



SILSL

SHERVANI INDUSTRIAL
SYNDICATE LIMITED

75th

ANNUAL REPORT
2022-2023



Shervani Industrial Syndicate Limited

BOARD OF DIRECTORS

EXECUTIVE CHAIRMAN

Mr. Saleem Iqbal Shervani

MANAGING DIRECTOR

Mr. Mustafa Rashid Shervani

DIRECTOR (CORPORATE AFFAIRS)

Mr. Sadiq Husain Siddiqui

DIRECTORS

Dr. Ashutosh Pratap Singh

Mr. Gopal Swarup Chaturvedi

Mr. Mohammad Aslam Sayeed

Ms. Aradhika Chopra

Mr. Raju Verghese

CHIEF FINANCIAL OFFICER

Mr. Tahir Hasan

COMPANY SECRETARY

Mr. S.K. Shukla

AUDITORS

M/s P. L. Tandon & Co.

Chartered Accountants,

Kanpur

BANKERS

State Bank of India

Union Bank of India

REGISTERED OFFICE

Shervani Nagar,

Sulem Sarai, Harwara

Prayagraj - 211015

Uttar Pradesh

Annual Report 2022-2023

CONTENTS

NOTICE OF AGM	2
DIRECTORS' REPORT	10
CORPORATE GOVERNANCE REPORT	21
INDEPENDENT AUDITORS' REPORT	30
BALANCE SHEET	37
STATEMENT OF PROFIT AND LOSS	38
CASH FLOW STATEMENT	40
NOTES	41
CONSOLIDATED INDEPENDENT AUDITORS' REPORT	68
CONSOLIDATED BALANCE SHEET	73
CONSOLIDATED STATEMENT OF PROFIT AND LOSS	74
CONSOLIDATED CASH FLOW STATEMENT	76
CONSOLIDATED NOTES	77

NOTICE is hereby given that the Seventy Fifth Annual General Meeting of the Members of Shervani Industrial Syndicate Limited will be held on Saturday, the 30th September, 2023 at 11.30 A.M. at 2, New Cantonment, Kanpur Road, Prayagraj to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt:
 - a) the Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2023 together with the Reports of the Board of Directors and Auditors thereon; and
 - b) the Audited Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2023 together with the Report of the Auditors thereon.
2. To declare Dividend for the financial year ended on 31st March, 2023.
3. To appoint a Director in place of Mr. Raju Verghese (DIN: 01086812) who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

4. To ratify the remuneration of the Cost Auditors for the financial year ending 31st March, 2024 and, in this regard, to consider and, if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 148(3) and all other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), the remuneration payable to M/s Shishir Jaiswal & Co., Cost Accountants (Firm Registration No. 102450) appointed by the Board of Directors of the Company as Cost Auditors to conduct the audit of the Cost Records of the Company in respect of real estate business for the financial year ending 31st March 2024 amounting to Rs. 40,000/- (Rupees Forty Thousand Only) plus taxes as applicable and reimbursement of actual travel/ conveyance and out of pocket expenses incurred in connection with the aforesaid audit, as recommended by the Audit Committee and approved by the Board of Directors of the Company, be and is hereby ratified and confirmed.”

By Order of the Board
For Shervani Industrial Syndicate Limited

S. K. Shukla
Company Secretary

Place: Prayagraj

Date: August 14, 2023

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

Proxy in order to be effective must be deposited at the Registered Office of the Company not less than forty-eight hours before the commencement of the Annual General Meeting.

2. A person can act as proxy on behalf of members not exceeding fifty in number and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder.
3. A Statement pursuant to Section 102(1) of the Companies Act, 2013 setting out the material facts in respect of business under Item No. 4 as set out above is annexed hereto.
4. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a scanned copy (PDF/JPG Format) of certified true copy of the relevant Board resolution under section 113 of the Companies Act, 2013 together with the specimen signature(s) of the representative(s) authorised under the said Board resolution to attend and vote on their behalf at the Meeting.
5. Members / Proxies are requested to bring their attendance slip duly filled in along with copy of Annual Report to the Meeting.
6. Attendance slip, proxy form and the route map of the venue of the Meeting are annexed hereto.
7. In case of Joint Shareholders attending the Meeting, only such Shareholder who is higher in the order of names will be entitled to vote.
8. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the Members at the Registered office of the Company on all working days, except Saturdays, during business hours up to the date of the Annual General Meeting.
9. The Register of Members and Share Transfer Books of the Company shall remain closed from Sunday, 24th September, 2023 to Saturday, 30th September, 2023 (both days inclusive).
10. The Notice of Annual General Meeting along with Annual Report for financial year 2022-2023, is available on the website of the Company at www.shervaniind.com, on the website of Stock Exchanges i.e., BSE Limited at www.bseindia.com. The physical copies of the aforesaid documents will also be

available at the Company's Registered office for inspection during business hours.

11. Members holding shares in physical mode and who have not updated their email addresses with the Company are requested to update their email addresses by writing to the Company's Registrar and Share Transfer Agent (RTA), M/s. Link Intime India Private Limited at C-101, 247-Park, L B S Marg, Vikhroli (West), Mumbai-400083 and through their website www.linkintime.co.in. In this regard, Members are requested to submit a signed request letter mentioning the Folio no., Name of shareholder, Address and e mail id along with a self-attested copy of PAN card.
12. The Dividend as recommended by Board of Directors, subject to the provisions of Section 126 of the Companies Act, 2013, if approved by the Members at the Annual General Meeting, will be paid, subject to deduction of Income-Tax at source (TDS) wherever applicable to those Members:
 - (a) Whose names appear as 'Beneficial Owners' as at the end of the business hours on 23rd September, 2023 in the list of Beneficial Owners to be furnished by National Securities Depository Limited and Central Depository Services (India) Limited, in respect of Equity Shares held in dematerialised form; and
 - (b) Whose names appear on the Company's Register of Members after giving effect to valid share transfer request(s) lodged with the Company / its Registrar and Share Transfer Agent on or before the close of business hours on 23rd September, 2023, in respect of Shares held in physical form.
13. Pursuant to Finance Act, 2020, dividend income will be taxable in the hands of shareholders w.e.f. 1st April, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments thereof. The shareholders are requested to update their Residential Status, Category as per the Income-tax Act and PAN with the Company / RTA (in case of shares held in physical mode) and Depositories (in case of shares held in demat mode). A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by email to its RTA at mt.helpdesk@linkintime.co.in or Link Intime India Private Ltd., C-101, 247 Park, L. B. S. Marg, Vikhroli West, Mumbai- 400083 by 23rd September, 2023. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%. Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending an email to the Company or its RTA at email address mentioned above. The aforesaid declarations and documents need to be submitted by the shareholders latest by 23rd September, 2023.
14. Pursuant to the provisions of Sections 124 and 125 of the Companies Act, 2013, dividend which remains unpaid / unclaimed in the Unpaid Dividend Account for a period of seven years from the date of transfer of the same, will be transferred to the Investor Education and Protection Fund established by the Central Government. The Members who have not encashed their dividend warrant(s) so far for the financial years 2017-18 (Interim), 2017-18 (Final) and 2019-20 are requested to lodge their claims with Registrar and Transfer Agents (RTA) or with the Company. Further, as per the provisions of Section 124 of the Companies Act, 2013, shares in respect of which dividend has not been paid or claimed for seven consecutive years or more shall also be transferred to the Investor Education and Protection Fund (IEPF) Authority. The Members, whose unclaimed dividend /shares have been transferred to IEPF, may claim the same by making an application to the IEPF Authority in Form No. IEPF-5 available on www.iepf.gov.in.
15. Members holding shares in electronic form are requested to intimate immediately any change in their Address or Bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company or its Registrar and Transfer Agents (Link Intime India Private Ltd., C-101, 247 Park, L. B. S. Marg, Vikhroli West, Mumbai- 400083) ("RTA").
16. The Members who are unable to receive the dividend directly in their bank accounts through Electronic Clearing Service or any other means, due to non-registration of the Electronic Bank Mandate, the Company shall dispatch the dividend warrants / demand drafts to such Members by postal services.
17. Pursuant to the Listing Regulations read with SEBI Circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated 20th April, 2018, the Company is required to obtain the copy of PAN Card and Bank details from all the shareholders holding shares in physical form. Accordingly, in order to receive the dividend in a timely manner, members holding shares in physical form, who have not updated their Bank details for receiving the dividends, are requested to give their mandate for receiving dividend directly in their bank accounts by sending scanned copy of a duly signed request letter which shall contain shareholder's name, folio number, bank details (Bank account number, Bank and Branch Name and address, IFSC, MICR details) alongwith the

following documents at rnt.helpdesk@linkintime.co.in by 23rd September, 2023:

- a) Self-attested copy of PAN Card of all the holders;
- b) Original cancelled cheque leaf with name of member printed on it (if name is not printed, a copy of Bank Passbook/ Statement bearing name, duly attested by the Bank) and;
- c) Self-attested copy of address proof (viz. aadhar, voter-id, passport, driving license, any utility bill not older than 3 months).

Further to support "Green Initiative", members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Reports, Notices, Circulars etc. from the Company electronically.

18. SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/ 655 dated November 3, 2021 read with clarification issued vide Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated December 14, 2021 clarified that ISR-3 & ISR-2 shall be used to update basic KYC details of Shareholders.
19. SEBI has introduced the Form ISR-1 for request relating to registration of PAN, KYC details or any changes / updation thereof. To avoid delay in receiving dividend, members holding shares in physical form, who have not updated their bank details for receiving the dividends, are requested to notify in writing their bank account details/ or any changes thereof in above mentioned form along with requisite documents to Link Intime India Private Limited, Registrar of the Company. The format of Form IR-1 is available on the website of the Company.
20. Members holding Shares in identical order of names in more than one folio are requested to write to the Company's Registrar & Share Transfer Agents, (Link Intime India Private Ltd., C-101, 247 Park, L. B. S. Marg, Vikhroli West, Mumbai- 400083) ("RTA") enclosing the Share Certificates for consolidation of their holdings into one folio.
21. The Equity Shares of the Company are compulsorily tradable in demat form. The Equity Shares of the Company have been assigned ISIN INE011D01013. In accordance with the proviso to Regulation 40(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, effective from 1st April, 2019, transfer of shares of the Company shall not be processed (except in the cases of transmission or transposition of shares) unless the shares are held in the dematerialized form with a depository. Accordingly, shareholders holding equity shares in physical form are urged to have their shares dematerialized so as to be able to freely transfer them and participate in various corporate actions.
22. The separate audited accounts of the subsidiary company are placed on website of the Company at

<http://www.shervaniind.com>. The Company will provide physical copies of these documents to any member of the Company who asks for it. These documents are available for inspection at the Registered office of the Company during business hours on all working days (that is, except Sundays and Public Holidays) upto the date of the Meeting.

23. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in Form No. SH-13 prescribed under Section 72 of the Companies Act, 2013 read with Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014 which can be obtained from the Company or its RTA.
24. Members desirous of obtaining any information / clarifications, intending to raise any query concerning the annual accounts or operations of the Company, are requested to forward the same at least seven days prior to the date of meeting to the Company Secretary at the Registered office of the Company, so that the same may be attended appropriately.

Voting through electronic means:

25. In terms of the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended applicable Secretarial Standards and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is providing its members the facility to exercise their right to vote by electronic means (remote e-voting) in respect of any or all businesses specified in the accompanying Notice and the business may be transacted through remote e-voting services. The necessary arrangements have been made by the Company with Central Depository Services Ltd ("CDSL") to facilitate e-voting. E-voting is optional and members shall have the option to vote either through e-voting or in person at the General Meeting. The instructions for shareholders voting electronically are as under:

The Remote E-Voting facility will be available during the following voting period:

Commencement of Remote E-Voting: From 09.00 A.M on Wednesday, 27th September, 2023 and

End of Remote E-Voting: Upto 5.00 P. M on Friday, 29th September, 2023.

During this period Shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the 23rd September, 2023 (cut-off date) may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

Instructions relating to Remote E-Voting are as under:

- (i) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated 09th December, 2020, under

Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts / websites of Depositories / Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

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

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

Important note: Members who are unable to retrieve User ID/

Type of Shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option,

	<p>the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/ KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <ol style="list-style-type: none"> 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a

	<p>Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting..</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Password are advised to use "Forget User ID" and "Forget Password" option available at abovementioned website.

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

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

- (iii) Login method for e-Voting for shareholders other than individual shareholders holding shares in Demat form & Physical.
- (iii) Login method for e-Voting for shareholders other

than individual shareholders holding shares in Demat form & Physical.

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

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

- iv) After entering these details appropriately, click on "SUBMIT" tab.
- v) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- vi) For Shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

- vii) Click on the EVSN for the <Shervani Industrial Syndicate Limited> on which you choose to vote.
- viii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- ix) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- x) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xi) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- xii) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- xiii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xiv) Additional Facility for Non - Individual Shareholders and Custodians - For Remote Voting only.
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizers viz. M/s Siddiqui & Associates and to the Company at the email address shervaniind@rediffmail.com (designated email

address by company), if they have voted from individual tab and not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

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

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

GENERAL INSTRUCTIONS:

- i. The facility of voting through ballot paper shall also be made available at the Meeting. Members attending the Meeting, who have not already cast their vote by remote e-voting shall be able to exercise their right at the Meeting through ballot paper.
- ii. Members who have cast their vote by remote e-voting prior to the Meeting, may also attend the Meeting, but shall not be entitled to cast their vote again. Once a vote on a resolution is cast by the Member, the member shall not be allowed to change it subsequently or cast vote again.
- iii. The voting rights of the shareholders (for voting through remote e-voting or by ballot paper at the Meeting) shall be in proportion to their shares of the paid-up Equity share capital of the Company as on 23rd September, 2023 (the cut-off date).
- iv. A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting in the general meeting. Any

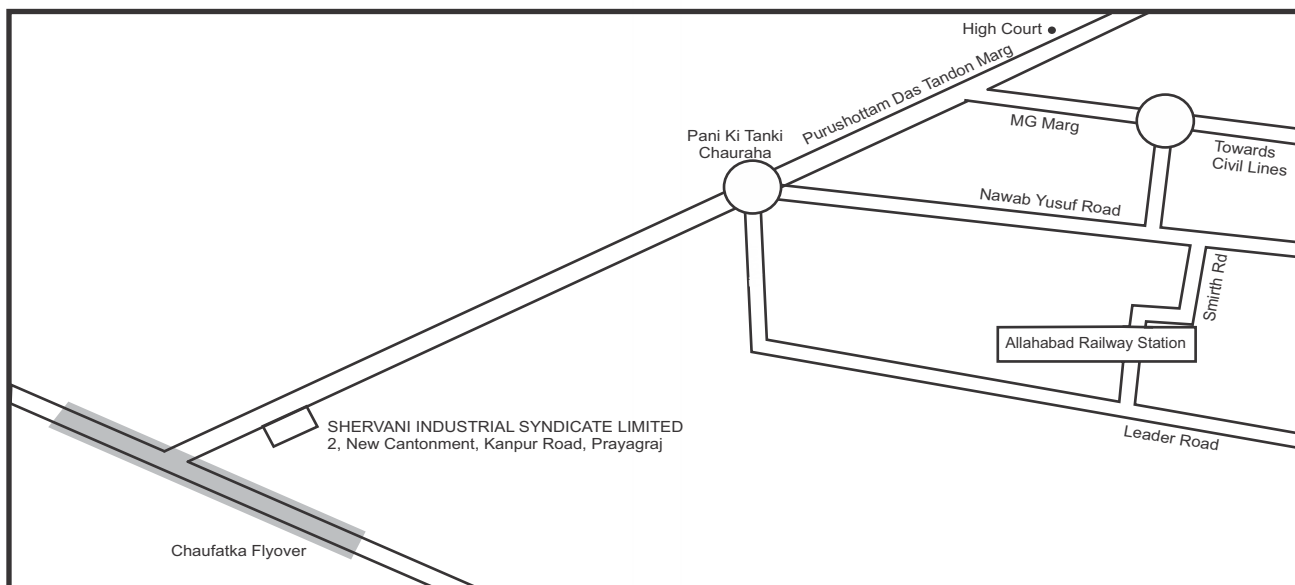
person who is not a member as on the cut-off date should treat this Notice for information only.

