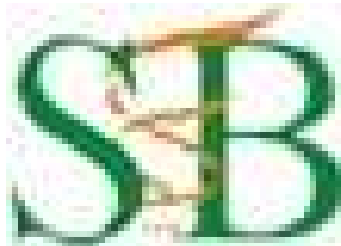


31st ANNUAL REPORT

2021-22



SHEEL BIOTECH LIMITED

SHEEL BIOTECH LIMITED

CIN No: U24239DL1991PLC046531

Regd. Address: "Sheel House" RZ-2705/30, 2ND floor, Main Jagdamba Road,
Tughlakabad Ext. New Delhi-110019

Email Id: legal@sheelbiotech.com info@Sheelbiotech.com

Phone No 011-29993440

NOTICE

Notice is hereby given that 31st Annual General Meeting of M/s Sheel Biotech Limited will be held on Friday , 30th September 2022 at Regd. Office at Sheel House RZ-2705/30, 2nd floor, Main Jagdamba Road, Tughlakabad Extension, and New Delhi-110019 at 10:00 AM

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2022 and Statement of Profit & Loss A/c for the year ended on 31st March, 2022 that date together with reports of the Directors and Auditors thereon.

Place: New Delhi

Date: 05.09.2022

For and on Behalf of Board of Directors

Sheel Biotech Limited

CIN U24239DL1991PLC046531



Sumcet Chandak
Director

DIN : 00900366

A handwritten signature in black ink, appearing to read "Sanjay Chandak".

Sanjay Chandak
Director

DIN : 03459807

NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LATER THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING. PROXIES SHALL NOT HAVE ANY RIGHT TO SPEAK AT THE MEETING.**
- 2. A PERSON CAN ACT AS PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY (50) AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY. IN CASE A PROXY ACTS FOR A MEMBER HOLDING MORE THAN TEN PERCENT (10 %) OF TOTAL SHARE CAPITAL CARRYING VOTING RIGHTS, HE/ SHE CANNOT ACT AS PROXY FOR ANY OTHER MEMBER.**
- 3. During the period beginning 24 hours before the time fixed for commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company provided not less than three days notice in writing of the intension so to inspect is given to the company.**
- 4. The Proxy-holder shall prove his/her identity at the time of attending the Meeting.**
- 5. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.**
- 6. Documents relating to any of the items mentioned in the notice are open for inspection at the registered office of the company on any working day during business hours till the date of AGM.**
- 7. Only bonafide members of the company whose names appear on the register of members/proxy holders, in possession of valid attendance slips duly filled and signed will be permitted to attend the meeting. The company reserves its right to take all steps as may be deemed necessary to restrict non-members from attending the meeting.**
- 8. Members are requested to inform the company immediately, if any change in their address.**

ATTENDANCE SLIP

I/We.....R/o.....
hereby record my/our presence at the 31st Annual General Meeting of the Company on Friday
, 30th day of September , 2022 at 10.00 A.M at RZ-2705/30, 2nd Floor, Main Jagdamba road,
Tughlakabad Extension, New Delhi-110019.

DPID * :	Folio No. :
Client Id * :	No. of Shares :

* Applicable for investors holding shares in electronic form.

Signature of shareholder(s)/proxy

Note:

1. Please fill this attendance slip and hand it over at the entrance of the hall.
2. Please complete the Folio / DP ID-Client ID No. and name, sign this Attendance Slip and hand it over at the Attendance Verification Counter at the Entrance Of The Meeting Hall.

PROXY FORM

Name of the member (s):	E-mail Id:
	No. of shares held
Registered address:	Folio No.
	DP ID*.
	Client ID*.

* Applicable for investors holding shares in electronic form.

I/We being the member(s) of the above named Company hereby appoint:

S.No.	Name	Address	Email address	
1				or failing him
2				or failing him
3				

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 31st Annual General Meeting of the Company on Friday , 30th day of September , 2022 at 10.00 A.M at RZ-2705/30, 2nd Floor, Main Jagdamba road, Tughlakabad Extension, New Delhi-110019. and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

S.No.	Resolution	For	Against
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			

** It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

Signed this day of..... 2022

Signature of shareholder.....

