payments received / receivable recognized in the Statement of Profit and Loss	99,79,111	1,15,39,462
	The Lease payments recognized in the Statement of Profit and Loss is after reduction of discounts availed on lease rentals due to COVID-19 for FY 2020-21. But, we are not anticipating such discounts for the FY 2021-22 as of now.		
36	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	8,00,00,000	-
	(b) Uncalled liability on shares and other investments partly paid	-	-
	(c) Other commitments (specify nature)	-	-




Sai Silks (Kalamandir) Limited
Notes forming part of Financial Statements As At 31-Mar-2021
Note No.37

1.0 Nature of Security and terms of repayment for term loans from banks:

Sl No.	Lender	Primary Security	Collateral Security	Terms of Payment	Int. Rate
1	STATE BANK OF INDIA Corporate Loan	1st charge on fixed assets of the company excluding showrooms financed by CANARA Bank	1. Equitable Mortgage of 6 properties belonging to Promoters & their friends and family members as specified in the below schedule. 2. Pari-Passu 2nd Charge on entire current assets of the company (Both Present & Future) along with CANARA Bank for TL sanctioned by it of Rs.22 Cr.	Repayable in 20 Quarterly installments of Rs. 1.50 Cr per Quarter.	6 Months MCLR + 3.15% With Monthly Reset (On the date of Sanction 6 Month MCLR is 6.95%) Currently ROI is 10.10% PA
2	STATE BANK OF INDIA CCECL (Common Covid Emergency Credit Line)	Extension of Charge on Existing Primary Security	Extension of Charge on Existing Primary Security & Collateral Security	Repayable in 24 Months, Comprising of 6 months moratorium and repayable in 18 monthly installments of Rs. 55.60 Lacs per Month from 31.10.2020.	1 year MCLR = 7.40% PA at the time of Sanction (i.e on Apr-2020)
3	STATE BANK OF INDIA GECL 2.0 (Guaranteed Emergency Credit Line)	Extension of Charge (2nd Charge) on Existing Primary & Collateral Securities	Extension of Charge (2nd Charge) on Existing Primary & Collateral Securities	Repayable in 60 Months, Comprising of 12 months moratorium and repayable in 48 monthly installments of Rs. 50.67 Lacs per Month from the month of Jan-2022.	6 Months MCLR + 1% (i.e. 100 Bps) With 6 month Reset (On the date of Sanction 6 Month MCLR is 6.95%) Currently ROI is 7.95% PA
4	Canara Bank Term Loan	Showcases, Furniture and Fixtures and other fixed assets of 8 showrooms - Exclusive First charge by way of hypothecation	1. Fixed assets of all showrooms and Intangible assets on Pari-passu II Charge basis. 2. For Term Loan and WC Limits together, the company offered Collateral security as detailed below	Repayable in 20 Quarterly installments 1.10 Cr each. (From 30-Jun-19 to 31-Mar-24) ROI @ 13.95% p.a	1 year MCLR + 4.50% + 0.85% (TP) (On the date of Sanction 1 Year MCLR is 8.60%)
5	Canara Bank GECL 2.0 (Guaranteed Emergency Credit Line)	Extension of Charge (2nd Charge) on Existing Primary & Collateral Securities	Extension of Charge (2nd Charge) on Existing Primary & Collateral Securities	Repayable in 60 Months, Comprising of 12 months moratorium and repayable in 48 monthly installments of Rs. 10.63 Lacs per Month from the month of Jan-2022.	1 Year MCLR + 0.6% (On the date of Sanction (Jan-2021) 1 Year MCLR is 7.35%) Currently ROI is 7.95% PA
6	HDFC Bank Term Loan (Business Loan)	Nil	Nil	Repayable in 24 Monthly installments of Rs. 3,52,526 PM from May-2021.	ROI is 11.85% PA



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1.1 Nature of Security and terms of repayment for working capital limits from banks:

SI.No	Lender	Primary Security	Collateral Security	Terms of Payment	Int. Rate
1	State Bank of India (CC and SLC)	Pari Passu 1st Charge by way of Hypothecation of entire current assets of the company (Both Present & Future) along with CANARA Bank for CC Limit sanctioned by it of Rs. 8.00 Cr.	1st Charge by way of Equitable Mortgage of 6 properties belonging to Promoters & their friends and family members as detailed in the below schedule along with Cash Collateral of Rs. 8.50 Cr & Pledge of 30% Paid up shares of the Company held by the promoters	On demand DP Margins : Paid Stock-25% Debtors - 100%	6 Months MCLR + 0.95% With Monthly Reset (On the date of Sanctiont 6 Month MCLR is 6.95%) Currently ROI is 7.90% PA In Case of SLC, ROI is (Effective ROI on CC + 1%) 1 Year MCLR+4.5%
2	Canara Bank (CC)	Hypothecation of stocks, other current assets of the company on Pari passu 1st Charge Basis	1. Fixed assets of all showrooms and Intangible assets on Pari passu II Charge basis. 2. For Term Loan and WC Limits together, the company offered Collateral security as detailed below	On demand DP Margins : Paid Stock-25% Debtors - 100%	[On the date of Sanctiont 1 year MCLR is 8.60%]
3	HDFC Bank (CC)	Pari Passu 1st Charge on stocks, Book Debts	Fixed Deposit of Rs. 7.50 Cr	On demand DP Margins : Paid Stock-25% (Less than 180 Days) Debtors - 100%	1 Year MCLR + 1.25% [On the date of Sanctiont 1 year MCLR is 7.25%] Currently ROI is 8.50% PA

1.2 Personal Guarantees of the following persons:

SI No.	Particulars	Offered to
1	Sri Chalavadi Naga Kanaka Durga Prasad S/o C. Krishna Murthy	State Bank of India , Canara Bank, HDFC Bank
2	Sri Annam Kalyan Srinivas S/o A Chandra Sekhar	State Bank of India , Canara Bank, HDFC Bank
3	Sri Chalavadi DK Durga Rao S/o C Krishna Murthy	State Bank of India , Canara Bank, HDFC Bank
4	Sri Annam Venkata Rajesh S/o A Chandra Sekhar	State Bank of India
5	Sri Annam Subhash Chandra Mohan S/o A, Chandra Sekhar	State Bank of India
6	Sri S Mohan Rao, S/o:Venkateswarlu	State Bank of India
7	Smt S Swarnalatha W/O S Mohan Rao	State Bank of India
8	Smt T R Saroja D/o Late T S Ramaiah	State Bank of India
9	Smt M R Sowmya W/O Girija Shanker	State Bank of India
Corporate Gaurantor		
1	Varamahalakshmi Holdings Pvt. Ltd.	State Bank of India



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1.3 Schedule of Collateral property