- v. Any person, who acquires shares of the Company and becomes member of the Company after 21st August, 2023 i.e. BENPOS date considered for dispatch of the notice, and holding shares as on the cut off date i.e. 23rd September, 2023, may obtain the login Id and password by sending a request at helpdesk.evoting@cdsl.com.
- vi. M/s. Siddiqui & Associates, Practising Company Secretaries (Membership No. 2229 and Certificate of Practice No.- 1284) have been appointed as the Scrutinizer by the Company to scrutinize the remote e-voting process in a fair and transparent manner.
- vii. The Chairman shall, at the Annual General Meeting, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of “Ballot Paper / Polling Paper” for all those members who are present at the Annual General Meeting but have not cast their votes by availing the remote e-voting facility.
- viii. The Scrutinizer shall after the conclusion of voting at the

Annual General Meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than two working days of the conclusion of the Annual General Meeting, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman in writing, who shall countersign the same and declare the result of the voting forthwith.

- ix. The results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company www.shervaniind.com immediately after the declaration of results by the Chairman. The results shall also be immediately forwarded to Stock Exchanges where the shares of the Company are listed.
- 26. As required under Listing Regulations and Secretarial Standards - 2 on General Meetings, the relevant details in respect of directors seeking appointment / re-appointment under Item No. 3 of this Notice are as below:

LOCATION MAP OF VENUE OF ANNUAL GENERAL MEETING



ANNEXURE TO NOTICE

STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s. Shishir Jaiswal & Co., Cost Accountants (Firm Registration No. 102450) as Cost Auditors to conduct the audit of the cost records for the financial year ending 31st March, 2024 on the terms and conditions as set out in the resolution placed at Item No. 4 of the Notice. In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors, has to be ratified by the members of the Company.

Accordingly, consent of the members of the Company is being sought for passing the Ordinary Resolution as set out

at Item No. 4 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March, 2024.

The Board recommends the Ordinary Resolution set out at Item No. 4 of the Notice for approval by the members.

By Order of the Board
For Shervani Industrial Syndicate Limited

S. K. Shukla
Company Secretary

Place : Prayagraj
Date : August 14, 2023

BRIEF PROFILE OF DIRECTOR SEEKING APPOINTMENT/ RE- APPOINTMENT

Name	Raju Verghese
DIN	01086812
Date of Birth / Age	5th November, 1947
Date of Appointment on the Board	27th January, 2007
Qualifications	B.Sc.
Experience and expertise in specific functional area	Finance, Accounts & Taxation
Terms and Conditions of Appointment	As per Company's Policy on Nomination and Remuneration
Remuneration last drawn per month	NIL
Directorship in other Companies	Lebensraum Infra Pvt. Ltd. Capon Food Specialities Ltd.
Chairman/Member of Committee of the Board of other Companies	Nil
Shareholding in Shervani industrial Syndicate Limited	540 Equity Shares
Relationship with other Directors / KMPs	None
No. of Board Meetings attended by the Director during the Financial Year 2022-2023	1

By Order of the Board
For Shervani Industrial Syndicate Limited

S. K. Shukla
Company Secretary

Place : Prayagraj
Date : August 14, 2023

Dear Members,

Your Director's take pleasure in presenting the 75th Annual Report together with the Audited Financial Statements for the year ended on 31st March, 2023.

FINANCIAL RESULTS

Particulars	(Rs. in Lakh)
Total Revenue	2282
Profit before Depreciation	438
Depreciation	74
Profit after Depreciation before tax	364
Profit after Exceptional item	364
Tax Expense	71
Profit after Tax	293
Other Comprehensive Income	5
Total Comprehensive Income	298

DIVIDEND

The Board of Directors have recommended Dividend of 25% on the Ordinary and Deferred shares which respectively is Rs. 2.50/- and Rs. 6.25/- on each share of the Company for the financial year ended on March 31, 2023.

OPERATION REVIEW

In a year marked by industry challenges, our company has consistently delivered on promises, reinforced customer trust, and strategically capitalized on market opportunities. The evident success in our housing projects and a keen pulse on industry trends underline our vision for sustained growth.

During the year under review the group housing project 'Naman Homes' has been completed. The project was completed about 6 months before the date committed to the customers. With execution of sale deeds, in progress, we've ensured a trouble free possession of apartments to the customers. The construction work of the project 'The Crescent' is progressing satisfactorily as per schedule. We are very hopeful that this project will also be completed before scheduled time.

We are pleased to inform that the Prayagraj Development Authority have approved the plan for a new Group Housing project within "Shervani Legacy" at Prayagraj. The Group Housing Project has been named as 'Victory Tower'. It is 13 storey two tower building having 520 units comprising 4BHK, 3BHK and 2BHK Apartments launched towards close of Financial Year 2022-23.

We can say with pride that we are receiving a lot of enquiries about the new project due to the trust and confidence we have earned. The management assures that it shall make every effort to maintain the quality, delivery and commitment made to customers.

MANAGEMENT DISCUSSION AND ANALYSIS

A. Business Overview, Industry Structure and Development

The downturn caused by the pandemic is witnessing an upswing, primarily driven by robust government policies. The consequential migration and pent-up demand post-pandemic are driving growth in our sector.

All are aware that real estate sector is the biggest employer of unskilled labour and growth in this sector has a positive cascading effect on other sectors like steel, cement, sanitary ware, ceramics etc. Consequent to the lifting of the Corona pandemic curbs the migration of the public in search of jobs has increased leading to better life and aspirations for stability, roof and a place of their dreams they may call 'home'. Thus on account of said factors the demand exists and remains unfulfilled, is in growth mode and is expected to remain so for some time in future. Your company backed by quality construction, pricing of its products and most importantly strict adherence to delivery schedule has given a distinct advantage in sale of its products. We expect that the rising trend in demand shall continue for more time because the supply in real estate sector takes time to match the demand.

The factors having positive impact on the real estate industry are several. The second factor being de-monetisation is pushing the speculators out of market resulting in fall in prices and the genuine buyers getting a better deal. The Banks emphasis on housing loan facility have eased availability but the marginal increase in interest rate is having negative impact on customers. The foregoing overview and status of the real estate industry may not be so for the Metros, where income, costs, inventory have important role, but is true for the Tier-1 and Tier-2 cities where the majority of middle-income group resides and your company operates.

B. Outlook on Opportunities, Threats Risks and Concern

The real estate industry is no exception to risks and threats of business. However the macro economic factors like opportunity, threat and risks are not in control of a individual unit but its effect leaves a deep adverse impact on any unit. The effect of factors like the Union and State Govt actions and initiatives, the RBI / banks policy, statutory enactments etc. may reduce or increase the risk and concern for any business unit to flourish. As already explained the opportunity are aplenty since the trends of changes in society like migration, increase in disposable income, support and enhance the demand side of this sector. The statutory enactment like RERA have boosted the confidence in customers. They are now assured of putting their savings in the hands of developers. Among the major areas of risk before the real estate industry is supply of raw materials and inflationary trends in pricing. While the first risk delays/defers the delivery schedule the second risk enhances the costs and the quality of work.

At the micro level the supply of raw material is a matter of concern. Although the basic material like cement and steel are in organized sector and affected by Govt. policies the

other material like brick and sand are in unorganized sector. Any mismatch can jeopardise the whole project by way of costs, and quality of work or delay / defer the project. Your Company has worked hard on both these factors, its methodology of working has been tried and tested in previous projects and the trust and goodwill earned in our previous projects go long way in overcoming these adverse factors. We are continuously working to employ the most efficient systems for procurement and testing of raw material as well as to optimize the operating efficiency and consequently quality of work.

C. Subsidiary Company

M/s Farco Foods Private Limited, the wholly owned subsidiary of your company is engaged in manufacture of biscuits on job work basis for M/s Surya Foods and Agro Limited for their "Priya Gold" brand. During the year under review the Company produced 6016 MT of biscuits and earned a profit of Rs 20.65 lakh after tax. During the year under review the profit has increased due to optimal use of the resources. In the previous report we had informed that in the goat farming project the company was facing problems in rearing of animals because the climatic conditions, at site, are not conducive to growth of animals. To overcome the situation requires extensive investment but due to uncertainty about returns/recovery on investment the Company is re-thinking about same.

D. Internal Financial Controls

The Company has an adequate system of internal control to ensure compliance with policies and procedures commensurate with the size and scale of operations. The internal audit work has been assigned to an independent firm of Chartered Accountant which evaluates the efficiency and adequacy of internal control systems. The internal audit reports and recommendations are reviewed by the Audit Committee of the Board.

E. Development in Human Resource and Industrial Relations

The Company maintains a very cordial relationship with its employees. They whole-heartedly support the management in all its activities and endeavors.

F. Research and Development

In view of the nature of business activities of the Company there is little scope for research and development work. The company is making all efforts to reduce costs by maintaining standards that benefit the consumers.

CORPORATE GOVERNANCE

The Company is committed to maintain the highest standards of Corporate Governance and adhere to Corporate Governance requirements set out by SEBI. The Company has complied with all mandatory requirements of Corporate Governance. A separate report on governance

practices followed by the Company in compliance of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 on Corporate Governance along with a Certificate of Compliance from the Statutory Auditors is attached with the said separate report which forms integral part of this Director's Report.

EXTRACT OF ANNUAL RETURN

Pursuant to section 92(3) of the Companies Act, 2013 read with Rules thereunder and provisions of section 134(3)(a) of the Act, the Annual Return of the Company is available on its website i.e. www.shervaniind.com

BOARD MEETINGS

The calendar of Meetings is prepared and circulated in advance to the Directors. During the year four (4) Board Meetings were convened and details of same are given in the Corporate Governance Report.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134 (3) of the Companies Act, 2013, the Directors state that;

- (i) in the preparation of the Annual Accounts, the applicable Indian accounting standards have been followed;
- (ii) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit and loss of the Company for that period;
- (iii) the Directors have 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;
- (iv) the Directors had prepared the Annual Accounts on a going concern basis;
- (v) the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- (vi) 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.

DECLARATION BY INDEPENDENT DIRECTORS

All Independent Directors have given declarations that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

NOMINATION & REMUNERATION

The Board on the recommendation of the Nomination & Remuneration Committee, make the appointment of Directors, senior management and fix their remuneration. Key Management Personnel are appointed by the Board after consideration of their qualification and exposure to required fields. The details are stated in the Corporate Governance Report.

RELATED PARTY TRANSACTIONS

To provide transparency in management and ensure compliance with the provisions of various laws, the Audit Committee has provided guidelines to the Directors/Board. The guidelines inter alia provide for identification, manner of dealing, conduct and documentation of such transactions as per the provisions of the Companies Act and other applicable rules and regulations.

All related party transactions that were entered in to during the financial year were in the ordinary course of business and are disclosed at Note No. 35 attached to the standalone balance sheet and none of the transactions are of material nature and have no potential conflict with the interest of the Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS AND OUTGO

There is nothing to report about the conservation of energy and technology absorption during the year. There is no foreign exchange earning and outgo.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Pursuant to provisions of section 135 of the Companies Act, 2013, read with Rule (9) of the Companies (Accounts) Rules 2014, a report on Company's CSR activities is annexed herewith as Annexure-A and forms integral part of this report.

BOARD EVALUATION

The Board carries out annual evaluation of its own performance, of the Directors individually as well of the working of its various Committees. The key areas for evaluation are the quality of deliberations and contribution towards performance and guidance to management. The Board of Directors expressed their satisfaction with the evaluation process.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of the section 152 of the Companies Act, 2013, Mr. Raju Verghese (DIN-01086812), Director retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. Brief resume of the Directors seeking re-appointment along with other details as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in terms of Section 102(1) of the

Companies Act 2013 are provided in the Notice for convening the Annual General Meeting.

Pursuant to provisions of section 203 of the Companies Act, 2013 the Key Managerial Personnel of the Company are Mr. Mustafa Rashid Shervani, Managing Director, Mr. Tahir Hasan, Chief Financial Officer and Mr. S. K. Shukla, Company Secretary.

The Directors recommend all the resolutions placed before the Members relating to Directors for their approval.

STATUTORY AUDITORS

The Auditors' Report on the standalone financial statements of the Company for the year ended March 31, 2023 forms part of this Annual Report. The Auditors' Report does not contain any qualifications, reservations, adverse remarks or disclaimer. In terms of the provisions of Section 143(12) of the Act, no frauds have been reported by the Statutory Auditors in their report for the year under review. Notes to the Financial Statements are self-explanatory and do not call for any further comments.

SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 the Company has appointed M/s Siddiqui & Associates, Company Secretaries in Practice to undertake the Secretarial Audit of the Company. The Report of Secretarial Audit for the year 2022-23 is annexed herewith as Annexure -B and forms integral part of this Report.

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

Pursuant to Regulation 34(3) and Schedule V. Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Certificate regarding Non-Disqualification of Director, issued by M/s Siddiqui & Associates, Company Secretaries in Practice is annexed herewith as Annexure-C and forms integral part of this Report.

INTERNAL AUDITOR

The Board of Directors on the recommendation of the Audit Committee appointed M/s Rajeev Prem & Associates, Chartered Accountants, Kanpur to carry out the Internal Audit of the Company.

COST AUDITORS

Pursuant to the provisions of section 148 and all other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Companies (Audit & Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s Shishir Jaiswal & Co., Cost Accountants (Firm Registration No. 102450) has been appointed as Cost Auditors and the Company is maintaining cost records as per the provision of "Act".

DEPOSITS

The Company has not accepted or renewed any deposit during the year falling within the ambit of Section 73 of the Companies Act 2013 and the Companies (Acceptance of Deposits) Rules 2014 accordingly no amount was outstanding as on the date of Balance Sheet.

CONSOLIDATED FINANCIAL STATEMENT

In accordance with the section 129(3) of the Companies Act, 2013 and the Indian Accounting Standard Ind AS-27 on consolidated financial statement(s) read with Indian Accounting Standard Ind AS-28 on accounting for investments in associates your Company has prepared the consolidated financial statements and annexed to this report. A Statement in form AOC-1 containing salient features of the financial statements of the subsidiary and associate companies are attached as Annexure-D.

AUDITOR'S REPORT

The observations of the Statutory Auditors in their report are appropriately dealt with in notes forming part of Financial Statement. No qualification or adverse remarks has been made by the Secretarial Auditor in his Secretarial Audit Report.

DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION) RULES, 2014.

None of the employee of the Company was in receipt of total remuneration of Rs. 60,00,000/- per annum or Rs. 5,00,000/- per month during the financial year under review.

Disclosure required under section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration) Rules, 2014 have been annexed as Annexure E.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an anti sexual harassment policy in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. Till date the company has not received any complaint there under.

UNCLAIMED DIVIDEND

In compliance of section 124(5) of the Companies Act, 2013 there is no unclaimed dividend for transfer to Investor Education and Protection Fund (IEPF) during the year. However all the unclaimed dividend for the preceding years i.e. upto 2013-14 has been transferred to IEPF.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The details of loans, guarantees and investments covered under the provisions of section 186 of the Companies Act, 2013 are given in the notes to the financial statements.

AUDIT COMMITTEE

The Company has an Audit Committee and details of constitution and terms of reference are set out in the Corporate Governance Report.

VIGIL MECHANISM

Pursuant to the provisions of the section 177 of the Companies Act, 2013 the Company has adopted Vigil Mechanism policy which also incorporates a whistle blower policy. Adequate safeguards are provided against victimization to those who avail the mechanism and access to the Chairman of the Audit Committee while reporting about unethical practices, malpractice and non-compliance of policies.