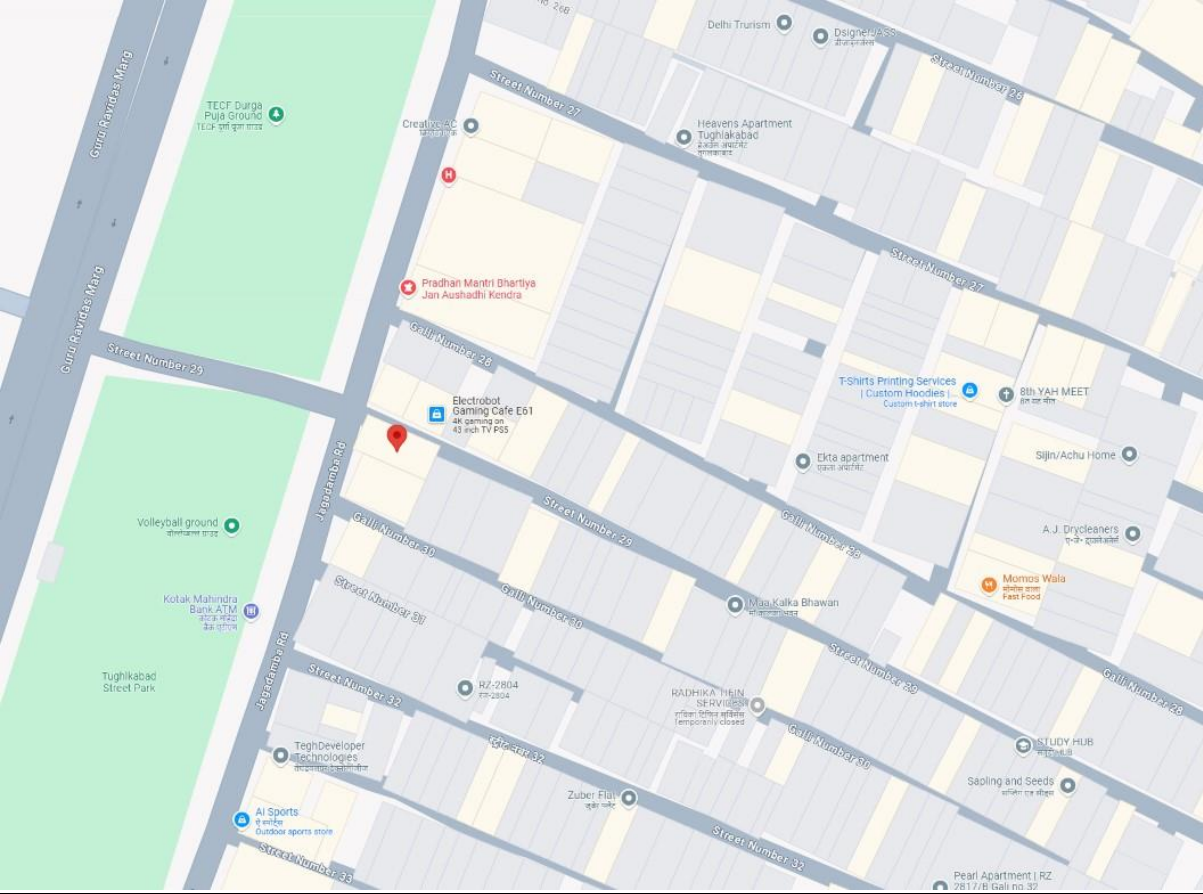
Signature of Proxy holder(s) (1).....

Signature of Proxy holder(s) (2).....

Signature of Proxy holder(s) (3).....

Affix
Revenue
Stamp not
less than
Re.0.15

Route Map for the 31st Annual General Meeting.



DIRECTORS' REPORT

Dear Members,

Your directors have pleasure in presenting their 31st Annual Report on the affairs of the company together with the Audited Statement of Accounts for the year ended 31st March, 2022.

Financial Summary

The Company's financial performances for the financial year under review along with previous financial year's figures are given hereunder:

		(In Rupees)	
Rupe es)S. No	Particulars (In	F.Y. ended on 31 st March, 2022	F.Y. ended on 31 st March, 2021
1	Total Income	71,06,60,151	632,515,527
2	Total Expenses	66,21,34,602	584,534,124
3	Profit/(loss) before tax	4,85,25,550	47,981,403
4	Tax Expenses: 1. Current Tax 2. Earlier years 3. Income Tax earlier Year		
5	Deferred Tax	(44,777)	4,735
6	Profit Before appropriation	4,85,70,327	47,976,770

1. Dividend

In the month of March , 2022 The Company Declared an Interim Dividend of Rs. 3.1/- per shares. Your Director is pleasure to recommend you a final dividend as declared Rs.3.1/- per Share (Inclusive of Interim & Final) for the Current financial year. The Dividend is approved and declared in the Board would result of total Dividend outflow of Rs. 1,28,45,470 Crore Rs. One Crore Twenty Eight lakh Forty Five thousand Four hundred Seventy Only) .