Sl no	Type	Belonging To	Address	Offered to	Others
1	Residential Plot (Admeasuring 332.00 Sq.Yds)	Subhash Chandra Mohan. Annam	Plot No.6p, in Sy. No. 87 & 90 T.S. No. 13 & 14, Shaikpet village & mandal, Hyderabad.	State Bank of India	Title deed No. 2280/2007 Dated 26.06.2007
2	Two Plots of Open Lands (Admeasuring 400.00 Sq. Yds (200.00 Sq. Yds Each))	Ch.N.K.D.Prasad (MD)	D. No. 40-1/1-14e, NTS Nos. 42 & 43, Rev. Ward No.11, Block No.2, Adj. to SVR Neuro Hospital, Mogalrajapuram, Vijayawada	State Bank of India	Title deed No. 3191, 3192 Dated 09 and 10.08.2000
3	Open Plot (Admeasuring Ac 4.10 Gts)	Mrs. T.R. Saroja	Sy. No. 168, New No. 168/1, Kannurahalli village, Kasaba Hobli, Hoskote Taluk, Bangalore.	State Bank of India	Out of which Land Converted vide ALN(H)SR80/88-89 of 4.1.1988 By DC Bangalore to an extent of 2 Acres only for Brick Factory
4	Land and Building (Admeasuring 311.11 Sq.Yds)	S.Mohan Rao S/o S.Vemkateswariu and Smt. S.Swarnalatha w/o S.Mohan Rao	H no. 222/MIG/1, (M.C.K no. 15-24-222) KPHB Colony, Phase I & II, Ward No.15, Block No.24, Kuakatpally viillage & Municipality, Balanagar Mandal, RR District (AP).	State Bank of India	Being a Cellar + G + 4 Floors commercial Building totally admeasuring 9610 sft. And other civil works there on.
5	Open Land (Admeasuring Ac 4.30 Gts)	Smt. M.R.Soumya	In Sy. No. 105/2A1, Bannikoppa Village, Bidadi Hobli, Ramanagar, Bangalore.	State Bank of India	Sale Deed No. 3540/2006
6	Commercial Plot Admeasuring 2893 Sq Yards	Varamahalakshmi Holdings Pvt. Ltd.	Sy no. 8-5-255/1 (7, 7/1, 8 to 12), Diamond Colony, Saroor Nagar, Ranga Reddy, Telangana	State Bank of India	
7	Cash Collateral of 8.50 Crores	Existing 2.40 Cr and Addl 6.10 Cr		State Bank of India	
8	30% Pledge of paid up Shares of the company held by the Promoters			State Bank of India	
9	Open Plot (Admeasuring 540 Sq Yards)	Sai Readymades	Plot no. OS-2, Ramky Pearls in Sy no.143,144,145,146,147,149,150,151,152 ,153,154,155 & 156, Kukatpalli, Medchal-Malkajigiri Dist., Hyd.,TG	CANARA Bank	Market Value of Rs. 4.70 Cr CANARA Bank accepted as collateral for Rs. 4.00 Cr (85% of M.V) By MODT
10	Open Plot (Admeasuring 540 Sq Yards)	Sai Readymades	Plot no. OS-13, Ramky Pearls in Sy no.143,144,145,146,147,149,150,151,152 ,153,154,155 & 156, Kukatpalli, Medchal-Malkajigiri Dist., Hyd.,TG	CANARA Bank	Market Value of Rs. 4.70 Cr CANARA Bank accepted as collateral for Rs. 4.00 Cr (85% of M.V) By MODT
11	Term Deposit of Rs. 2.12 Cr.			CANARA Bank	By Pledge
12	Pledged 17.50 Lacs equity shares worth Rs. 1.75 crores held by the promoters			CANARA Bank	By Pledge

* As per the terms of Sanction relating to replacement of cash collateral with the EM of immovable property, the company has identified two property having Market Value of Rs. 9.40 Cr during the FY 19-20. The CANARA Bank accepted them at 85% of its market value as a collateral security (i.e for an amount of Rs. 8 Cr.). The term deposit of Rs. 2.12 Cr is continuing as cash collateral out of Rs. 10 Cr which was given as cash collateral at the time of last sanction.



1.4 Nature of Security and terms of repayment for vehicle loans from banks:

Sl.No	Lender	Primary Security	Terms of Payment	Int. Rate
1	HDFC Vehicle Loan - 59724332	Tata Tiago	Repayable in 36 monthly installments of Rs.16,337/- each commencing from 07 Sep'18	9.50%
2	HDFC Vehicle Loan - 96977239	BMW	Repayable in 60 monthly installments of Rs.2,38,130/- each commencing from Jan'2020.	8.50%
3	HDFC Vehicle Loan - 112686183	Vellfire	Repayable in 60 monthly installments of Rs.1,93,309/- each commencing from Oct'2020.	7.75%
4	Yes Bank Vehicle Loan - 396709	Jaguar F Pace	Repayable in 36 monthly installments of Rs.1,45,457/- each commencing from 15 Sep'18	8.79%
5	Toyota FSIL Vehicelce Loan- Innova - NHYD1076175	Innova	Repayable in 60 monthly installments of Rs.41,406/- each commencing from 20Jul'16	9.25%
6	Toyota FSIL Vehicelce Loan - NHYD1077164	Innova	Repayable in 60 monthly installments of Rs.41,406/- each commencing from 02Aug'16	9.25%
7	Toyota FSIL Vehicelce Loan - NHYD1082159	Innova	Repayable in 60 monthly installments of Rs.41,406/- each commencing from 20Sep'16	9.25%
8	Toyota FSIL Vehicelce Loan - NHYD1184355	Vellfire	Repayable in 60 monthly installments of Rs.1,89,910/- each commencing from Apr'2020.	8.31%