LISTING WITH STOCK EXCHANGE

The Equity shares of the Company are listed on Bombay Stock Exchange Limited. Further details are set out in the Corporate Governance Report.

REPORTING OF FRAUD

The Auditors of the Company have not reported any fraud to Audit Committee as stipulated under second proviso of section 143(12) of the Companies Act, 2013.

INDUSTRIAL RELATIONS

Industrial relations remained cordial during the period under review.

ACKNOWLEDGEMENTS

Your Directors wish to convey their deep sense of appreciation for the continued support, and co-operation extended by banks, Central and State Governments and all other stakeholders. The Directors also wish to place on record their sincere appreciation for the commitment and enthusiasm of the employees for the Company.

For and on behalf of the Board

Mustafa Rashid Shervani
Managing Director
DIN : 02379954

Saleem I. Shervani
Executive Chairman
DIN : 00023909

Place : Prayagraj

Date : May 30, 2023

**Report on Corporate Social Responsibility (CSR) Activities/Initiatives for the year ended 31st March, 2023
(Pursuant to Section 135 of the Companies Act, 2013 and Rule 9 of the Companies (Accounts) Rules, 2014)**

1. Brief outline of CSR Policy of the Company.

In terms of CSR Policy of the Company, the following areas have been identified:

- Promotion of Education.
- Promoting Gender Equality and empowering women.
- Eradicating hunger, poverty and malnutrition.
- Reducing Child Mortality and improving maternal health.
- Measures for the benefit of armed forces veterans, war widows and their dependents.
- Ensuring Environmental sustainability.
- Social Business Projects.
- Contribution to PM Relief Fund.
- Contribution or funds provided to technology incubators located within academic institutions which are approved by the Central Government.
- Rural Development Projects.
- Slum Area Development.
- Health Care

2. Composition of CSR Committee:

The Corporate Social Responsibility Committee of the Company comprises three Directors, out of which one Director is independent. The Composition of CSR committee is as under:

SL No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Mohammad Aslam Sayeed	Chairman	6	6
2	Mr. Saleem Iqbal Shervani	Member	6	5
3	Mr. Mustafa Rashid Shervani	Member	6	5

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company : information is available on Company's website www.shervaniind.com
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). Not Applicable
5. Details of the amount available for setoff in pursuance of sub-rule (3) of Rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for setoff for the financial year, if any

SL No.	Financial Year	Amount available for set-off from preceding year	Amount required to be set- off for the Financial Year, if any (In Rs.)
1	2021-22	3.58	NIL

6. Average net profit of the company as per section 135(5): Rs. 952.31 Lakh
- 7 (a) Two percent of average net profit of the company as per section 135(5): Rs. 19.05 Lakh
- (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Rs. 3.58 Lakh
- (c) Amount required to be set off for the financial year, if any: Rs. 3.58 Lakh
- (d) Total CSR obligation for the financial year(7a+7b-7c): Rs. 15.47 Lakh

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (Rs. in Lakh)	Amount Unspent (Rs. in Lakh)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of Transfer
16.00	-	-	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year: Not Applicable

1	2	3	4	5	6	7	8	9	10	11		
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration Number

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

1	2	3	4	5	6	7	8		
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent in the current financial Year (Rs. in Lakh)	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration No.
2	Donation to NGO "Help for Rare Disease"	Health Care	Yes	Uttar Pradesh	Prayagraj	16.00	Yes	-	-
Total						16.00		-	-

(d) Amount spent in Administrative Overheads: NIL

(e) Amount spent on Impact Assessment, if applicable: NIL

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 16.00 Lakh

(g) Excess amount for set off, if any:

Sl. No	Particular	Amount (Rs. In Lakh)
1	Two percent of average net profit of the company as per section 135(5)	19.05
2	Total amount spent for the Financial Year	16.00
3	Excess amount spent for the financial year [2-1]	(3.05)
4	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	3.58
5	Amount available for set off in succeeding financial years [3-4]	0.53

9. (a) Details of Unspent CSR amount for the preceding three financial years: Nil

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NA

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details). Not Applicable

(a) Date of creation or acquisition of the capital asset(s).

(b) Amount of CSR spent for creation or acquisition of capital asset.

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): NA

S. K. Shukla
Secretary
CSR Committee

Mustafa Rashid Shervani
Member
CSR Committee

Mohd. Aslam Sayeed
Chairman
CSR Committee

Form No. MR-3

Annexure - B

SECRETARIAL AUDIT REPORT

For the Financial Year ended 31st March 2023

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Shervani Industrial Syndicate Limited
Shervani Nagar,
Sulem Sarai Harwara,
Prayagraj- 211015, UP

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Shervani Industrial Syndicate Limited having CIN No. L45202UP1948PLC001891 (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of Shervani Industrial Syndicate Limited books, papers, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Shervani Industrial Syndicate Limited for the financial year ended on 31st March 2023 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB);
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
The Company has complied the provisions to the extent applicable during the year under review.

- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
The company has complied the provisions to the extent applicable during the year under review.
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
Not Applicable to the Company for the year under review.
 - d. The Securities and Exchange Board of India (Employees Stock Option Scheme and Employees Stock Purchase Scheme) Guidelines and the Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014;
Not Applicable to the Company for the year under review.
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
Not Applicable to the Company to the year under review.
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
The Company has complied the provisions to the extent applicable during the year under review.
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; Not Applicable to the Company for the year under review and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
Not Applicable to the Company for the year under review.
 - vi. The Income Tax Act, 1961 and Rules made thereunder.
 - vii. The Central Goods & Services Tax Act 2017, IGST & SGST.
 - viii. The Real Estate (Regulation and Development) Act 2016 is also applicable to the Company.
 - ix. The company has also complied with various provisions of Labour Laws, Environment Laws and other related laws to the extent applicable to the Company.
- I further report that, having regard to the compliance system prevailing in the Company and on examination of relevant documents and records in pursuance thereof, the Company has complied with other Acts, Regulations, Guidelines and Standards which are specifically applicable on the operation of the businesses of the Company. I have also examined compliance with the applicable clauses of the following:
- The Secretarial Standards issued by the Institute of Company Secretaries of India as notified by Ministry of

- Corporate Affairs from time to time;
- The Listing Agreements entered into by the Company with The Bombay Stock Exchange Limited (BSE Limited)
- SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR).

Based on my examination and verification of records produced to us and according to the information and explanations given to me by the Company, in my opinion, the Company has complied with the provisions of the Companies Act, 2013, wherever applicable and Rules made thereunder and Memorandum and Articles of Association of the Company with regard to:

- a. Maintenance of statutory registers and documents and making necessary entries therein.
- b. Filing of the requisite forms, returns, documents applications and resolutions as applicable and required with the Registrar of Companies, and such other authorities within the time prescribed or within the extended time with additional fee as prescribed under the Act and Rules made thereunder;
- c. Service of Documents by the Company to its Members, Auditors, Directors, Stock Exchanges, and the concerned Registrar of Companies.
- d. Convening and holding of the meetings of the Board, Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee and Stakeholder Relationship Committee.
- e. Convening and holding of the 74th Annual General Meeting on September 30, 2022.
- f. Minutes of the proceedings of General Meeting, Board Meeting(s), Board's Committees Meeting(s) were properly recorded in loose leaf form, which are being bound in a book form at regular intervals.
- g. Disclosure of interests and concerns in contracts and arrangements, shareholdings and directorships in other companies and interest in other entities by the Directors.
- h. Disclosure requirements in respect of their eligibility for appointment, declaration of their independence, compliance with the code of conduct for Directors and Senior Management Personnel as per the applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, respectively.
- i. Establishing a policy on Related Party Transactions and hosting the same on the website of the Company.
- j. Appointment and remuneration of Statutory Auditor, Secretarial Auditor, Cost Auditor and Internal Auditor of the Company.
- k. Report of the Board of Directors.
- l. Transfer of amounts as required under the Act to the Investor Education and Protection Fund.
- m. Approval of members, Board and its Committees, Government Authorities, wherever required.

- n. Borrowing and registration, modification and satisfaction of charges, wherever applicable.
- o. There are adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.
- p. Form of Balance Sheet, Statement of Profit and Loss and disclosures made therein are as per the Schedule III, to the Act;
- q. Key Managerial Personnel as per Section 203 the Act.

During the financial year under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as aforesaid.

We further report that :

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors including Women Director.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exist for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All the decisions of the Board and Committees of Board have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be and none of the Director had requested noting his dissent in any matter.
4. The Directors have disclosed their interest and concerns in contracts and arrangements, shareholdings and directorships in other companies and interests in other entities as and when required and their disclosures have been noted and recorded by the Board.

For Siddiqui & Associates
Company Secretaries

K.O.SIDDIQUI
FCS 2229 : CP 1284
UDIN F002229E000422814
Peer Review Certificate No. 2149/2022
Firm Registration No. S1988DE004300

Place : New Delhi
Date : May 30, 2023

Annexure - C

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS*(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)*

To,
The Members,
Shervani Industrial Syndicate Limited
Shervani Nagar
Sulem Sarai Harwara
Prayagraj 211015

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Shervani Industrial Syndicate Limited** having **CIN No. L45202UP1948PLC001891** (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V, Para C, Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2023 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority .

S. No.	Name of Directors	Designation	DIN	Date of Appointment in the Company
1.	Mr. Saleem Iqbal Shervani	Chairman	00023909	03.04.1998
2.	Mr. Mustafa Rashid Shervani	Managing Director	02379954	10.08.2022
3.	Mr. Gopal Swarup Chaturvedi	Independent Director	00148434	12.01.2000
4.	Mr. Raju Verghese	Director	01086812	27.01.2007
5.	Mr. Sadiq Husain Siddiqui	Whole Time Director	02125236	01.10.2019
6.	Dr. Ashutosh Pratap Singh	Independent Director	05354321	14.08.2012
7.	Mr. Mohammad Aslam Sayeed	Independent Director	06652348	06.08.2013
8.	Ms. Aradhika Chopra	Independent Director	08778574	31.07.2020

Ensuring the eligibility of the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Siddiqui & Associates
Company Secretaries

K. O. Siddiqui
FCS 2229; CP 1284
UDIN F002229E000722663
Peer Review Certificate No. 2149/2022
Firm Registration No. S1988DE004300

Place: New Delhi
Date : August 02, 2023

Form AOC-1

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

Statement containing salient features of the Financial Statement of Subsidiaries/Associate Companies /Joint Ventures**Part "A" : Subsidiaries**

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

Name of Subsidiary - Farco Foods Private Limited

Reporting Currency	:	INR
Share Capital	:	90.00
Reserves and Surplus	:	(227.52)
Total Assets	:	688.99
Total Liabilities	:	826.51
Investments	:	NIL
Turnover / Total Income	:	529.27
Profit Before Tax	:	29.12
Provision for Tax	:	8.47
Profit after Tax	:	20.65
Proposed Dividend	:	NIL
% of Shareholding	:	100%

Part "B" : Associates and Joint Ventures**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

Sr. No.	Name of Associate	Shares of Associates held by the Company at the end of the Year					Profit/(Loss) for the Year			
		Latest Audited Balance Sheet date	No. of Shares	Amount of Investment in Associate (Rs. In Lakhs)	Extent of Holding %	Net worth attributable to Shareholding as per latest Balance Sheet (Rs. In Lakhs)	Considered in Consolidation (Rs. In Lakhs)	Not Considered in Consolidation	Description of how there is significant influence	Reason why Associate is not considered
1.	Star Hotels Private Limited	31.03.2023	2265750	881.43	35.40%	2368.79	2051.44	Nil	35.40% Shares Held	NA
2.	Youngtronics India Private Limited	31.03.2023	85000	-	46.33%	-	-	Nil	46.33% Shares Held	Refer Note

Note : 100% Provisions have been made in previous year against investment in Associate, therefore no loss has been considered.

DETAILS PERTAINING TO REMUNERATION

[Information pursuant to section 197 (12) of the Companies Act, 2013 read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Remuneration Personnel) Rules, 2014]

- (1) The percentage increase in remuneration of each Director, Chief Financial Officer and KMP during the Financial Year 2022-23, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2022-23 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the company are as under:

Sl. No.	Name of the Director/ KMP and Designation	Remuneration* of Director/KMP for the financial year 2022-23 (Rs. in Lakh)	% increase in remuneration in the financial year 2022-23	Ratio of remuneration of each Director/KMP to median remuneration of employee	Comparison of the remuneration of the KMP against the performance of the company
1.	Mr Saleem I. Shervani * Chairman	4.32	NA	1.00	Please refer sub-clause (5) of this annexure
2.	Mr. Mustafa Rashid Shervani # Managing Director	41.47	NA	9.60	
2.	Mr Tahir Hasan Chief Financial Officer	3.00	Nil	0.69	
3.	Mr. Sadiq Husain Siddiqui Whole Time Director	7.62	Nil	1.76	
4.	Mr S. K. Shukla Company Secretary	2.77	30	0.64	

* Resigned on 10.08.2022 as Managing Director of the Company.

Appointed as Managing Director of the Company w.e.f. 10.08.2022. Prior to this date he was Chief General Manager of the Company.

*NOTE: Director's sitting fee and perks have not been considered for the purpose of remuneration

Remuneration has been calculated on actual receipt basis and excludes any retirement and other benefit accrued but not paid.

(2) The median remuneration of employees of the company during the financial year was Rs. 4.32 Lakh p.a.

(3) In the financial year there was an decrease of 6.70% in the median remuneration of employees.

(4) There were 27 no. of permanent employees on the rolls of the company as on 31st March, 2023.

(5) Relationship between average increase in remuneration and company performance: While increasing the remuneration consideration was given to cost of living and inflation.

(6) (a) Employed throughout the year and were in receipt of remuneration at the rate of not less than Rs. 60,00,000 p.a. : NIL

(b) Employed for a part of the year and were in receipt of remuneration at the rate of not less than Rs. 5,00,000 p.m. : NIL

Pursuant to Reg. 27(2) of SEBI (LODR), 2015

This Report is furnished in terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Auditors Certificate on Corporate Governance, as prescribed, is also attached. Further this Report also discloses relevant information in terms of section 134(3) of the Companies Act, 2013 and forms an integral part of the Board's Report to the Shareholders.

1. COMPANY'S PHILOSOPHY

The Company's philosophy on Corporate Governance is to enhance the long-term economic value of the Company. The Company constantly endeavours to enhance the value for its shareholders, other stakeholders and the society at large by adopting better corporate practices in fair and transparent manner. Your Company continues to follow procedures and practices which are in conformity with the code of corporate governance outlined in the LODR Regulations, 2015.

Our Corporate Governance framework ensures that we make timely disclosures and share accurate information regarding our financials and performance, as well as the leadership and governance of the Company. The Company has complied with the requirements of Corporate Governance as laid down under the LODR Regulations, 2015.

2. BOARD OF DIRECTORS**2.1 Composition as on 31.03.2023**

The Board comprises Non-Independent Executive Chairman, Managing Director, One Whole Time Directors and Five Non-Executive Directors, out of which Four are independent including one Woman Director. The Directors are professionals, have expertise in their respective functional areas and bring a wide range of skills and experience to the Board. The composition of the Board as on 31st March 2023 is as under;

Category	No. of Director
Executive Directors	3
Independent Directors*	5
Total	8

*Out of which 4 Directors were appointed as Independent Directors u/s 149 of the Companies Act, 2013

2.2 Profile of Directors**(i) Mr. Saleem Iqbal Shervani (Chairman, Non-Independent) DIN: 00023909**

Mr. Saleem Iqbal Shervani is well known personality in industrial and political circles. He is an industrialist by profession. He is a graduate in Economics (Gold Medallist). He has been Member of Lok Sabha several times from Budaun Parliamentary constituency of Uttar Pradesh. He has also been Member of Union Cabinet holding charge of Ministry of Health and Family Planning and as State Minister in Ministry of External Affairs and also been a Member of several Parliamentary Committees. He has also been honoured with Indira Gandhi Unity Award for his services, achievements, and contribution to society. He is on the Board of subsidiary company and other companies. He was reappointed in current term as Wholetime Director designated as Executive Chairman of the Company for a period of 3 (Three) years with effect from 10.08.2022.