2. Business operation

During the year Company engaged in the business of Agriculture, Horticulture, Floriculture, FPO(Farmer podcer organization) , Biotechnologies, Organic Adoption and certification, and Green house turnkey project etc. During the current year 2021-22 company has achieved total turnover Rs 71.06 Crore as compared to the previous year ended 31 March 2021 Rs. 63.25 Crore.

3. Reserve

During the years the accumulated reserve of Rs 60.28 crore as compared to the previous year of Rs. 52.68 Crore.

4. Change in nature of business

There has not been any change in the nature of business of the Company.

5. Deposits

The company has not accepted or invited any deposit from the members or the general public during the financial year ended as on 31st March, 2022 under Section 73 or 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

- (a) Accepted during the year- The Company has not accepted any deposit during the year.
- (b) Remained unpaid or unclaimed as at the end of the year- Not applicable
- (c) Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved- Not applicable
 - (i) at the beginning of the year- Clause not applicable
 - (ii) Maximum during the year- Clause not applicable
 - (iii) at the end of the year- Clause not applicable

6. Statutory Auditors

The statutory Auditors of the company is Manoj Sangeeta & Associates

7. Material Changes and Commitments, if any, affecting the Financial Position of the Company

No Such Material Change and commitment if any affecting the financial position of the Company occurred between the end of the financial year to which the financial statement related and the date of Report:

8. Details of Subsidiary, Joint Venture or Associate Company(s)

The company have no Subsidiary, Joint ventures or Associate Companies.

9. Number of Board Meetings

The Board meets 8 times i.e. 15.04.2021, 30.06.2021, 01.09.2021, 05.11.2021, 28.11.2021, 10.12.2021, 01.03.2022, 31.03.2022 during the financial year ended 31st March, 2022. The intervening gap between the meetings was as per the period prescribed under the Companies Act, 2013.

10. Particulars of Loan, Guarantees and Investments under Section 186

Details of loans and investments by the Company to other body corporate or persons are given in notes to the financial statements.

11. Particulars of Contracts or Arrangements with Related Parties

No contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act 2013, has been entered by the Company for the Financial Year under review.

12. Auditors' Report

The Auditors' Report does not contain any qualification. The Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

13. Disclosure about Cost Audit

As per the provisions of the Section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014, the cost audit is not applicable on the Company for the year under review.

14. Secretarial Audit Report

Pursuant to the provisions of the Section 204 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the requirement for annexing a Secretarial Audit Report with the Board's report is not applicable on the Company for the year under review.

15. Internal Audit & Controls

As per the provisions of Section 138 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, the provisions of Internal Audit are not applicable on the Company for the year under review.

16. Statement in respect of Adequacy of internal financial control with reference to the financial statements:

The management has taken all necessary steps to plug the internal control weaknesses. The management has implemented an effective and meaningful system in place to safeguard the assets of the company.

17. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

The details of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo are as under:

A. Conservation of Energy

The Company makes best efforts to conserve energy and to reduce energy consumption at workplaces of the Company.

B. Technology absorption

Your Company is conscious of implementation of latest technologies in its key working areas.

C. Foreign Exchange Earnings and Outgo

There was no foreign exchange inflow or Outflow during the year under review.

18. Risk Management Policy

In today's economic environment, Risk Management is a very important part of business. The main aim of risk management is to identify, monitor and take precautionary measures in respect of the events that may pose risks for the business. The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks i.e., competition, legal changes, change in Government policies, availability of finance, manpower as identified by the company are systematically addressed through mitigating actions on a continuing basis.

19. Declaration by Independent Directors

Since the provisions of Section 149 of the Companies Act, 2013 and the rules made there under, relating to appointment of Independent directors are not applicable on the Company. Hence, it is not required to appoint independent directors(s) on its Board.

20. Audit Committee

Pursuant to the provisions of Section 177 of the Companies Act, 2013 read with Companies (Meetings of its Board and its Power) Rules, 2014, the Company is not required to constitute an Audit Committee.

21. Nomination and Remuneration Committee

The company is not covered under the provisions of Section 178 of the Companies Act, 2013, hence Nomination and remuneration committee need not to be constituted.