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Sl.No	Lender	Primary Security	Terms of Payment	Int. Rate
9	Kotak Mahindra Bank Vehicle Loan - 12806897	Benz	Repayable in 60 monthly installments of Rs.1,28,380/- each commencing from 05May'16	9.38%
10	Kotak Mahindra Bank Vehicle Loan - 12806991	Volvo	Repayable in 60 monthly installments of Rs.90,515/- each commencing from 05May'16.	9.39%
11	Kotak Mahindra Bank Vehicle Loan - 13265958	Land Rover	Repayable in 60 monthly installments of Rs.1,10,607/- each commencing from 05Sep'16.	9.13%
12	Canara Bank Vehicle Loan - 4929603000020	Hyundai Creta	Repayable in 74 monthly installments of Rs. 24,967/- each commencing from Sep'2020.	8.35%
13	Canara Bank Vehicle Loan - 4929603000022	Skoda	Repayable in 78 monthly installments of Rs. 51,934/- each commencing from Sep'2020.	7.90%
14	Canara Bank Vehicle Loan - 4929603000024	Innova	Repayable in 81 monthly installments of Rs. 33,205/- each commencing from Sep'2020.	7.50%
15	Daimler Financial Services India Private Ltd Vehicle Loan - 10139378	Benz	Repayable in 60 monthly installments of Rs.1,54,888/- each commencing from Dec'2019.	7.66%



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Sai Silks (Kalamandir) Limited
Notes forming part of Financial Statements As At 31-Mar-2021

Note No

Particulars

38 Note: Contingent Liabilities

The company has filed Rectification u/s 154 in relation to the following and which is pending
 - For an amount of Rs. 14,62,828/- in respect of the AY 2012-13, due to variation in calculation of Interest on deferred payments u/s 234B & C.
 - For an amount of Rs. 84,56,774/- in respect of the AY 2016-17, due to variation in calculation of Interest on deferred payments u/s 234A, 234B & C.

39 The Board of Directors of Sai Silks (Kalamandir) Limited has approved the share exchange ratio and the Scheme of Amalgamation between Sai Silks (Kalamandir) Limited (Transferee company) and I-One Investments Pvt Ltd. (Transferor Company) as on the date of Board Meeting held at its Regd. Office on 4-Jan-2016. The Relevant scheme of Amalgamation has been submitted to the Hon'ble High Court as on 17-Feb-2016, and the notice of the Petition has been submitted to the Register of companies, and also to the Regional director & Official liquidator of the Ministry of corporate affairs as on 3-Mar-2016. And the Appointed date of Amalgamation as per the scheme submitted to the Hon'ble High Court is 1-Oct-2015 with an intention of carrying on the business of the amalgamating company (I-One Investments Pvt. Ltd.) even after the completion of Amalgamation. The Scheme has been approved by the Hon'ble High Court by an order passed on 18-Aug-2016. And the relevant filing with the ROC Completed during the FY 2016-17

40 The Suppliers of Wind Energy Generators were accepted to compensate a part of revenue loss over estimated life of the machines. The same were recognised proportionately throughout the life of the project for relevant financial year.

41 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.

42 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.

43 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.

44 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.

45 During the FY 20-21, the company found a theft of cash for an amount of Rs. 8,95,000/- on 12-Dec-2020 and informed to Police station at Kukatpalli, Cyberabad & registered FIR vide no. 961/2020 dt 13-Dec-2020.