(ii) Mr. Mustafa Rashid Shervani (Managing Director, Non-Independent) DIN: 02379954

Mr. Mustafa Rashid Shervani, aged 39 years, is a graduate from the American International University, London in 2004. He worked as Chief General Manager (Business Planning and Strategy) of the Company since 2014. Under his leadership, the Company is developing a planned township named as 'Shervani Legacy', in Prayagraj and the Company had successfully completed various projects comprising Residential Plots, Group Housing project named as Tara Towers, Naman Homes and other Group Housing for the weaker sections of Society within the premises of said township. He was appointed in current term as Managing Director on 10.08.2022 for a period of five years.

(iii) Mr. Sadiq Husain Siddiqui (Whole-time Director, Non-Independent) DIN: 02125236

Mr Sadiq Husain Siddiqui is a Post graduate. He has a vast experience in Legal, Defence and Public Relations. He is associated with the Company since 1970 and served the Organisation at various positions. He is very well known social

activist in Prayagraj and has been awarded President's Medal twice for his meritorious and distinguished services. He is also Deputy Chief Warden of Civil Defence, Prayagraj and actively participates in volunteer work through Civil Defence. He was appointed as Whole-Time-Director designated as Director (Corporate Affairs) of the Company with effect from 01.10.2022 for period of 3 years.

(iv) Mr. Gopal Swarup Chaturvedi (Independent, Non-Executive) DIN: 00148434

Mr. Gopal Swarup Chaturvedi is a law graduate. He is a designated Senior Advocate practicing in Hon'ble High Court of Judicature at Allahabad. He is a prominent and renowned lawyer in criminal matters. He joined the Board in January 2000 and re-appointed as Independent Director in current term on 30.09.2019 and his tenure will expire upon conclusion of 76th Annual General Meeting.

(v) Mr. Mohd. Aslam Sayeed (Independent, Non-Executive) DIN: 06652348

Mr. Mohd. Aslam Sayeed is graduate in law. He is a prominent businessman of Prayagraj dealing in timber and furniture. He joined the Board in August 2013 and reappointed as Independent Director in current term on 30.09.2019 and his tenure will expire upon conclusion of 76th Annual General Meeting.

(vi) Mr. Raju Verghese (Non-Executive) DIN: 01086812

Mr. Raju Verghese is a graduate. He superannuated from the company after more than 35 years of service. He was General Manager in charge of Finance, Indirect and Direct taxes, and Company Law matters. He specialises in Indirect Taxes-Excise law matters. He joined the Board in January 2007 and reappointed in current term on 30.09.2021, liable to retire by rotation.

(vii) Ms. Aradhika Chopra, Women Director (Independent & Non Executive) DIN: 08778574

Ms. Aradhika Chopra is a Graduate and expert in Yoga & Fitness routines. She is a certified LesMills Instructor. She was National Gold Medalist in Athletics and Basketball. She is working closely for preservation of art, culture & environment. She was Member of Faculty for the "I am She Miss Universe Pageant" conducted by Ms. Sushmita Sen, former Miss Universe. She joined the board in 2020 and appointed as Independent Director in current term on 30.09.2020 and her tenure will expire upon conclusion of 77th Annual General Meeting.

(viii) Dr. Ashutosh Pratap Singh (Chairman, Independent, Non-Executive) DIN: 05354321

Dr. A.P. Singh is a Medical Practitioner by profession. He is a post graduate and his field of expertise is General Medicine. He is widely acclaimed for his professional work. He is also associated with many cultural activities. He joined the Board of the Company in August 2012 and was reappointed in current term as Independent Director on 30.09.2019 and his tenure will expire upon conclusion of 76th Annual General Meeting.

2.3 Director's resigned during the Year

Mr. Azher Nisar Shervani (DIN: 00424635) resigned from the Board on 01.08.2022, Mr. Saeed Mustafa Shervani (DIN: 00024390) resigned from the Board on 08.08.2022 & Mr. Tahir Hasan (DIN: 00074282) resigned from the Board on 10.08.2022.

2.4 Appointment / Re-appointment of Director

Mr. Raju Verghese (DIN-01086812), Director is re-appointed on the basis of rotation in accordance with Memorandum & Articles of Association.

2.5 Board Meetings

During the Financial Year ended on 31st March, 2023, Four Board Meetings were held on 28th May 2022, 10th August 2022, 12th November 2022 and 14th February 2023. The details of Directors' attendance at Board Meeting, Annual General Meeting, and details of their interest association or membership in other Companies and Committee(s) as on 31st March, 2023 is given below:

Name of Director	Designation	Category	Attendance at		No. of outside director-ship*	No. of other Board Committees		Relationship	No. of shares
			Board Meeting	AGM		Member	Chairman		
Mr S I Shervani	Chairman	Executive	3	Yes	1	Nil	Nil	Brother of Mr A. N. Shervani & Mr. S. M. Shervani	384980
Mr M R Shervani	Managing Director	Executive	3	X	Nil	Nil	Nil	Son of Mr. S. I. Shervani	76575
Mr Tahir Hasan [#]	Whole Time Director	Executive	2	Yes	3	Nil	Nil	-	13615
Mr. Sadiq Husain Siddiqui	Director (C.A.)	Executive	4	Yes	1	Nil	Nil	-	0
Mr A N Shervani [#]	Director	Non-Executive	Nil	X	Nil	Nil	Nil	Brother of Mr S. I. Shervani & Mr. S. M. Shervani	101687
Mr S M Shervani [#]	Director	Non-Executive	Nil	X	Nil	Nil	Nil	Brother of Mr S. I. Shervani & Mr. A. N. Shervani	131386
Mr Raju Verghese	Director	Independent Non-Executive	1	X	Nil	Nil	Nil	-	540
Dr A P Singh	Independent Director	Independent Non-Executive	3	X	Nil	Nil	Nil	-	500
Mr. G. S. Chaturvedi	Independent Director	Independent Non-Executive	4	Yes	Nil	Nil	Nil	-	800
Mr. Mohd. Aslam Sayeed	Independent Director	Independent Non-Executive	4	Yes	Nil	Nil	Nil	-	0
Ms. Aradhika Chopra	Independent Director	Independent Non-Executive	4	Yes	Nil	Nil	Nil	-	0

*This excludes directorship held in Private Companies

Particulars of Director's being re-appointed by rotation are provided in the notice of Annual General Meeting.

#Resigned during the Financial Year under review.

Separate meeting of Independent Directors / Evaluation of Board's performance

As per the provisions of Companies Act, 2013 and Clause 25 of the LODR Regulations a separate meeting of the Independent Directors of the Company was held on 14th February, 2023 to review the working of the Non-Independent Directors, Executive Directors and the Board as a whole by considering the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably discharge its duties.

Performance evaluation of the Board, the Board Committees and the individual Directors was carried out also by the Board in accordance with the policy approved by the Nomination & Compensation Committee.

Agenda and Information to the Board

Agenda papers are generally circulated at least seven days prior to the Board Meeting. The Board Members in consultation with the Chairman may bring up any matter for the consideration of the Board. Price sensitive information is provided before the start of meeting with the consent of Chairman.

All Statutory and other significant & material information are placed before the Board to enable it to discharge its responsibility of strategic supervision of the company in terms of Company's Governance Policy.

Invitees & Proceedings

The Company Secretary assists the Chairman in conducting the meeting and also acts as the Secretary. Senior Executives are also invited to provide inputs on agenda items under discussion whenever required. The Managing Director or the CFO presents the quarterly/half yearly/yearly results of operation. The Chairman of various Committees brief the Board on all matters discussed and decided in respective Committees.

During the current year no Board meeting was conducted through video or other audio-visual means. The Board reviews compliance reports of all laws applicable to the Company and takes proactive steps to guard against slippages and adopts remedial measures as deemed appropriate. Draft minutes are circulated to all members of the Board to confirm or comment on the proceedings of the meeting.

2.6 Other Directorship

The details of other directorships held by the Directors on the Board of other Companies are provided in the table given above at sr. no. 2.5

2.7 Familiarization Programme of the Independent Directors¹

In accordance with the provisions of LODR Regulations, 2015 the Company conducted a Familiarization programme for the Independent Directors of the Company wherein they were made familiar with the various provisions of the Companies Act, 2013 in respect of role, rights, duties and responsibilities of the Independent Director, nature of industry, environment in which the Company operates, business model of the Company and statutory compliance management.

3. AUDIT COMMITTEE

- | | | | |
|----|-----------------------------|----------|---------------------------|
| a. | Mr. Mohammad Aslam Sayeed | Chairman | Independent Non-Executive |
| b. | Mr. Gopal Swarup Chaturvedi | Member | Independent Non-Executive |
| c. | Ms. Aradhika Chopra | Member | Independent Non-Executive |

Terms of Reference

The terms of reference of the Audit Committee are in conformity with Regulation 18 of the SEBI (LODR) Regulation, 2015 and section 177 of the Companies Act, 2013. The terms of reference inter-alia has responsibility of monitoring financial reporting processes, reviewing the Company's statutory and internal audit activities, qualification remark of auditors, financial strategies, review the quarterly and annual financial statements before submission to the Board, ensure compliance of regulatory guidelines, financial policies and practices and review of significant related party transactions as per Indian Accounting Standard 18. The Company Secretary of the Company also acts as the Secretary to the Committee.

The Committee Meetings were held on 28th May 2022, 10th August 2022, 12th November 2022 and 14th February 2023.

Attendance at Audit Committee during the Year

Sl. No.	Members	Meetings Held	Meeting Attended
1.	Mr. Mohammed Aslam Sayeed	4	4
2.	Mr. Gopal Swarup Chaturvedi	4	4
3.	Ms. Aradhika Chopra	4	4

4. NOMINATION & REMUNERATION COMMITTEE

- | | | | |
|----|-----------------------------|-------------|---------------------------|
| a. | Ms. Aradhika Chopra | Chairperson | Independent Non-Executive |
| b. | Mr. Gopal Swarup Chaturvedi | Member | Independent Non-Executive |
| c. | Mr. Mohammad Aslam Sayeed | Member | Independent Non-Executive |

The Committee recommends the appointment, re-appointment and remuneration payable to Executive Directors, key managerial personnel and senior management. The Company Secretary acts as the Secretary to the Committee.

The Committee Meetings were convened on 28th May, 2022, 02nd August, 2022, 10th August, 2022, 12th November, 2022 & 14th February, 2023.

Sl. No.	Members	Meetings Held	Meeting Attended
1.	Ms. Aradhika Chopra	5	5
2.	Mr. Gopal Swarup Chaturvedi	5	3
3.	Mr. Mohammad Aslam Sayeed	5	5

Remuneration and Compensation policy

The Company has a Remuneration and Compensation policy in place which is designed to enhance the value of performance.

The Remuneration/Compensation/Increments to the Whole Time Director and KMP is considered by the Committee and thereafter as and when required the recommendations of the Committee are placed before the Board. Approval of shareholders is taken under the provisions of the Companies Act, 2013 and Schedule V, as and when required. The policy also provides for the identification and evaluation of the personnel eligible for directorship.

5. EXECUTIVE DIRECTOR COMPENSATION**PECUNIARY RELATIONSHIP**

In compliance of Ind AS-24 transactions with related parties and Non- Executive Directors have been furnished under Note No. 35 of Notes to the Accounts of the Financial Statements.

REMUNERATION TO EXECUTIVE DIRECTORS

(Rs. In Lakhs)

Sl. No.	Name and Designation	Salary	Perquisites	Contribution to PF #	Total	Sitting Fee	Total
1.	Mr. S I Shervani * Chairman	4.32	0.40	0.52	8.84	0.75	9.59
2.	Mr. M. R. Shervani Managing Director	41.47	0.40	3.45	45.32	0.75	46.07
3.	Mr. Sadiq H. Siddiqui Whole Time Director	7.62	0.40	-	8.02	1.00	9.02
4.	Mr. Tahir Hasan \$ Whole Time Director & CFO	3.00	-	-	3.00	0.50	3.50

*Resigned as Managing Director w.e.f 10.08.2022

#excluding Gratuity, Leave Encashment etc., if any.

\$Resigned from the Board as Whole Time Director w.e.f 10.08.2022

6. REMUNERATION TO NON-EXECUTIVE DIRECTORS AND THE SHARES HELD BY THEM

The Non-Executive Directors were paid sitting fees for attending Board Meetings. No sitting fee is paid to the Directors for attending the Committee meetings. The details of payment made towards sitting fees along with respective shareholding of each director is furnished hereunder:

(Rs. In Lakhs)

S.No.	Name	Category	Sitting Fees	Commission	Total	No. of Shares
1.	Dr. A. P. Singh	Independent	1.00	Nil	1.00	500
2.	Mr. G. S. Chaturvedi	Independent	1.00	Nil	1.00	800
3.	Mr. M. A. Sayeed	Independent	1.00	Nil	1.00	Nil
4.	Mr. R. Verghese	Non - Executive	0.25	Nil	0.25	540
5.	Ms. Aradhika Chopra	Independent	1.00	Nil	1.00	Nil

7. STAKE HOLDERS RELATIONSHIP / GRIEVANCE COMMITTEE

- | | | | |
|----|-----------------------------|----------|---------------------------|
| a. | Mr. Mohammad Aslam Sayeed | Chairman | Independent Non-Executive |
| b. | Mr. Gopal Swarup Chaturvedi | Member | Independent Non-Executive |
| c. | Dr. Ashutosh Pratap Singh | Member | Independent Non-Executive |
| d. | Ms. Aradhika Chopra | Member | Independent Non-Executive |

The Committee specifically looks into issues / grievances relating to investors including share related matters and redressal thereof. Company Secretary is the Compliance Officer for the redressal of investor grievances and also acts as the Secretary to the Committee.

During the year under review few cases of non-receipt of dividend, share certificates were reported and the same were addressed to the satisfaction of Members.

The Committee Meetings were convened on 12th April 2022, 26th April 2022, 11th May 2022, 28th May 2022, 11th June 2022, 29th June 2022, 12th July, 2022, 23rd July 2022, 08th August 2022, 30th August 2022, 07th September 2022, 28th September 2022, 12th October 2022, 27th October 2022, 10th November 2022, 22nd November 2022, 13th December 2022, 27th December 2022, 10th January 2023, 28th January 2023, 09th February 2023, 23rd February 2023, 08th March 2023 & 24th March 2023.

Attendance at Stake Holder Relationship / Grievance Committee during the Year

Sl. No.	Members	Meetings Held	Meeting Attended
1.	Mr. Mohammed Aslam Sayeed	24	24
2.	Mr. Gopal Swarup Chaturvedi	24	10
3.	Ms. Aradhika Chopra	24	24
4.	Dr. Ashutosh Pratap Singh	24	5

8. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

- | | | | |
|----|----------------------------|----------|---------------------------|
| a. | Mr Mohammad Aslam Sayeed | Chairman | Independent Non-Executive |
| b. | Mr Saleem Iqbal Shervani | Member | Executive |
| c. | Mr Mustafa Rashid Shervani | Member | Executive |

During the year, CSR committee meeting was held on 28th May 2022, 03rd August 2022, 28th October 2022, 12th November 2022, 14th February 2023 & 15th March 2023. As prescribed in section 135(5) of the Companies Act, 2013 a budget of Rs 16.00 lacs was allocated for purpose of CSR and a report on the activities during the current year is attached as Annexure to the Report of Directors to the Shareholders.

The Company Secretary acts as a Secretary to the CSR Committee.