22. Details regarding Corporate Social Responsibility (CSR) Committee

During This Year Provision of CSR is Not Applicable

23. Details of Directors and Key Managerial Personnel

There is no change in the board of Directors of the Company during the financial year.

24. Establishment of Vigil Mechanism

The provisions under Companies Act, 2013 in relation to establishment of vigil mechanism by the Company are not applicable.

25. Details of significant & material orders passed by the regulators or courts or tribunal

There has been no order passed by any authority which impact the going concern status and company's operations in future.

26. Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

Since the Company has no employees, thus as per Section 6 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 there is no requirement to constitute the Internal Compliant Committee.

27. Particulars of Employees receiving remuneration more than the limit prescribed

Since the company has no employees in the company, Rule 5(2) of The Companies (Appointment & Remuneration of Managerial Personnel) Amendment Rules, 2016 do not apply to the company.

28. Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2020, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2020 and of the profit /loss of the Company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;

- e) the Company is not a Listed Company hence this clause is not applicable to the Company
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

29. Statement of Compliances of applicable Secretarial Standards as Board and general meeting

The Company has complied with applicable Secretarial Standards issued by the Institute of Company Secretaries of India, during the financial year under review.

30. Frauds reported by the Auditors

No fraud has been reported by the Auditors of the Company under Section 143(12) of the Companies Act, 2013.

Acknowledgment

The Board places on record its appreciation for the valuable support and co-operation provided by various Govt. Agencies, Bank, customers, suppliers, client, Employees and shareholders and look forward to their continued support in future.

For and on Behalf of Board of Directors

Sheel Biotech Limited

CIN : U24239DL1991PLC046531



Sumet Chandak
Director

DIN : 00900366

A handwritten signature in black ink, appearing to read 'Sanjay'.

Sanjay Chandak
Director

DIN : 03459807



MANOJ SANGEETA & ASSOCIATES
CHARTERED ACCOUNTANTS

Address: 922 9th Floor, Hemkunt Chamber, Nehru Place, New Delhi 110019
Email Id: ca.sangeeta@camsa.in camanoj@camsa.in Website: www.camsa.in
Mobile: 7838222749, 7838222748 Landline No: 011-40538912/40660065

INDEPENDENT AUDITOR'S REPORT

To,

The Members of
Sheel Biotech Limited
Delhi

Report on the Financial Statements

We have audited the accompanying financial statements of Sheel Biotech Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss for the year then ended, Cash Flow Statement and a summary of significant accounting policies and other explanatory information.

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2022 and its profit for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act 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.

Material Uncertainty Related to Going Concern (include only is applicable)

The Company is incorporated in 26/11/1991.

As per the Financial Statements & renew of records & evidence it seems that company have enough funds & assets as compared to its liabilities. These factors does not make doubt on uncertainty of company as a going concern.

Key audit matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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 and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Management's Responsibility for the Financial Statement

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 and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under

Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Report on Other Legal and Regulatory Requirements

- 1- A statement on the matters specified in the paragraph 3 and 4 of the Order, as

required by the companies (Auditor's Report) order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is applicable on Sheel Biotech Limited during the year because company is falling in such criteria as provided and annexures to the statement is hereby enclosed.

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 and company does not have any branches during the year from which it is required to take returns adequate for the purpose of this audit.
- (c) The Balance Sheet and 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) There is no such qualification or adverse remarks regarding maintenance of accounts and other matters therewith. The observation or comments by the auditor has not any adverse effects on the financial statement of the company.
- (f) On the basis of the written representations received from the directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- (g) With respect to the adequacy of the internal financial controls over financial reporting the company and operating effectiveness of such controls, refer to our separate report in annexure "A".
- (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. On the basis of written representations received from management as on March 31, 2022, The Company is not involved in any litigations pending as at 31st March 2022 on its financial positions in its financial statements.
- ii. The Company does 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 Manoj Sangeeta & Associates
Chartered Accountants
FRN:021873N


(Sangeeta Aggarwal)
Partner

M No:514880

Place: New Delhi

Date: 05.09.2022

UDIN: 22514880AYYVLL6791

Annexure A 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 Sheel Biotech Limited ('the Company') as on 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 the 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 were 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 auditors' 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 the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, 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 Manoj Sangeeta & Associates
Chartered Accountants
FRN:021873N**



(Sangeeta Aggarwal)

Partner

M No:514880

Place: New Delhi

Date: 05.09.2022

UDIN: 22514880AYYVLL6791

SHEEL BIOTECH LIMITED
Sheel House Rz-2705/30, 2nd Floor, Main Jagdamba Road,
Tughlakabad Ext. South Delhi 110019
CIN : U24239DL1991PLC046531
Balance Sheet As At 31st March 2022
(All amount are in indian rupees unless otherwise stated)