As per the audit report of even date

For Kannegolla Krishna Rao & Co.,
Chartered Accountants

CA. Krishna Rao Kannegolla

Partner - UDIN-21015053 AAAAAV1717

Membership No. 015053

F. No. 001727S

Place: Hyderabad

Date: 5th Jul, 2021

For and on behalf of the board

Ch.N.K.D.Prasad

Chairman & Managing Director

DIN : 01929166

Ramakrishna Oruganti

Chief Financial Officer



Prasanna Kalyan Srinivas

Whole Time Director

DIN : 02428313

M K Bhaskara Teja

Company Secretary

Note No.46: Significant Accounting Policies

General Information:

M/s Sai Silks (Kalamandir) Limited ("The Company") is incorporated under the companies Act, 1956 in Hyderabad on 3-Jul-2008 having the CIN U52190TG2008PLC059968. The Company is engaged in the business of buying and selling of Textile and Textile articles as a Retailer in the name and style of "Kalamandir", "Varamahalakshmi", "Mandir" and "KLM Fashions" in Telangana, Andhra Pradesh, Karnataka and Tamilnadu.

The Accounting Policies following by the Company are as follows:

1. Basis of Accounting;

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under historical cost convention on the accrual basis. GAAP comprises mandatory Accounting Standards issued by the Institute of Chartered Accountants of India, the provisions of the Companies Act, 2013. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to existing accounting standard requires the change in the accounting policy hitherto in use. Management evaluates all relevant issues or revised accounting standards on an ongoing basis.

Accounting Policies not specifically referred to otherwise are consistent and in consonance with the Generally Accepted Accounting Principles that are followed by the company.

2. Use of Estimates;

The preparation of financial statements is 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.



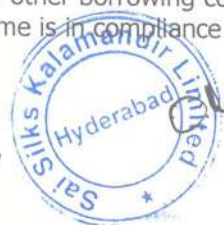



3. Property, Plant and Equipment, Depreciation and Intangible Assets (AS 10 & 26);

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. Borrowing Cost (AS 16);

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. The same is in compliance with AS-16 to the extent applicable.

5. **Investments (AS 13);**

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. The same is in compliance with AS-13 to the extent applicable.

6. **Inventories (AS 2);**

Inventories are valued as follows;

- | | |
|--|--|
| a) Stores, Spare parts, Packing material and Branding material | : At cost |
| b) Raw material & Stitching material | : At cost |
| c) Finished Goods | : At lower of cost or net realizable value |

The same is in compliance with AS-2 to the extent applicable.

7. **Transactions in Foreign Currency (AS 11);**

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. In the case of assets and liabilities covered by Forward contracts, the difference between the exchange rate at the inception of forward exchange contract and the forward rate specified in the contract is amortised and recognized in the statement of profit and loss over the period of the contract. Premium or discount on foreign exchange forward contract are amortised and recognized in the statement of profit and loss over the period of the contract. The same is in compliance with AS-11 to the extent applicable.

8. **Revenue Recognition (AS 9);**

Sale of Goods are accounted on deliver to customers. Sales is net of returns, discounts and Sales Tax / Value Added Tax / Goods and Service tax basis. Export sale is accounted as revenue on the basis of Bill of Lading. 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. The same is in compliance with AS-9 to the extent applicable.



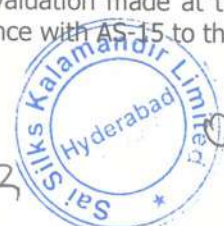
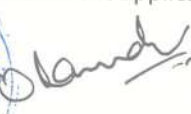


9. **Miscellaneous Expenditure (AS 26);**

Miscellaneous Expenditure includes, expenses incurred on conversion of Partnership into Private Limited Company under Part IX of Companies Act, 1956 and expenses relevant to Amalgamation of I-One Investments Private Limited in the scheme of Amalgamation were expensed 20% for each year.

10. **Retirement and other employee benefits (AS 15);**

Defined Contribution Plan : The company makes defined contribution to Provident Fund, which are recognized in the Profit and Loss Account on accrual basis.

Defined Benefit Plan : The company's liability under Payment of Gratuity Act is determined on the basis of actuarial valuation made at the end of financial year and accounted on accrual basis. The same is in compliance with AS-15 to the extent applicable.

11. Provision for current tax and deferred tax (AS 22);

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. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. 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. The same is in compliance with AS-22 to the extent applicable.