Attendance at Corporate Social Responsibility Committee during the Year

Sl. No.	Members	Meetings Held	Meeting Attended
1.	Mr. Mohammed Aslam Sayeed	6	6
2.	Mr. Saleem Iqbal Shervani	6	5
3.	Mr. Mustafa Rashid Shervani	6	5

9. GENERAL BODY MEETINGS**(1) Annual General Meetings**

Particulars of the last three Annual General Meeting and Special Resolution passed thereto

Financial Year	Date and Time	Venue	Special Resolutions Passed
2019-20 (72nd AGM)	30th Sept, 2020 At 11.30 a.m.	2, New Cantonment, Kanpur Road, Prayagraj (Allahabad)	NA
2020-21 (73rd AGM)	30th Sept, 2021 At 11.30 a.m.	2, New Cantonment, Kanpur Road, Prayagraj (Allahabad)	Approval of Remuneration of Mr Saleem Iqbal Shervani as Managing Director for remaining tenure of his appointment Approval of Continuation of Remuneration to Managing Director.
2021-22 (74th AGM)	30th Sept, 2022 At 11.30 a.m.	2, New Cantonment, Kanpur Road, Prayagraj (Allahabad)	Appointment of Mr. Mustafa Rashid Shervani as Managing Director of the Company Appointment of Mr. Saleem Iqbal Shervani as Wholetime Director designated as Executive Chairman of the Company Reappointment of Mr Sadiq Husain Siddiqui as Wholetime Director designated as Director (Corporate Affairs) of the Company Continuation of Directorship of Mr. Raju Verghese after attaining the age of 75 Years Alteration in Object Clause of the Memorandum of Association of the Company Adoption of new Articles of Association of the Company in conformity with the Companies Act, 2013

(2) Extra Ordinary General Meeting

No Extra Ordinary General Meetings was held during the year.

(3) Special Resolutions None**10. DISCLOSURES**

- There was no transaction of material nature with the Directors or management or their relatives during the year.
- There was no default in compliance by the Company on any matter related to capital market. No stricture or penalty has been imposed on the Company by Stock Exchange or SEBI or any other statutory authority on any matter during the year.
- The Company had established a vigil mechanism for directors and employees to report concerns about unethical behaviour, fraud or violation of the Company's code of conduct or policy. This mechanism also provides for adequate safeguards against victimisation of director(s)/ employee(s) who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee.
- The Company has obtained the CEO/CFO certificate on the financial results and placed the same before the Board.
- In preparation of financial statements, the Company has followed the Indian Accounting Standards as specified under section 133 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and as amended from time to time.
- Members who hold shares in physical form are advised that SEBI has made it mandatory that a copy of the PAN Card of members, transferees, surviving joint holders, legal heirs be furnished to the Registrar & Share Transfer Agent (RTA) while obtaining the services from them. Furnishing of KYC data to the RTA is in the interest of shareholder.

11. Code of Conduct

The Company has laid down the code of conduct for the members of the Board and senior management personnel of the Company. The code of conduct also prohibits insider trading pursuant to the requirements of the listing agreement. This prohibition is applicable to all Directors and such identified employees of the Company who are expected to have access to unpublished price sensitive information relating to the Company. The code of conduct is also posted on the website of the Company.

12. Means of Communication

(a) Quarterly, half yearly and annual audited results are published in Aaj (Hindi) & Financial Express immediately after they are approved by the Board. Simultaneously they are posted at Company' website and Electronic Data Information Filing and Retrieval (EDIFAR) website maintained by BSE.

(b) Management Discussion and Analysis forms part of Annual Report.

13. The Statutory Auditors' Certificate that the Company has complied with the condition's of Corporate Governance is annexed to the 'Report of the Board of Directors & Management Discussion and Analysis', forming part of the Report and Accounts.

14. General Shareholders Information**Annual General Meeting**

Day, Date and time	Saturday, 30th September 2023 at 11.30 AM
Venue	2, New Cantonment, Kanpur Road, Prayagraj (U.P.)-211 001

Financial Calendar

Financial reporting for the Current Financial year	:	April – March
1st Quarter ending June 30, 2023	:	On or before 14th August 2023
2nd Quarter ending September 30, 2023	:	On or before 14th November 2023
3rd Quarter ending December 31, 2023	:	On or before 14th February 2024
4th Quarter ending March 31, 2024	:	On or before 31st May 2024

Listing on Stock Exchange

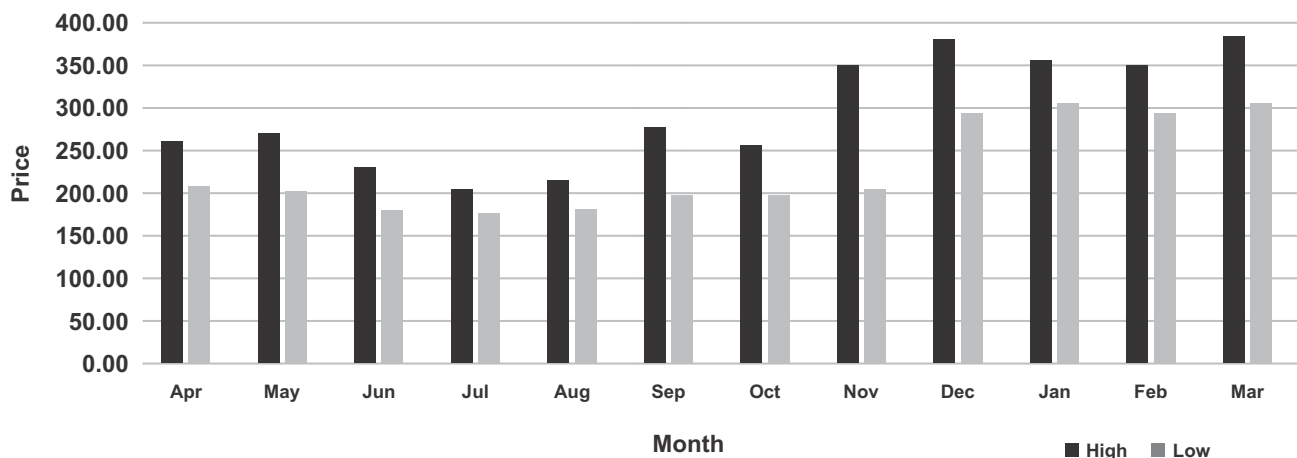
Company's Equity Shares are listed on The BSE Ltd. (BSE), Mumbai. The Scrip code in BSE 526117 and ISIN is INE011D01013.

15. Listing Fee

The Company has paid Listing Fee for the Financial Year 2023-24 to BSE Limited, Mumbai

Market Price Data for the Financial Year 2022-2023 on BSE

	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	March
High	274.00	282.95	242.95	218.00	227.00	289.90	270.00	362.40	395.45	369.75	364.60	398.30
Low	221.20	215.10	193.00	190.00	195.00	211.80	210.50	218.35	308.00	317.55	306.95	318.55

Chart

REGISTRAR & TRANSFER AGENT : Link Intime India Pvt Limited
C-101, 247 Park,
L.B.S. Marg, Vikhroli (West)
Mumbai-400 083

Share Transfer System

The Company has appointed M/s Link Intime India Private Limited, Mumbai as Registrar for Demat as well as for physical segment of shareholders which provides all related services within the period prescribed under law and the Listing Agreements with the Stock Exchange.

Shareholding Pattern and Distribution of Shares as on 31st March 2023

Shareholding Pattern			Distribution of Shareholding		
Category	No. of Shares	%	No. of Shares	No. of Shareholders	Shares
Promoters, Directors & Relatives	1623720	60.12	1-500	1575	132645
Investor Education & Protection Fund	83405	3.08	501-1000	93	70852
Bodies Corporate	394997	14.62	1001-2000	56	80066
Public	561397	20.78	2001-3000	14	33859
HUF	19534	0.72	3001-4000	12	42601
NRI	17787	0.67	4001-5000	13	59891
Clearing Members	178	0.01	5001-10000	15	115057
			10001 and above	32	2166047
Total	2701018	100.00		1810	2701018

Category of Shareholding		
Category	No. of Shares	%
Promoters Group	1623720	60.12
Clearing Members	178	0.01
Other Bodies Corporate	394997	14.62
Government Companies/IEPF	83405	3.08
Hindu Undivided Family	19534	0.72
Non Resident Indians	1459	0.06
Non Resident (Non Repatriable)	16328	0.61
Public	561397	20.78
Total	2701018	100.00

Dematerialisation of Shares

The shares of the Company are fully under the category of compulsory delivery in dematerialised mode by all categories of investors. The Company has signed agreements with both the depositories i.e. National Securities Depository Limited and Central Depository Services (India) Limited. As on March 31, 2023 about 96.56 % of the shares of the Company are dematerialised.

Address for Correspondence : **SHERVANI INDUSTRIAL SYNDICATE LIMITED**
Registered Office: Shervani Nagar, Sulem Sarai,
Harwara, Prayagraj-211015(U.P.)
Phone: +91-7311128115; Fax: 0532-2436928,
Email: shervaniind@rediffmail.com
Website: www.shervaniind.com

CERTIFICATE ON CORPORATE GOVERNANCE

Independent Auditors' Certificate on compliance with the conditions of Corporate Governance as per provisions of Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE MEMBERS OF SHERVANI INDUSTRIAL SYNDICATE LIMITED PRAYAGRAJ

1. This certificate is issued in accordance with the terms of our engagement letter dated 26th May, 2023.
2. We, P.L. Tandon & Co., Chartered Accountants, the Statutory Auditors of Shervani Industrial Syndicate Limited ("the Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on 31st March, 2023, as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C and D of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations").
7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

3. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.
8. Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Regulation 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C and D of Schedule V to the Listing Regulations during the year ended 31st March, 2023.
9. We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Management's Responsibility**Auditor's Responsibility**

4. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
6. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the "ICAI"), the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

For P.L. Tandon & Co.
Chartered Accountants
Firm's Registration No. 000186C

P.P.SINGH
(Partner)
Membership No.072754
UDIN 23072754BGWEDJ5708

Place : Kanpur
Date : May 30, 2023

TO THE MEMBERS OF SHERVANI INDUSTRIAL SYNDICATE LIMITED

Report on the Audit of Standalone Financial Statements**Opinion**

We have audited the standalone financial statements of SHERVANI INDUSTRIAL SYNDICATE LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss including Other Comprehensive Income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and the profit, Total Comprehensive Income, changes in equity 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 standalone 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.

Information Other than the Standalone financial statements and Auditor's 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 Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone 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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, Total Comprehensive Income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The 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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (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 including Other Comprehensive Income, statement of changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Indian 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 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 by the Company to its directors during the year is in accordance with the provisions of 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 as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements -Refer Note No 33 to the financial statements.
 - 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.
 - iv. (a) The management has represented that, to the best of it's knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or

entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities Identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (b) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures we have considered reasonable and appropriate in the circumstances; nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

For P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C

P.P.SINGH
(Partner)
Membership Number: 072754
UDIN - 23072754BGWEDK6988

Place : Kanpur
Date : May 30, 2023

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

Re: **SHERVANI INDUSTRIAL SYNDICATE LIMITED**

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st March, 2023, we report that:

i. In respect of its Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including Quantitative details and situation of fixed assets other than furniture and fixtures and office equipments.

(B) The company does not have any intangible assets and therefor provision of para 3(i)(a)(B) of Companies (Auditor's Report) Order, 2020 are not applicable to company.

(b) All the property, plant and equipment have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its property, plant and equipment. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and the records examined by us and based on the examination of registered sale deed / transfer deed / conveyance deed and other relevant records evidencing title provided to us, we report that, the title deeds, comprising all the immovable properties of land and building are held in the name of the company as at the balance sheet date.

(d) According to the information and explanations given to us, the company has not revalued its property, plant and equipments (including right of use assets) or intangible assets or both during the year.

(e) According to the information and explanations given to us, the company does not hold any benami property under the Benami Transactions (Prohibition) Act 1988 (45 of 1988) and rules made thereunder. Therefore provisions of paragraph 3(i) (e) of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

ii. In respect of its Inventories:

a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals and in our opinion, the coverage and procedure of such verification is appropriate. The discrepancies noticed on verification between physical stocks and the book records were not of 10% or more in aggregate for each class of inventory

b) The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from

banks on the basis of security of current assets and the quarterly returns and statements filed by the company with banks are in agreement with the books of account of the Company.

iii. In respect of loans secured or unsecured, investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability partnerships or any other parties, according to the information and explanations given to us:

a. The company Based on the audit procedure carried out by us and as per the information and explanations given to us, the company has made investments in and granted loans and advances in the nature of loans to companies, firms, Limited Liability partnerships as below:

	Investment	Security/ Guarantees	Loans	Advances in nature of loans
Aggregate amount granted/provided during the year				
- Subsidiaries	-	-	-	-
- Associates	-	-	-	-
- Others	110.09			
Balance outstanding as at balance sheet date in respect of above cases				
- Subsidiaries	27.00	-	489.73	-
(net of provision of Rs. 150 lakh)				
- Associates	881.43	-	-	-
- Others	514.67			

b. The terms and conditions of the grant of all loans and investments are not prejudicial to the Interest of the company

c. There are no stipulations for the repayment of loan.

d. There is no amount overdue for more than ninety days

e. There is no loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

f. The company has not granted loans to promoters, related parties as defined in clause (76) of section 2 of the companies act 2013 which are repayable on demand or without specifying any terms or period of repayments. Therefore provisions of paragraph 3 (iii)(f) of Companies (Auditor's Report) Order, 2020 are not applicable to company.

- iv. In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, with respect to the loans and investments made.
- v. In our opinion and according to information and explanations given to us, the company has not accepted any deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder. Therefore, the provisions of paragraph 3 (v) of the Companies (Auditor's Report) order, 2020, are not applicable to the company.
- vi. We have broadly reviewed the books of account maintained by the company, pursuant to the rules made by the Central Government, for maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 and we are of the opinion that prima-facie the prescribed accounts and records have been maintained.
- vii. According to the information and explanations given to us, in respect of statutory and other dues:
- (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, goods and service tax, duty of custom, duty of excise, value added tax, cess and any other statutory dues applicable to it.
- According to the information and explanations given to us, no undisputed amounts payable in respect of Provident fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, goods and service tax, Duty of Custom, Duty of Excise, Value Added Tax, GST, Cess and other material Statutory dues were in arrear as at 31st March, 2023 for a period more than six months from the date they became payable.
- (b) According to the records of the company, income tax, sales tax, service tax, goods and services tax, duty of custom, duty of excise or value added tax which have not been deposited on account of any dispute, are as follows :-
- (b) According to the records of the company, income tax, sales tax, service tax, goods and services tax, duty of custom, duty of excise or value added tax which have not been deposited on account of any dispute, are as follows :
- | Name of the Statute | Nature of the Dues | Amount (Rs. in Lakhs) | Period to which Amount Relates | Forum where Dispute is Pending |
|---------------------|------------------------|-----------------------|--------------------------------|--------------------------------|
| Income tax Act | Tax Deducted at Source | 109.54 | AY 2010-11 | Commissioner Income Tax Appeal |
| Income tax Act | Income Tax | 2789.62 | AY 2018-19 | Commissioner Income Tax Appeal |
- viii. According to the information and explanations given to us, there is no transactions which have not been recorded in the books of account but have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.
- b) In our opinion and according to the information and explanations given to us, the company has not been a declared wilful defaulter by any bank or financial institution or other lender;
- c) In our opinion and according to the information and explanations given to us, the loans were applied for the purpose for which the loans were obtained.
- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates and company does not have any joint ventures company.
- f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, associate companies and company does not have any joint venture company.
- x. a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) In our opinion and according to the information and explanations given to us, the company has not made preferential allotment or private placement of shares during the year and the requirements of section 42 and section 62 of the Companies Act, 2013, therefore, the provisions of paragraph 3 (x)b of the Companies (Auditor's Report) order, 2020, are not applicable to the company.
- xi. a) According to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of our audit.
- b) No report under sub- section (12) of section 143 of the Companies Act, has been filed by auditors in Form ADT- 4 as prescribed under rule 13 of

- Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no Whistle blower complaints received by the company during the year.
- xii. In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company. Therefore, the provisions of paragraph 3(xii) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;
- xiv. a) In our opinion and based on the examination, the company has an internal audit system commensurate with the size and nature of its business.
b) We have considered the internal audit reports issued till date, for the period under audit.
- xv. According to the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- xvi. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934;
b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year;
c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India;
d) According to the information and explanations given to us, the group does not have any CIC as part of the group;
- xvii. The company has not incurred cash losses during the current financial year but has incurred cash losses during the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and therefore the provisions of paragraph 3(xviii) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx. There are no unspent amounts towards Corporate Social Responsibility (CSR) under section 135 of the Companies Act and therefore provisions of paragraph 3(xx) and 3 (xxi) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.
- xxi. The CARO of one associate (Star Hotels Private Limited) has not been issued by the auditor till 30-05-2023 and therefore we are unable to comment on this clause and in respect of subsidiary there are no qualifications or adverse remarks by the auditors in the Companies (Auditors Report) order (CARO) report of the company included in the consolidated financial statements. Accordingly, the requirements to report on the clause 3(xxi) of the order is not applicable to the Holding Company.