Particulars	Notes	As At 31st March 2022	As At 31st March 2021
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	4,14,37,000	4,14,37,000
Reserves and surplus	3	56,14,18,018	52,56,93,161
		<u>60,28,55,018</u>	<u>56,71,30,161</u>
Non-current liabilities			
Long term borrowings	4	13,96,07,683	12,12,13,465
Deferred tax liabilities (net)	5	3,56,760	4,01,538
Other long term liabilities	6	-	7,17,013
		<u>13,99,64,443</u>	<u>12,23,32,016</u>
Current liabilities			
Short term borrowings	7	9,15,31,649	8,75,55,593
Trade payables			
(A) total outstanding dues of micro enterprises and small enterprises; and			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	8	8,34,04,205	3,40,57,868
Other current liabilities	9	1,48,69,840	1,23,62,617
Short term provisions	10	-	-
		<u>18,98,05,694</u>	<u>13,39,76,078</u>
TOTAL		<u>93,26,25,155</u>	<u>82,34,38,255</u>
ASSETS			
Non-current assets			
(a) Property, plant and equipment and Intangible assets			
(i) Property, plant and equipment	11	7,79,17,750	7,54,56,703
Non-current investment	12	80,19,211	99,000
Long term loans and advances	13	1,28,78,252	81,98,894
		<u>9,88,15,213</u>	<u>8,37,54,597</u>
Current assets			
Inventories	14	11,82,77,519	6,27,51,805
Trade receivables	15	64,70,71,425	60,68,51,845
Cash and bank balances	16	31,10,298	46,19,285
Short term loans and advances	17	6,46,04,066	6,49,69,422
Other current assets	18	7,46,634	4,91,300
		<u>83,38,09,942</u>	<u>73,96,83,658</u>
TOTAL		<u>93,26,25,155</u>	<u>82,34,38,255</u>
Statement on significant accounting policies	1	-	-
The accompanying notes are an integral part of the financial statements	2-34		
This is the Balance sheet referred to in our report of even date			

For Manoj Sangeeta & Associates
Chartered Accountants
FRN:021873N

(Sangeeta Aggarwal)
Partner
M No:514880
Place: New Delhi
Date: 05.09.2022
UDIN: 22514880AYYVLL6791



For and on Behalf of Board of Directors
SHEEL BIOTECH LIMITED
CIN : U24239DL1991PLC046531

Sumeet Chandak
Director
DIN : 00900366

Sanjay Chandak
Director
DIN : 03459807

SHEEL BIOTECH LIMITED

Sheel House Rz-2705/30, 2nd Floor, Main Jagdamba Road,
Tughlakabad Ext. South Delhi 110019

CIN : U24239DL1991PLC046531

Statement of Profit & Loss As At 31st March 2022

(All amount are in indian rupees unless otherwise stated)

Particulars	Notes	As At 31st March 2022	As At 31st March 2021
INCOME			
Revenue from operations	19	70,73,57,965	63,02,82,330
Other income	20	33,02,186	22,33,197
Total income		71,06,60,151	63,25,15,527
EXPENSES			
(Increase)/Decrease in inventories of finished goods and work-in-progress	21	(5,55,25,714)	2,20,87,364
Cost of materials consumed	22	52,71,79,462	39,69,02,662
Employee benefit expenses	23	9,24,70,490	7,80,64,541
Finance costs	24	1,00,80,681	1,16,50,465
Depreciation and amortisation expenses	11	94,03,651	75,73,432
Other expenses	25	7,85,26,031	6,82,55,659
Total expenses		66,21,34,602	58,45,34,123
Profit before tax and prior period item		4,85,25,550	4,79,81,404
Prior period items		-	-
Profit before tax		4,85,25,550	4,79,81,404
Tax expenses:			
Current tax		-	-
Earlier years		-	-
Deferred tax		(44,777)	4,735
Profit before appropriation		4,85,70,327	4,79,76,670
Dividend		1,28,45,470	76,62,765
Corporate Dividend Tax		-	-
Profit for the year		3,57,24,857	4,03,13,905
Earnings per share (₹):	26		
-Basic		11.72	11.58
-Diluted		11.72	11.58
Statement on significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	2-34		
This is the Statement of profit and loss referred to in our report of even date			

For Manoj Sangeeta & Associates
Chartered Accountants
FRN:021873N

(Sangeeta Aggarwal)

Partner
M No:514880

Place: New Delhi

Date: 05.09.2022

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Sanjay Chandak
Director
DIN : 03459807

3. Expenditure

Expenses are accounted on accrual basis.