12. Cash Flow Statement (AS 3);

The Cash Flow Statement is prepared by indirect method set in Accounting Standard 3 on cash flow statement and presents the cash flows by Operating, Investing and Finance activities of the company. Cash and cash equivalents presented in cash flow consists of cash in hand, cheques in hand, bank balances. The same is in compliance with AS-3 to the extent applicable.

13. Provisions, Contingent Liabilities and Contingent Assets (AS 29)

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. The same is in compliance with AS-29 to the extent applicable.

14. Impairment of Assets (AS 28);

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. The same is in compliance with AS-28 to the extent applicable.

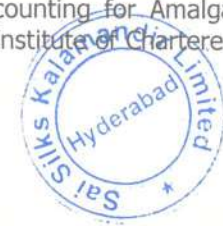
15. Leases (AS 19);

Operating lease payments and finance lease payments are recognized as 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. The same is in compliance with AS-19 to the extent applicable.

17. All the extra ordinary and prior period items of Income and expenses are separately disclosed in the statement of Profit and Loss account in the manner such that it's impact on the current profit or loss can be perceived. If there has been any change in the Company's accounting policies or accounting estimate so as to have material impact on the current year profit/loss or that of later periods the same would be disclosed as part of notes to accounts. All the items of Income and Expenses from ordinary activities with such size and nature such that they become relevant to explain the performance of the company have been disclosed separately. The same is in compliance with AS-5 to the extent applicable.

18. Accounting on Amalgamation (AS-14)

Method of Accounting for Amalgamation / Takeover is in compliance of Accounting Standard-14 issued by the Institute of Chartered Accountants of India.



Name	Sai Silks (Kalamandir) Limited	Financial Year	2020-2021
D.O.B.	03.07.2008	Assessment Year	2021-2022
Address	6-3-790/8, Flat No.1, Bathina Apartments, Ameerpet, Hyderabad - 500016	Status	Public Limited Company
Bank Name	State Bank of India	PAN No.	AAMCS1175P
A/c No		Ward / Circle	DCIT/ACIT,CIR-3(1),HYD
MICR Code			

STATEMENT OF TOTAL INCOME

Income from Business or Profession

Net Profit as per Profit and Loss A/c		11,98,46,298
Add: Depreciation provided in the books of accounts	18,66,10,189	
Add: Preliminary Expenses Written Off (5th year)	-	
Add: Amalgamation Expenses Written Off (5th Year)	-	
Add :Interest on Tax & TDS	1,23,06,311	
Add : Fees & Penalties	68,639	
Add: Donation	12,98,275	
Add: Wealth Tax	-	
Add: Gratuity(sec 40A(7))	12,36,312	
		<u>20,15,19,726</u>
		32,13,66,024
Less : Depreciation as per IT Act, 1961	24,30,51,160	
Less : Preliminary Expenses Written Off u/sec 35D (5th year)	-	
Less : Preliminary Expenses Written Off u/sec 35D (2nd year)	-	
Less : Profit / (Loss) on Sale of Assets	(89,600)	
		<u>24,29,61,560</u>
		7,84,04,464
Less: Chapter VIA Deductions Sec 80G		3,38,413
Taxable Income		<u>7,80,66,052</u>
Rounded Off u/sec 288A		<u>7,80,66,050</u>
Tax Payable thereon @ 22% as per Sec 115BAA		1,71,74,531
Tax payable-Maximum of Tax Payable as per Computation	1,71,74,531	
Tax payable u/sec 115JB (115JB not applicable as we have adopted Sec 115BAA)	-	
Add: Surcharge @ 10%		17,17,453
Add : Health & Education Cess @4%		1,88,91,984
		7,55,679
		<u>1,96,47,663</u>
Rounded Off		<u>1,96,47,670</u>
Less: Advance Tax Paid		
Less: TDS		9,24,213
Less: TCS		33,02,481
Less: MAT Credit		-
Tax Payable (Net of Adv Tax, TDS & TCS)		<u>1,54,20,976</u>
Add: Interest 234A		
234B		
234C		
Tax Payable/ (Refund)		<u>1,54,20,976</u>



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