For P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C

P.P. Singh
(Partner)
Membership Number: 072754
UDIN - 23072754BGWEDK6988

Place : Kanpur
Date : May 30, 2023

75TH ANNUAL REPORT (2022-2023) INDEPENDENT AUDITOR'S REPORT

ANNEXURE - " B" TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SHERVANI INDUSTRIAL SYNDICATE LIMITED Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of SHERVANI INDUSTRIAL SYNDICATE LIMITED ("the Company") as of 31 March 2023 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 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 2023, 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 P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C

P.P. Singh
(partner)
Membership Number: 072754
UDIN - 23072754BGWEDK6988

Place : Kanpur
Date : May 30, 2023

75TH ANNUAL REPORT (2022-2023)

BALANCE SHEET

		As at 31 st March, 2023	As at 31 st March, 2022
	Note No.		(Rs. In Lakhs)
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	2	733.87	782.47
Investment Property	2.1	183.75	186.74
Financial Assets			
Investments	3	908.48	908.48
Other Financial Assets	4	195.35	144.61
Total Non Current Assets		2,021.45	2,022.30
Current Assets			
Inventories	5	19,503.61	16,817.26
Financial Assets			
Investments	6	514.67	674.52
Trade Receivables	7	234.18	144.34
Cash and Cash Equivalents	8	54.25	488.20
Other Bank Balances	9	1,337.27	1,114.20
Loans	10	489.73	489.73
Other Financial Assets	11	30.42	24.96
Other Current Assets	12	59.26	63.71
Total Current Assets		22,223.39	19,816.92
TOTAL ASSETS		24,244.84	21,839.22
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	13	272.10	272.10
Other Equity	14	12,209.74	12,719.90
Total Equity		12,481.84	12,992.00
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	15	31.13	34.08
Provisions	16	0.50	13.96
Deferred Tax Liability (Net)	17	61.08	50.59
Total Non Current Liability		92.71	98.63
Current Liabilities			
Financial Liabilities			
Borrowings	18	19.05	997.57
Trade Payables	19	92.77	96.07
Other Financial Liabilities	20	100.04	98.41
Current Tax Liability (Net)		228.69	279.84
Other Current Liabilities	21	11,227.90	7,274.22
Provisions	22	1.84	2.47
Total Current Liability		11,670.29	8,748.58
TOTAL EQUITY AND LIABILITIES		24,244.84	21,839.22
Significant Accounting Policies & Notes to Financial Statements	1-60		

As per our report of even date attached

For P. L. Tandon & Co.

Chartered Accountants

P.P. Singh
Partner

S.K. Shukla
Company Secretary

Tahir Hasan
Chief Financial Officer
DIN: 00074282

Mohd. Aslam Sayeed
Director
DIN: 06652348

Mustafa Rashid Shervani
Managing Director
DIN: 02379954

Place : Prayagraj
Date : May 30, 2023

75TH ANNUAL REPORT (2022-2023) STATEMENT OF PROFIT & LOSS

PARTICULARS	Note No.	Year Ended	Year Ended
		March 31, 2023	March 31, 2022
			(Rs. In Lakhs)
Revenue from Operations	23	2,155.79	429.75
Other Income	24	125.91	99.29
Total Income		2,281.70	529.04
EXPENSES			
Cost of Construction And Development Expenses	25	3,939.08	2,888.18
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	26	(2,686.35)	(2,636.84)
Employee Benefit Expense	27	186.22	139.20
Finance Costs	28	6.52	10.79
Depreciation and Amortisation Expense		74.09	72.82
Other Expenses	29	397.88	348.66
Total Expenses		1,917.44	822.81
PROFIT/(LOSS) BEFORE TAX		364.26	(293.77)
Tax Expense			
Current Tax		180.00	-
MAT Credit Entitlement (Refer Note 31.1)		(119.00)	-
Deffered Tax		10.49	4.22
Tax adj. of Earlier year		(0.11)	(25.72)
PROFIT/(LOSS) FOR THE YEAR		292.88	(272.27)
OTHER COMPREHENSIVE INCOME			
Transferred from Other Comprehensive income		-	(0.12)
Items that will be reclassified to Profit or Loss in future			
Fair Value change on Equity Instrument through other comprehensive Income(Net of Tax)		5.15	72.80
TOTAL OTHER COMPREHENSIVE INCOME		5.15	72.68
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		298.03	(199.59)
Earnings per Equity Share (face value of Rs. 10/- each)			
Basic and Diluted (in Rs.)	30	10.76	(10.01)
Significant Accounting Policies & Notes to Financial Statements	1-60		

As per our report of even date attached

For P. L. Tandon & Co.
Chartered Accountants

P.P. Singh
Partner

S.K. Shukla
Company Secretary

Tahir Hasan
Chief Financial Officer
DIN: 00074282

Mohd. Aslam Sayeed
Director
DIN: 06652348

Mustafa Rashid Shervani
Managing Director
DIN: 02379954

Place : Prayagraj
Date : May 30, 2023

75TH ANNUAL REPORT (2022-2023)

Statement of changes in Equity for the year ended 31st March, 2023

(Rs. In Lakhs)

Share Capital	Balance at the beginning of the reporting period	Changes in Equity Share Capital during the year	Balance at the end of the reporting period
For the year ended 31 st March, 2022	272.10	-	272.10
For the year ended 31 st March, 2023	272.10	-	272.10

Reserve and Surplus

(Rs. In Lakhs)

Reserve	Capital Subsidy Reserve	General Reserve	Capital Redemption Reserve	Capital Reserve on Revaluation of Land	Retained Earnings	Other Comprehensive Income	Total
Balance as at 31st March, 2021	19.27	2,971.86	75.92	6,254.89	3,732.89	34.93	13,089.76
Profit for the year	-	-	-	-	(272.27)	-	(272.27)
Movement in OCI During the Year	-	-	-	-	-	72.80	72.80
Reclassified to Profit/(Loss) on disposal	-	-	-	-	-	(0.12)	(0.12)
Transfer to Profit and Loss statement	-	-	-	(102.23)	-	-	(102.23)
Final Dividend Paid	-	-	-	-	(68.02)	-	(68.02)
Balance as at 31st March, 2022	19.27	2,971.86	75.92	6,152.66	3,392.59	107.61	12,719.90
Profit for the year	-	-	-	-	292.88	-	292.88
Movement in OCI During the Year	-	-	-	-	-	5.15	5.15
Reclassified to Profit/(Loss) on disposal	-	-	-	-	-	-	-
Transfer to Profit and Loss statement	-	-	-	(753.78)	-	-	(753.78)
Final Dividend Paid	-	-	-	-	(54.42)	-	(54.42)
Balance as at 31st March, 2023	19.27	2,971.86	75.92	5,398.88	3,631.05	112.76	12,209.74

	2022-2023	2021-2022
		(Rs. In Lakhs)
A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Tax	364.26	(293.76)
Adjustment For		
Bad Debts and Sundry Balances written off	-	1.35
Transfer from Capital Reserve on Revaluation of Land	(753.78)	(102.23)
Depreciation	74.09	72.81
Loss /(Profit) on sale of Assets	-	(0.45)
Interest Expense	6.52	10.79
Interest Income	(70.35)	(59.93)
Dividend Received	(33.99)	-
(Profit)/Loss on Sale of Investments	(0.17)	(0.70)
Operating Profit before Working Capital Changes	<u>(413.42)</u>	<u>(372.12)</u>
Adjustment For		
(Increase)/Decrease in		
Trade and Other receivables	(84.89)	(27.71)
(Increase)/Decrease in Inventories	(2,686.35)	(2,636.84)
Increase/(Decrease) in Trade and Other Payables	3,937.92	3,242.38
Cash generated from Operation	<u>753.26</u>	<u>205.71</u>
Add/(Deduct) For		
Direct tax paid/(Refund) of earlier years	(112.04)	(119.27)
Net Cash (used in)/from operating activity (Total - A)	<u>641.22</u>	<u>86.44</u>
B) CASH USED IN INVESTING ACTIVITIES		
Purchase of Fixed Assets	(5.81)	(54.48)
Sale of Fixed Assets	-	4.95
(Purchase)/Sale of Current Investments (Net of sale/ Purchase)	165.17	(314.57)
Movement in Fixed Deposits	(271.99)	(42.74)
Dividend Received	33.99	-
Interest Received	64.39	58.90
Investment Property	-	(188.98)
Net Cash (used in)/from investing activity (Total - B)	<u>(14.25)</u>	<u>(536.92)</u>
C) CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Borrowings	(981.47)	672.78
Interest Paid	(23.21)	(10.79)
Change in Other Financial Asset	(1.82)	0.85
Dividend Paid	(54.42)	(68.02)
Net Cash (used in)/from financing activities (Total - C)	<u>(1,060.92)</u>	<u>594.82</u>
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	<u>(433.95)</u>	<u>144.33</u>
Add : Cash and Cash Equivalents	488.20	343.86
Closing Cash and Cash Equivalent	<u>54.25</u>	<u>488.20</u>

Notes : 1. Cash and cash equivalents consists of Cash in Hand and Balance with Bank.
2. Reconciliation of Cash and Cash equivalents : Cash and cash equivalents as per Note No. 8

Significant Accounting Policies & Notes to Financial Statements 1-60
As per our report of even date attached

For P. L. Tandon & Co.
Chartered Accountants

P.P. Singh
Partner

S.K. Shukla
Company Secretary

Tahir Hasan
Chief Financial Officer
DIN: 00074282

Mohd. Aslam Sayeed
Director
DIN: 06652348

Mustafa Rashid Shervani
Managing Director
DIN: 02379954

Place : Prayagraj
Date : May 30, 2023

NOTES ON FINANCIAL STATEMENTS**NOTE No. 1. SIGNIFICANT ACCOUNTING POLICIES****Reporting Entity**

Shervani Industrial Syndicate Limited (the "Company") is a listed entity and domiciled in India and limited by shares (CIN: L45202UP1948PLC001891). The company is engaged in the business of Real Estate and development of infrastructure facilities. The Equity shares of the company are listed on Bombay Stock Exchange in India.

The address of the company's registered office is Shervani Nagar, Sulem Sarai, Harwara, Prayagraj-211015.

1. Significant Accounting Policies

The Company has consistently applied the following accounting policies to all periods presented in the financial statements.

1.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015.

1.2 Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on current/ non-current classification. An asset is treated as current when:

- (a) it expects to realise the asset, or intends to sell or consume it, in its normal operating cycle;
- (b) it holds the asset primarily for the purpose of trading;
- (c) it expects to realise the asset within twelve months after the reporting period; or
- (d) the asset is cash or a cash equivalent (as defined in Ind AS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

An entity shall classify a liability as current when:

- (a) it expects to settle the liability in its normal operating cycle;
- (b) it holds the liability primarily for the purpose of trading;
- (c) the liability is due to be settled within twelve months after the reporting period; or
- (d) it does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could, at the option of the counterparty, result in its

settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

1.3 Revenue Recognition**1.3.1 Revenue from Sale of Real Estate**

The Company recognises revenue from contracts (Ind AS 115) with customers when it satisfies a performance obligation by transferring promised good or service to a customer. The revenue is recognised to the extent of transaction price allocated to the performance obligation satisfied. Performance obligation is satisfied over time when the transfer of control of asset (good or service) to a customer is done over time and in other cases, performance obligation is satisfied at a point in time. For performance obligation satisfied over time, the revenue recognition is done by measuring the progress towards complete satisfaction of performance obligation.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes, levies or duties collected on behalf of the government/ other statutory bodies. The taxes, levies or duties are not considered to be received by the Company on its own account and are excluded from net revenue.

1.3.2 Interest

Interest income is recognised using the Effective Interest Method.

1.3.3 Dividend

Dividend income from investments is recognised when the rights to receive payment is established.

1.3.4 Other Claims

Other claims (including interest on delayed realization from customers) are accounted for, when there is certainty of realisation.

1.4 Property, Plant and Equipment (PPE)

Land is carried at historical cost. Historical cost includes expenditure which are directly attributable to the acquisition of the land like, rehabilitation expenses, resettlement cost etc.

After recognition, an item of all other Property, plant and equipment are carried at its cost less any accumulated depreciation and any accumulated impairment losses under Cost Model. The cost of an item of property, plant and equipment comprises:

- (a) its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.

- (b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- (c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item depreciated separately. However, significant part(s) of an item of PPE having same useful life and depreciation method are grouped together in determining the depreciation charge.

Costs of the day to-day servicing described as for the 'repairs and maintenance' are recognised in the statement of profit and loss in the period in which the same are incurred.

Subsequent Measurement

Subsequent cost of replacing parts of an item of property, plant and equipment are recognised in the carrying amount of the item, if it is probable that future economic benefits associated with the item will flow to the Company; and the cost of the item can be measured reliably. The carrying amount of those parts that are replaced is derecognised in accordance with the derecognition policy mentioned below.

When major inspection is performed, its cost is recognised in the carrying amount of the item of property, plant and equipment as a replacement if it is probable that future economic benefits associated with the item will flow to the Company; and the cost of the item can be measured reliably. Any remaining carrying amount of the cost of the previous inspection (as distinct from physical parts) is derecognised.

An item of Property, plant or equipment is derecognised upon disposal or when no future economic benefits are expected from the continued use of assets. Any gain or loss arising on such derecognition of an item of Property, Plant and Equipment is recognised in profit and Loss.

Depreciation

Depreciation on Property, Plant and Equipment, except freehold land, is provided on straightline method based on useful life specified in schedule II to the Companies Act, 2013. The residual value of Property, plant and equipment is considered as 5% of the original cost of the asset.

Depreciation on the assets added / disposed of during the year is provided on pro-rata basis with reference to the month of addition / disposal.

Capital Expenses incurred by the company on construction/development of certain assets which are essential for production, supply of goods or for the access to any existing Assets of the company are recognised as Enabling Assets under Property, Plant and Equipment.

Investment Property

Property (land or a building or part of building or both) held to earn rentals or capital appreciation or both rather than for, use in the production or supply of goods or services or for administrative purpose; or sale in the ordinary course of business are classified as investment property.

Investment property is measured initially as its cost, including related transaction costs and where applicable borrowing cost. Investment Properties are depreciated using straightline method based on useful life specified in schedule II to the Companies Act, 2013. The residual value of Property, plant and equipment is considered as 5% of the original cost of the asset.