4. Provisions and Contingent liabilities

Provisions are recognized when there is a present obligation as a result of a past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the balance sheet date and are not discounted to its present value. These are reviewed at each year end date and adjusted to reflect the best current estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

5. Retirement/post-retirement benefits

(i) Short-Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, performance incentives, etc., are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the employee renders the related service. The Company has a scheme of Performance Linked Variable Remuneration (PLVR) which rewards its employees based on either Economic Value Added (EVA) or Profit Before Tax (PBT). The PLVR amount is related to actual improvement made in either EVA or PBT over the previous year when compared with expected improvements.

(ii) Post Employment Benefits

(a) Defined Contribution Plans

Payments made to a defined contribution plan such as Provident Fund and Family Pension maintained with Regional Provident Fund Office are charged as an expense in the Statement of Profit and Loss as they fall due.

(b) Defined Benefit Plans

Gratuity Fund

The Company's liability towards gratuity to past employees is not determined and neither any such provision has been made during the year. The company has not paid any gratuity during the year and neither such provision or expenses has been claimed in profit and loss account.

6. Tangible Assets

Tangible Assets are stated at cost, less accumulated depreciation and impairment, subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

7. Depreciation and amortization

Depreciation is provided on a pro-rata basis on the written down value method over the estimated useful lives of the assets or at the rates prescribed under Schedule II to the Companies Act, 2013.

Asset class	Useful Life
Motor Vehicles, Cars etc.(but scooters, motorcycles , life has been taken at 10 years)	8 Years
Plant & Machinery	15 Years
Computer & Parts	3 Years
Furniture	10 Years
Building	60 years
Office equipment	5 years

8. Impairment

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. For the purpose of assessing impairment, the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets is considered as a cash generating unit. No such impairment is indicated in the balance sheet and neither such reflection has been arisen.

9. Trade receivables and Loans and advances

Trade receivables and loans and advances are stated at cost and no such doubtful debts has been indicated by the management and neither any such provision is required to be made this year.

10. Inventories

Inventories are valued at lower of cost and net realizable value. Cost is computed on weighted average basis and is net of cenvat. Finished goods and work in progress includes cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Finished goods valuation also includes excise duty, wherever applicable. Provision is made for the cost of obsolescence and other anticipated losses, wherever considered necessary.

11. Deferred Tax Provisions

Tax expense for the year comprises current tax and deferred tax. Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities using the applicable tax rates and tax laws.

Deferred tax is recognized for all the timing differences subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. The carrying amount of deferred tax assets is reviewed at each balance sheet date for any write down or reversal, as considered appropriate.

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 assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

12. Foreign Currency Transactions

Transactions in foreign currency are accounted for at the exchange rates prevalent on the date of transaction. Monetary assets and monetary liabilities related to foreign currency transactions remaining unsettled at the end of the year are worked out at the exchange rate prevalent on the last day of the financial year and exchange difference is charged to statement of Profit & Loss.

13. Cash and Cash Equivalents

Cash and Cash Equivalents comprise cash and cash-on-deposit with banks and financial institutions. The group considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

14. Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires that the management makes estimates and assumptions that effect the reported amounts of assets and liabilities, disclosures of contingent liabilities as at the date of financial statements, and the reporting amounts of revenue and expenses during the reported period. Actual results could differ from those estimates.

15. Segment Reporting

Accounting Standard - 17 "Segment Reporting" issued by "The Institute of Chartered Accountants of India" is not applicable to this company as company is doing similar activities and hence it is not required to report segment.

4 LONG TERM BORROWINGS

Particulars	As At 31st March 2022	As At 31st March 2021
<u>Secured</u>		
From Bank	2,61,64,912	2,15,37,775
<u>Unsecured</u>		
From Director	11,34,42,771	9,96,75,690
Total	13,96,07,683	12,12,13,465

Addition Information:

a) Details of security for secured loans

Vehicle loans are secured against hypothecation of vehicles

b) Terms of repayment of term loans and others

i) Vehicle Loans from banks and others on monthly instalment basis

ii) Unsecured Loans are repayable on demand

5 DEFERRED TAX LIABILITIES (NET)

Particulars	As At 31st March 2022	As At 31st March 2021
Deferred tax liability		
On account of depreciation on fixed assets	3,56,760	4,01,538
Total	3,56,760	4,01,538
Deferred tax liabilities (net)	3,56,760	4,01,538

6 OTHER LONG TERM LIABILITIES

Particulars	As At 31st March 2022	As At 31st March 2021
Security deposits	-	7,17,013
Total	-	7,17,013

7 SHORT TERM BORROWINGS

Particulars	As At 31st March 2022	As At 31st March 2021
Secured Loan from banks		
Cash credits	9,15,31,649	8,75,55,593
Total	9,15,31,649	8,75,55,593

Additional Information:

Cash credit is secured against personal guarantee of directors

8 TRADE PAYABLES

Particulars	As At 31st March 2022	As At 31st March 2021
Due to Micro, Small and Medium Enterprises *	-	-
others	8,34,04,205	3,40,57,868
Total	8,34,04,205	3,40,57,868

* Based on the information available with the Company, there are no dues outstanding in respect of Micro, Small and Medium enterprises at the balance sheet date. No amounts were payable to such enterprises which were outstanding for more than 45 days. Further, no interest during the year has been paid or payable in respect thereof. The above disclosure has been determined to the extent such parties have been identified on the basis of information available with the Company.

9 OTHER CURRENT LIABILITIES

Particulars	As At 31st March 2022	As At 31st March 2021
Duties & Taxes	9,97,246	11,07,975
Current maturity of long term Debt - Vehicle Loan	46,89,711	31,71,993
Other Current Liabilities	-	15,60,110
Expenses Payable	91,82,884	65,22,539
Advance received from customers	-	-
Total	1,48,69,840	1,23,62,617

10 SHORT TERM PROVISIONS

Particulars	As At 31st March 2022	As At 31st March 2021
Provision for income tax	-	-
Provision for Dividend Distribution Tax	-	-
Total	-	-

(This space has been intentionally left blank)

12 NON CURRENT INVESTMENT

Particulars	As At 31st March 2022	As At 31st March 2021
Quoted	-	-
Non-Quoted	80,19,211	99,000
Total	80,19,211	99,000

13 LONG TERM LOANS AND ADVANCES

Particulars	As At 31st March 2022	As At 31st March 2021
Security Deposits	-	-
Tax Recoverable	1,28,78,252	81,98,894
Total	1,28,78,252	81,98,894

14 INVENTORIES

Particulars	As At 31st March 2022	As At 31st March 2021
Stock in Hand	11,82,77,519	6,27,51,805
Total	11,82,77,519	6,27,51,805

15 TRADE RECEIVABLES

Particulars	As At 31st March 2022	As At 31st March 2021
Trade receivables outstanding for a period exceeding six months		
Unsecured, considered good	48,60,29,602	29,57,23,870
Unsecured, considered doubtful	-	-
	48,60,29,602	29,57,23,870
Less : Allowances for bad and doubtful debts	-	-
	48,60,29,602	29,57,23,870
Trade receivables outstanding for a period less than six months		
Unsecured, considered good	16,10,41,824	31,11,27,975
Unsecured, considered doubtful	-	-
	16,10,41,824	31,11,27,975
Less : Allowances for bad and doubtful debts	-	-
	16,10,41,824	31,11,27,975
Total	64,70,71,425	60,68,51,845

16 CASH AND BANK BALANCES

Particulars	As At 31st March 2022	As At 31st March 2021
Cash and cash equivalents		
Cash on hand	11,29,952	2,55,436
Balances with banks		
- on current accounts	19,80,346	43,63,849
- on dividend account	-	-
	<u>31,10,298</u>	<u>46,19,285</u>

17 SHORT TERM LOANS AND ADVANCES

Particulars	As At 31st March 2022	As At 31st March 2021
Balance with statutory/government authorities	3,02,18,238	2,34,74,969
Security deposits	3,38,51,579	4,13,32,682
Others	5,34,248	1,61,771
Total	<u>6,46,04,066</u>	<u>6,49,69,422</u>

18 OTHER CURRENT ASSETS

Particulars	As At 31st March 2022	As At 31st March 2021
Prepaid Expenses	7,46,634	4,91,300
Total	<u>7,46,634</u>	<u>4,91,300</u>

19 REVENUE FROM OPERATIONS

Particulars	As At 31st March 2022	As At 31st March 2021
Sale of products	70,73,57,965	63,02,82,330
Total	70,73,57,965	63,02,82,330