1.5 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

1.5.1 Financial assets

1.5.1 Initial recognition and measurement

All financial assets are recognised initially at fair value, in the case of financial assets not recorded at fair value through profit or loss, plus transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

1.5.2 Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

1.5.2.1 Equity investments in subsidiaries and associates

In accordance of Ind AS 101 (First time adoption of Ind AS), the carrying amount of these investments as per previous

GAAP as on the date of transition is considered to be the deemed cost. Subsequently Investment in subsidiaries and associates are measured at cost.

1.5.2.2 Other Equity Investment

All other equity investments in scope of Ind AS 109 are measured at fair value through Other Comprehensive Income (OCI).

For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

1.5.3 Financial Liabilities

1.5.3.1 Initial Recognition and Measurement

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

1.5.4 Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.6 Borrowing Costs

Borrowing costs are expensed as incurred except where they are directly attributable to the acquisition, construction or production of qualifying assets i.e. the assets that necessarily takes substantial period of time to get ready for intended use, in which case they are capitalised as part of the cost of those asset up to the date when the qualifying asset is ready for its intended use.

1.7 Taxation

Tax expenses for the period comprises current and deferred tax. Tax is recognised in statement of Profit and Loss, except

to the extent that it relates to items recognised in the comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

Current Tax: Current Tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted at the Balance Sheet date.

Deferred Tax: Deferred Tax recognised on temporary difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

1.8 Employee Benefits

(i) Short Term Employee Benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) Defined Contribution Plans

Obligations for contributions to defined contribution plans are expensed as the related service is provided. The company has following defined contribution plans:

a) Provident Fund

(iii) Defined Benefit Plans

The company net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income. Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

The company has following defined benefit plan:

a) Gratuity

The company provides for its gratuity liability based on actuarial valuation of the gratuity liability as at the Balance Sheet date, based on Projected Unit Credit Method, carried out by an independent actuary and contributes to the gratuity fund. The contributions made are recognized as plan assets. The defined benefit obligation as reduced by fair value of plan assets is recognized in the Balance Sheet. Remeasurements are recognized in the Other Comprehensive Income, net of tax in the year in which they arise.

b) Leave Encashment

Leave encashment is payable to eligible employees at the time of retirement. The Liability for leave encashment, which is defined benefit scheme, is provided on Actuarial Valuation as at the Balance Sheet Date, based on projected unit credit method, carried out by the Independent Actuary.

1.9 Inventories

i) Inventories are valued as follows:

Inventory comprises property for sale and the property under construction (Work in progress)

Inventories are valued at cost except for finished goods. Finished goods are valued at cost or market value whichever is lower.

Completed real estate project for sale is valued at lower of cost and net realizable value. Cost is determined by including cost of land, materials, services and other related overheads.

Construction work in progress is valued at cost which comprises of land materials, services and other related overheads.

1.10 Provisions, Contingent Liabilities & Contingent Assets

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made. Where the time value of money is material, provisions are stated at the present value of the expenditure expected to settle the obligation.

All provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future uncertain events not wholly within the control of the company, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

Contingent Assets are not recognised in the financial statements. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

1.11 Earnings Per Share

Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per shares is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per shares and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

1.12 Judgements, Estimates and Assumptions

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of financial statements and the amount of revenue and expenses during the reported period. Application of accounting policies involving complex and subjective judgements and the use of assumptions in these financial statements have been disclosed. Accounting estimates could change from period to period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimate are recognised in the period in which the estimates are revised and, if material, their effects are disclosed in the notes to the financial statements.

1.12.1 Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the consolidated financial statements:

1.12.1.1 Formulation of Accounting Policies

Accounting policies are formulated in a manner that result in financial statements containing relevant and reliable information about the transactions, other events and conditions to which they apply. Those policies need not be applied when the effect of applying them is immaterial.

In the absence of an Ind AS that specifically applies to a transaction, other event or condition, management has used its judgement in developing and applying an accounting policy that results in information that is:

- a) relevant to the economic decision-making needs of users and
- b) reliable in that financial statements:
 - (i) represent faithfully the financial position, financial performance and cash flows of the entity;
 - (ii) reflect the economic substance of transactions, other events and conditions, and not merely the legal form;
 - (iii) are neutral, i.e. free from bias;
 - (iv) are prudent; and
 - (v) are complete in all material respects on a consistent basis.

In making the judgement management refers to, and considers the applicability of, the following sources in descending order:

- (a) the requirements in Ind ASs dealing with similar and related issues; and
- (b) the definitions, recognition criteria and measurement concepts for assets, liabilities, income and expenses in the Framework.

In making the judgement, management considers the most recent pronouncements of International Accounting Standards Board and in absence thereof those of the other standard-setting bodies that use a similar conceptual framework to develop accounting standards, other accounting literature and accepted industry practices, to the extent that these do not conflict with the sources in above paragraph.

1.12.1.2 Materiality

Ind AS applies to items which are material. Management uses judgment in deciding whether individual items or groups of item are material in the financial statements.

Materiality is judged by reference to the size and nature of the item. The deciding factor is whether omission or misstatement could individually or collectively influence the economic decisions that users make on the basis of the financial statements. Management also uses judgement of materiality for determining the compliance requirement of the Ind AS. In particular circumstances either the nature or the amount of an item or aggregate of items could be the determining factor. Further an entity may also be required to present separately immaterial items when required by law.

1.12.2 Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

1.12.2.1 Impairment of Non-Financial Assets

There is an indication of impairment if, the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. Company considers individual PPE as separate cash generating units for the purpose of test of impairment. The value in use calculation is based on a DCF model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.

1.12.2.2 Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

1.12.2.3 Defined Benefit Plan

The cost of the defined benefit gratuity plan and other post-employment medical benefits and the present value of the gratuity obligation are determined using actuarial valuations.

An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates.

Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

1.12.2.4 Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

1.13 Recent Accounting Pronouncement

On 31st March, 2023, Ministry of Company Affairs has amended the Companies (Indian Accounting Standards) Amendment Rule, 2023, applicable from 1st April, 2023, as below:

Ind AS 103 - Business Combination

The amendment required the new disclosure in respect of date on which the transferee obtains the control of the transferor. The company does not expect the amendments to have any impact in its financials.

Ind AS 107- Financial Instruments Disclosure

The companies (Indian Accounting Standards) Amendment Rule 2023 has amended paragraph 21 and paragraph B5 of Ind AS 107, thereby requiring companies to disclose their Material Accounting Policy Disclosure rather than their significant accounting policy. The company does not expect the amendments to have any impact in its financials.

Ind AS 1 - Presentation of Financial Statements

The amendment states that:

- Companies should disclose the material accounting policies rather than the significant accounting policies.

- Clarifies that accounting policies relate to immaterial transactions, other events or conditions are themselves are immaterial and therefore need not to be disclosed. The company does not expect the amendments to have any impact in its financials.

Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors

The amendment rule 2023 inserted the definition of accounting estimate and omitted the change in accounting estimate. But the company does not expect the amendments to have any impact in its financials.

Ind AS 12 - Income Taxes

Amendment RULE 2023 have issued certain amendments to Ind AS 12. The amendments have been Made to narrow the scope of initial recognition exemption, i.e., it no longer apply to transactions that, on initial recognition, give rise to equal taxable and deductible temporary difference. With effect from 1st April, 2023, the initial recognition exemption will be read as under:

- At the time of transaction, affect neither accounting profit nor taxable profit (tax loss);
- At the time of transaction, does not give rise to equal taxable and deductible temporary difference. the company does not expect the amendments to have any impact in its financials.

1.14 Abbreviation used

a.	CGU	Cash generating unit
b.	DCF	Discounted Cash Flow
c.	FVTOCI	Fair value through Other Comprehensive Income
d.	FVTPL	Fair value through Profit & Loss
e.	GAAP	Generally accepted accounting principal
f.	Ind AS	Indian Accounting Standards
g.	OCI	Other Comprehensive Income
h.	P&L	Profit and Loss
i.	PPE	Property, Plant and Equipment
j.	SPPI	Solely Payment of Principal and Interest

(Rs. In Lakhs)

2. PROPERTY, PLANT AND EQUIPMENT

PARTICULARS	GROSS BLOCK						
	As at 01.04.2021	Additions	Deductions/ Adjustments	As at 31.03.2022	As at 01.04.2022	Additions	As at 31.03.2023
Freehold Land *	164.64	-	-	164.64	164.64	-	164.64
Leasehold Land	0.05	-	-	0.05	0.05	-	0.05
Non-Factory Building *	371.66	-	-	371.66	371.66	-	371.66
Plant And Equipments	57.49	0.68	-	58.17	58.17	2.72	60.89
Furniture And Fixture	18.64	-	-	18.64	18.64	0.73	19.37
Vehicles (Cars)	526.03	53.29	25.20	554.12	554.12	17.91	572.03
Office Equipments	1.96	-	-	1.96	1.96	-	1.96
Computers	53.39	0.51	-	53.90	53.90	1.14	55.04
TOTAL	1,193.86	54.48	25.20	1,223.14	1,223.14	22.50	1,245.64

PARTICULARS	DEPRECIATION AND AMORTIZATION						
	Upto 01.04.2021	For The Year	Deductions	Upto 31.03.2022	Upto 01.04.2022	For The Year	Upto 31.03.2023
Freehold Land	-	-	-	-	-	-	-
Leasehold Land	-	-	-	-	-	-	-
Non-Factory Building	82.02	5.64	-	87.66	87.66	5.64	93.30
Plant And Equipments	39.32	2.48	-	41.80	41.80	2.60	44.40
Furniture And Fixture	14.45	0.39	-	14.84	14.84	0.45	15.29
Vehicles	203.47	61.35	20.70	244.12	244.12	61.75	305.87
Office Equipments	1.51	0.23	-	1.74	1.74	0.07	1.81
Computers	50.02	0.49	-	50.51	50.51	0.59	51.10
TOTAL	390.79	70.58	20.70	440.67	440.67	71.10	511.77

PARTICULARS	NET BLOCK	
	As at 31.03.2023	As at 31.03.2022
Freehold Land	164.64	164.64
Leasehold Land	0.05	0.05
Non-Factory Building	278.36	284.00
Plant And Equipments	16.49	16.37
Furniture And Fixture	4.08	3.80
Vehicles	266.16	310.00
Office Equipments	0.15	0.22
Computers	3.94	3.39
TOTAL	733.87	782.47

2.1 PARTICULARS	GROSS BLOCK							
	As at 01.04.2021	Additions	Deductions/ Adjustments	As at 31.03.2022	As at 01.04.2022	Additions	Deductions/ Adjustments	As at 31.03.2023
Investment Property	-	188.98	-	188.98	188.98	-	-	188.98

PARTICULARS	DEPRECIATION AND AMORTIZATION							
	Upto 01.04.2022	For The Year	Deductions	As at 31.03.2022	As at 01.04.2022	For The Year	As at 31.03.2023	
Investment Property	-	2.24	-	2.24	2.24	2.99	5.23	

PARTICULARS	NET BLOCK	
	As at 31.03.2023	As at 31.03.2022
Investment Property	183.75	186.74
Total	183.75	186.74

2.2 Fair value of investment property is not realisable measurable on continuing basis on the market for comparable properties is inactive.

2.3 The Market value of investment property as measured by Circle Rate of Rs. 70,000/- per sq. meter of the Local Area subsequent to the date of Balance Sheet is Rs. 2,23,91,600.

* Pledged against Bank Borrowings.

	As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
3 Non Current Investments		
Investment in Equity Instrument (Unquoted)		
Investments Measured at Cost		
In Subsidiary Company		
Farco Foods Private Limited (9,00,000 Equity Shares of Rs. 10/- each)	27.00	27.00
Total (A)	27.00	27.00
In Associate Companies		
Star Hotels Private Limited (22,65,750 Equity Shares of Rs. 10/- each)	881.43	881.43
Youngtronics India Private Limited (85,000 Equity Shares of Rs. 10/- each)	8.50	8.50
Less:Provision for Diminuation in Investment	(8.50)	(8.50)
4,60,000, 6% Non-Cumulative Redeemable Preference Shares of Rs. 10/- each of Youngtronics India Pvt. Ltd.	46.00	46.00
Less:Provision for Diminuation in Investment	(46.00)	(46.00)
Total (B)	881.43	881.43
Investment in Equity Instruments (Unquoted) 500 shares of Super Bazar Co-Operative Stores Ltd. of Rs. 10/- each	0.05	0.05
Total (C)	0.05	0.05
Total (A+B+C)	908.48	908.48
Aggregate amount of Unquoted Investment	908.48	908.48
Aggregate impairment Amount of Unquoted Investment	54.50	54.50
4 Other Financial Assets		
Earmarked Balance with Banks	100.23	98.41
Fixed Deposits (Pledged with Govt. Authority)	95.12	46.20
Total	195.35	144.61
Current Assets		
5 Inventories (At lower of cost and at Net Realizable value)		
Work In Progress(Real Estate)	13,938.33	10,510.49
Stock-in-Trade (Land and Expenses thereon)	5,565.28	6,306.77
Total	19,503.61	16,817.26

	As at 31 st March, 2023	As at 31 st March, 2022
		(Rs. In Lakhs)
6 Current Investment		
Investment in Equity Instruments (Quoted)		
Measured at FVOCI		
Units		
1000 Equity Shares of Reliance Infra Limited	1.30	0.91
(1000)		
10000 Equity Shares of Cerebra Integrated Technologies	0.72	6.97
(10000)		
Total value of Quoted Investment (A)	2.02	7.88
Units Investment in Mutual Fund (Unquoted)		
1999990 SBI Long term Advantage Fund Series V- (G)	317.78	308.72
(1999990)		
182960.10 Union Hybrid Equity Fund (G)	22.27	22.10
(182960.10)		
765418.20 SBI Corporate Bond Fund (G)	100.00	300.00
(2384697.27)		
242503.26 Union Balance Advantage Fund (G)	36.67	10.48
(71520.02)		
29651.54 Union Flexi Cap Fund (G)	9.55	9.73
(29651.54)		
152703.73 SBI Balanced Advantage Fund (G)	16.29	15.61
(152703.73)		
99995 SBI Dividend Yield Fund (G)	10.09	-
(Nil)		
Total value of Unquoted Investment (B)	512.65	666.64
TOTAL AGGREGATE VALUE OF INVESTMENT MEASURED AT FVOCI (A+B)	514.67	674.52
Aggregate amount of Quoted Investment	2.02	7.88
Aggregate amount of Quoted Investment at Market Value	2.02	7.88
Aggregate amount of Unquoted Investment	512.65	666.64
Aggregate Impairment amount of Unquoted Investment	-	-
7 Trade Receivables*		
(Carried at Amortised Cost Except otherwise stated)		
Trade Receivables Considered good, Unsecured	234.18	144.34
Total	234.18	144.34
* Refer Note No. 58		
8 Cash and Cash Equivalents		
Balance With Banks		
In Current Account	51.96	485.41
Cash on Hand	2.29	2.79
Total	54.25	488.20

	As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
9 Other Bank Balances		
In Fixed Deposits	155.00	6.81
In Fixed Deposit (Pledged against Overdraft Facility)	1,182.27	1,107.39
Total	1,337.27	1,114.20
10 Loans (Carried at Amortised Cost Except otherwise stated)		
Loans Receivable Considered Good- Unsecured		
Loans to Related Parties	489.73	489.73
Loans which have significant increase in Credit Risk		
Loans to Related Parties	150.00	150.00
	639.73	639.73
Less: Allowance for bad and doubtful debts	150.00	150.00
TOTAL	489.73	489.73
11 Other Financial Assets		
Interest accrued on FDR with Bank	17.70	11.74
Security Deposit	12.72	13.22
Total	30.42	24.96
12 Other Current Assets		
Unsecured Considered good		
Prepaid Expenses	6.25	5.94
Advance to Others	53.01	57.77
Total	59.26	63.71
13 Share Capital		
Authorised		
6280000 Equity Shares of Rs. 10/- each	628.00	628.00
20000 Cumulative Redeemable Preference Shares of Rs. 100/- each	20.00	20.00
8,000 Deferred Shares of Rs. 25/- each fully paidup	2.00	2.00
Total	650.00	650.00
13.1 Issued, Subscribed and Fully Paid Up		
2701018 (Previous year: 2701018) Equity Shares of Rs. 10/- each fully paid up	270.10	270.10
8000 Deferred Shares (Previous year: 8000) of Rs. 25/- each fully paid up	2.00	2.00
Total	272.10	272.10

13.2 Rights, Preferences and restrictions attached to Shares:

The Company has Equity and Deferred Shares and all Equity and Deferred Shares rank equally with regard to dividend and share in the Company's residual assets. The Shareholders are entitled to receive dividend as declared from time to time. The voting rights of an Equity Shareholder including Deferred Shareholders on a poll (not on show of hands) are in proportion to its share in the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. In the event of liquidation of the Company, the holders will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of shares held.