20 OTHER INCOME

Particulars	As At 31st March 2022	As At 31st March 2021
Interest income	30,13,176	8,36,039
Miscellaneous Income	-	20,201
Discount Received	(4,504)	3,39,559
Exchange Fluctuation	-	36,930
Profit on Sale of Fixed Assets	2,93,514	10,00,468
Total	33,02,186	22,33,197

21 INCREASE IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS

Particulars	As At 31st March 2022	As At 31st March 2021
Opening stock		
Finished goods	6,27,51,805	8,48,39,169
Work-in-progress	-	-
Total	6,27,51,805	8,48,39,169
Closing stock		
Finished goods	11,82,77,519	6,27,51,805
Work-in-progress	-	-
Total	11,82,77,519	6,27,51,805
Increase in inventories of finished goods and work-in-progress	(5,55,25,714)	2,20,87,364

22 COST OF MATERIAL CONSUMED

Particulars	As At 31st March 2022	As At 31st March 2021
Opening stock of raw materials	-	-
Purchase of raw materials	41,48,99,918	29,21,43,395
Closing stock of raw materials	-	-
Total (a)	41,48,99,918	29,21,43,395
Expenses directly related to consumption of Material	11,22,79,544	10,47,59,267
Total (b)	11,22,79,544	10,47,59,267
Total	52,71,79,462	39,69,02,662

23 EMPLOYEE BENEFIT EXPENSES

Particulars	As At 31st March 2022	As At 31st March 2021
Salaries, Wages And Bonus	8,91,92,551	7,54,22,835
Contribution To Provident Fund	9,97,943	11,58,970
Incentive	4,26,507	-
Contribution To Esi Fund	44,768	58,220
Staff Welfare	17,23,913	13,09,131
Gratuity	84,808	1,15,385
Total	9,24,70,490	7,80,64,541

24 FINANCE COSTS

Particulars	As At 31st March 2022	As At 31st March 2021
Interest expenses	89,96,714	77,26,071
Other finance cost	10,83,968	39,24,394
Total	1,00,80,681	1,16,50,465

25 OTHER EXPENSES

Particulars	As At 31st March 2022	As At 31st March 2021
Advertisement & Publicity Exps	3,27,919	21,01,134
Amc	3,72,629	2,71,129
Audit Exp.	1,98,441	-
Audit Fees	1,50,000	1,00,000
Balance Not Recoverable	5,529	8,46,975
Books & Periodical	-	27,779
Bank Charges	17,01,167	
Business Promotion	14,18,367	17,67,111
Commission & Brokerage	-	49,700
Consultancy Charges	27,51,114	5,21,004
Conveyance	20,91,999	4,96,342
Csr Exp	-	22,770
Discount On Sale	-	5,17,313
Donation	23,60,588	11,46,000
Exhibition Expensese	7,77,150	2,77,885
Fees & Subscription.	8,50,843	9,74,367
Freight & Cartage Outward	1,76,57,079	1,07,50,509
Insurance	4,11,649	8,15,620
Internet	1,95,833	1,10,500
Rate, Fee & Taxes	13,37,273	3,85,587
Legal & Professional	52,34,866	32,06,520
Loading & Unloading Charges	15,02,022	13,06,757
Misc. Exp.	27,50,602	32,30,315
Office Expenses	9,88,917	8,92,564
Postage & Courier	2,52,195	1,80,589
Printing & Stationery	8,87,216	14,30,158
Property Tax	1,62,251	1,94,797
Rent	94,39,822	1,13,21,396
Repair & Maintenance	66,12,845	83,07,490
Recruitment Charges	-	1,13,589
Security Expenses	14,92,539	13,53,995
Statutory late fees & Interest	99,624	2,90,540
Telephone Exp.	2,98,531	3,41,578
Tender Fees	7,35,204	8,55,404
Tours & Travelling Expenses	1,25,71,925	1,14,21,588
Vehicle Running Expenses.	25,69,500	22,67,496
Water Charges	-	1,81,234
Website Expenses	3,20,395	1,77,922
Total	7,85,26,031	6,82,55,659

26 EARNING PER SHARE

Particulars	As At 31st March 2022	As At 31st March 2021
a) Net loss as per Statement of profit and loss attributable to equity shareholders	4,85,70,327	4,79,76,669
b) Weighted average number of equity shares	41,43,700	41,43,700
c) Basic EPS (‘)	11.72	11.58
d) Diluted EPS (‘)	11.72	11.58
e) Nominal value per equity share (‘)	10.00	10.00