13.3 Reconciliation of Number of shares outstanding at the beginning and end of the year

	Number of Shares*	Amount
Outstanding at the 1st April 2021	2709018	272.10
Equity Shares issued during the year	-	-
Outstanding at the 31st March 2022	2709018	272.10
Equity Shares issued during the year	-	-
Outstanding at the 31st March 2023	2709018	272.10

(Rs. In Lakhs)

13.4 The details of Shareholders holding more than 5% shares

Name of Shareholder	As at 31 st March, 2023		As at 31 st March, 2022	
	No. of Shares	% Held	No. of Shares	% Held
Mr. Saleem Iqbal Shervani	384980	14.25	384980	14.25
M/s Lebensraum Infra Private Limited	200221	7.41	200221	7.41
M/s Frost Traders Private Limited	367602	13.61	367602	13.61

13.5 Shares held by Promoters & Promoters' Group at the end of the Year

Promoters Name	No. of Shares held	% of Total Shares	% Change during the year
Saleem Iqbal Shervani	384,980	14.25	Nil
Saeed Mustafa Shervani	131,386	4.86	Nil
Azher Nisar Shervani	101,687	3.76	Nil
Tahir Hasan	13,615	0.50	Nil
Salma Hasan	61,728	2.29	Nil
Rubina Shervani	66,655	2.47	Nil
Saad Mustafa Shervani	96,130	3.56	Nil
Mustafa Rashid Shervani	76,575	2.84	Nil
Ursala Fatima Shervani	87,835	3.25	Nil
Zeba Hasan	90,089	3.34	Nil
Zehra Shervani	12,718	0.47	Nil
Aisra Amrah Fatima Shervani	14,580	0.54	Nil
Shamsiya Fatima Shervani	11,790	0.44	Nil
Mohd. Adil Mustafa Shervani	6,925	0.26	Nil
Azhar Family Trust	48,633	1.80	Nil
Saeed Family Trust	49,308	1.83	Nil
Salma Zeba Family Trust	54,645	2.02	Nil
Saleem Family Trust	60,985	2.26	Nil
Aslam Family Trust	43,945	1.63	Nil
Waqf Haji Bhikkan	7,840	0.29	Nil
Lebensraum Infra Pvt Ltd.	200,221	7.41	Nil
Shervani Enterprises Pvt Ltd	1,450	0.05	Nil
Total	1,623,720	60.12	Nil

	As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
14 Other Equity		
Capital Subsidy Reserve		
Balance at the beginning of the year	19.27	19.27
Balance at the end of the year	<u>19.27</u>	<u>19.27</u>
General Reserve		
Balance at the beginning of the year	2,971.86	2,971.86
Balance at the end of the year	<u>2,971.86</u>	<u>2,971.86</u>
Capital Redemption Reserve		
Balance at the beginning of the year	75.92	75.92
Balance at the end of the year	<u>75.92</u>	<u>75.92</u>
Capital Reserve on Revaluation on Land		
Balance at the beginning of the year	6,152.66	6,254.89
Less:- Transfer to Profit and Loss Statement	(753.78)	(102.24)
Balance at the end of the year	<u>5,398.88</u>	<u>6,152.66</u>
Retained Earnings		
Balance at the beginning of the year	3,392.59	3,732.89
Add: Profit/(Loss) as per Profit & Loss Statement	292.88	(272.27)
Less: Final Dividend Paid	54.42	68.02
Balance at the end of the year	<u>3,631.05</u>	<u>3,392.59</u>
Other Comprehensive Income(OCI)		
As per last balance sheet	107.61	34.93
Add:- Movement in OCI (Net of Tax) during the year	5.15	72.80
Add: Reclassified to Profit/(Loss) on disposal	-	(0.12)
Balance at the end of the year	<u>112.76</u>	<u>107.61</u>
Total	<u>12,209.74</u>	<u>12,719.90</u>
14(a) Capital Subsidy Reserve		
Capital Subsidy Reserve, represents the subsidy received from the Government in respect of capital investment made under the central/state Government Investment Scheme.		
14(b) General Reserve		
General Reserve is the free Reserve arising out of profit earned by the company after appropriation till date.		
14(c) Capital Redemption Reserve		
Capital Redemption Reserve represents the amount of buy back of Company's own shares and redemption of Preference Shares by paying out of Securities Premium Account and General Reserve. This reserve can be utilised in accordance with the provision of Companies Act, 2013.		
14(d) Capital Reserve on Revaluation on Land		
Capital Reserve on Revaluation of Land was created at the time of Revaluation of Land (Stock in trade). This reserve is utilised at the time of sale of land.		
14(e) Retained Earnings		
Retained Earnings represent the cumulative profits of the company and effect of re-measurement of defined benefit obligations. This reserve can be utilised in accordance with the Companies Act, 2013.		
14(f) Other Comprehensive Income		
Other Comprehensive Income (OCI) represents fair value changes of specified items which will be classified to statement of profit and loss in future.		

As at
31st March, 2023As at
31st March, 2022
(Rs. In Lakhs)

14.1 Dividend

The following dividends were paid by the Company for the year :

	31.03.2023	31.03.2022
Final Dividend paid for the year ended 31st March 2022		
- On Ordinary Shares @ Rs.2.00 Per Share	54.42	-
- On Deferred Shares @Rs.5.00 Per Share		
Final Dividend paid for the year ended 31st March 2021		
- On Ordinary Shares @ Rs.2.50 Per Share	-	68.02
- On Deferred Shares @Rs.6.25 Per Share		

After the reporting date, the Board of Directors confirms the proposed dividend as final dividend.
The dividends have not been recognised as liabilities and there are no tax consequences.

	31.03.2023	31.03.2022
Proposed Dividend for the year ended 31st March 2023		
- On Ordinary Shares @ Rs.2.50 Per Share	68.02	-
- On Deferred Shares @Rs.6.25 Per Share		
Proposed Dividend for the year ended 31st March 2022		
- On Ordinary Shares @ Rs.2.00 Per Share	-	54.42
- On Deferred Shares @Rs.5.00 Per Share		

15 Borrowings

Secured Loan

Vehicle Loans (Secured by hypothecation of Vehicles & Personal Guarantee of Mr. Saleem I Shervani, the Chairman of the Company)

	31.13	34.08
Total	<u>31.13</u>	<u>34.08</u>

16 Provisions

Provision for Employee Benefits

	0.50	13.96
Total	<u>0.50</u>	<u>13.96</u>

17 Deferred Tax (Asset)/Liability (Net)

Deferred Tax Liabilities

Related to Property, Plant and Equipment

	62.07	60.65
--	-------	-------

Deferred Tax Assets

Disallowed Expenditure	(0.99)	(10.06)
------------------------	--------	---------

Total	<u>61.08</u>	<u>50.59</u>
--------------	--------------	--------------

Current Liability

Financial Liability

18 Borrowings

Secured Loan from Banks

Current Maturity of Long Term Debt (Refer Note no.15)

Overdraft from Union Bank of India

(Secured by hypothecation of Fixed Deposit)

State Bank of India CC A/c

(Secured by pledge of Inventory on personal guarantee of

Mr. Saleem I Shervani, the Chairman & Mr. Tahir Hasan,

the Chief Financial Officer of the Company)

	16.52	46.30
	0.99	406.38
	1.54	544.89
Total	<u>19.05</u>	<u>997.57</u>

As at
31st March, 2023As at
31st March, 2022

(Rs. In Lakhs)

18.1 Change in Liabilities Arising from Financing Activities

Particulars	Current Borrowings including Current Maturity of Long Term Borrowings	Non Current Borrowings
Opening Balance as at 1st April 2021	309.53	49.35
Addition/(Deletion) During the year	688.04	(15.27)
Interest Expenses	1.46	9.33
Balance as at March 2022	997.57	34.08
Addition/(Deletion) During the year	(978.52)	(2.95)
Interest Expenses	17.71	5.50
Cash Flow (Net)	(960.81)	2.55
Balance as at March 2023	19.05	31.13

19 Trade Payables *

Dues towards Others

92.77

96.07

Total**92.77****96.07**

* Refer Note No. 59

20 Other Financial Liabilities

Unpaid Dividend

100.04

98.41

Total**100.04****98.41**

21 Other Current Liabilities

Advance from Customer

10,608.87

6,966.81

Security Deposit

114.05

66.03

Other Payables *

504.98

241.38

Total**11,227.90****7,274.22**

*Other paybles includes statutory liability, employee liability etc.

22 Provisions

Provision for Employee Benefits

1.84

2.47

Total**1.84****2.47**

	Year ended March 31, 2023	Year ended March 31, 2022 (Rs. In Lakhs)
23 Revenue from Operations		
Sale of Plot & Flat (Including transfer from Revaluation Reserve Rs. 753.78 Lacs, Previous year Rs. 102.24 Lacs)	2155.79	429.75
Total	2,155.79	429.75
24 Other Income		
Interest Received	70.35	59.93
Other Non-Operating Income		
Rent	14.48	24.53
Provision of Liability No Longer Required	0.50	0.99
Profit on Sale of Investments (Net)	0.17	0.70
Dues from Customers Received	-	3.70
Dividend Received	33.99	-
Miscellaneous Receipts	6.42	9.44
Total	125.91	99.29
25 Cost of Construction and Development Expenses	3,939.08	2,888.18
Total	3,939.08	2,888.18
26 Change in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade		
Inventories (at close)		
Stock in Trade (Real Estate)	5,565.28	6,306.77
Work-in-Progress	13,938.33	10,510.49
	19,503.61	16,817.26
Inventories (at commencement)		
Stock in Trade (Real Estate)	6,306.77	6,409.93
Work-in-Progress (Restated)	10,510.49	7,770.49
	16,817.26	14,180.42
Changes in Inventories	(2,686.35)	(2,636.84)
27 Employee Benefit Expense		
Salaries and Wages	167.68	121.22
Contribution to Provident and other Funds	13.02	13.30
Staff Welfare Expenses	5.52	4.68
Total	186.22	139.20
28 Finance Cost		
Interest Paid on Bank Borrowings	0.99	1.41
Interest Paid on Income Tax	0.03	0.05
Interest Paid on Vehicle Loan	5.50	9.33
Interest Paid on Bank Loan (Project)	16.69	22.43
	23.21	33.22
Less: Capitalised	16.69	22.43
	6.52	10.79

	Year ended March 31, 2023	Year ended March 31, 2022 (Rs. In Lakhs)
29 Other Expenses		
Establishment Expenses		
Rent	4.13	3.68
Project Maintenance Expenses	24.08	25.52
Repair Buildings	4.39	2.52
Insurance	8.12	7.53
Rates and Taxes	3.22	2.70
Vehicle Maintenance	27.06	22.48
Professional Charges	58.23	55.71
Travelling and Conveyance Expenses	9.24	5.76
Payments to the Auditors		
As Auditor	1.77	1.77
For Other Services	0.59	0.59
Directors' Sitting Fee	7.00	7.50
GST Paid (on Reverse Charge)	1.62	2.25
CSR Expenses	16.00	50.00
Electric Charges	27.67	24.05
Safety & Protection	21.19	20.22
Sanitation	11.65	11.56
Miscellaneous Expenses	83.24	86.72
Total (A)	309.20	330.56
Selling and Distribution Expenses	55.63	-
Brokerage	33.05	18.10
Total (B)	88.68	18.10
Total (A+B)	397.88	348.66
30 Earning Per Share (in Rs.)		
Net Profit available for Equity Shareholders (Numerator used for calculation)	292.88	(272.27)
Number of Equity Shares (Used as Denominator for calculating EPS)	27.21	27.21
Basic and Diluted Earning per Share of Rs. 10/- each	10.76	(10.01)
31 Tax Expenses	2022-23	2021-22
A. Amount recognised in Profit or Loss		
Current Tax		
Income Tax for the year	61.00	-
Adjustments/(credits) related to previous year-Net	(0.11)	(25.72)
Total Current Tax	60.89	(25.72)
Deferred Tax		
Deferred Tax for the year	10.49	4.22
Adjustments/(credits) related to previous year-Net	-	-
Total Deferred Tax	10.49	4.22
Total Tax Expense	71.38	(21.50)

Year ended
March 31, 2023Year ended
March 31, 2022

(Rs. In Lakhs)

B. Amount recognised in other Comprehensive Income

The Tax (charge)/credit arising on income and expenses recognised in other Comprehensive Income is as follows

Deferred Tax

On items that will not be reclassified to Profit or Loss

On items that will be reclassified to Profit or Loss

Total**Reconciliation of effective Tax Rate**

The income tax expense for the year can be reconciled to the accounting profit as follows

Profit Before Tax	364.26	(293.77)
Applicable Tax Rate	0.27	0.27
Computed Tax Expense	97.44	-
Adjustment in respect of current Income Tax of Previous Year	(0.11)	(25.72)
Tax effect of		
Exempted Income	-	-
Expenses Allowed/Disallowed under Income Tax Act (Net)	123.80	81.26
Tax Adjustment of last years	(0.11)	(25.72)
Current Tax Provisions (A)	60.89	-
Incremental Deferred Tax Asset / (Liability) on account of Tangible and Intangible Assets	1.42	4.22
Incremental Deferred Tax Asset / (Liability) on account other Timing Differences	9.07	-
Deferred Tax Asset / (Liability) (B)	10.49	4.22
Adjustments recognised in the current year in relation to the current tax of prior years (C)	-	-
Tax Expenses recognised in Statement of Profit and Loss (A-B-C)	71.38	4.22
Effective Tax Rate	0.20	0.01

31.1 The Company is entitled for MAT Credit Entitlement of earlier years (as per Income Tax Return) amounting to Rs. 891 Lacs but was not adjusted in the books in the relevant previous year due to uncertainty of future taxable profit for utilising the MAT Credit Entitlement in the foreseeable future. Therefore, earlier year MAT credit entitlement has not been accounted for in the books of Current Year.

32 Disclosure in regards to Corporate Social Responsibility Expenditure:-

a. CSR amount required to be spent as per Section 135 of Companies Act, 2013 read with Schedule VII thereof by the Company during the year ended 31st March 2023 is Rs. 19.05 (Previous Year - Rs. 49.97 Lacs). However the Company has donated Rs. 16.00 Lakh to a NGO named as "Help for Rare" at Prayagraj during the year. Further the Company had spent the excess amount of Rs. 3.55 lakhs and Rs. 0.03 lakhs on various CSR Activity of Projects in the Financial Year 2020-21 and 2021-22 respectively, therefore the balance excess amount of Rs. 0.53 Lakhs being carry forward to next Financial Year 2023-24.

b. Amount spent during the year on:

	Year ended March 31, 2023			Year ended March 31, 2022		
	In Cash	Unpaid	Total	In Cash	Unpaid	Total
i) Construction/Acquisition of Any Asset						
ii) Other Purposes:						
Promoting Education	-	NIL	-	42.50	NIL	42.50
Health Care	16.00	NIL	16.00	7.50	NIL	7.50

33 Investments and Loans outstanding in Subsidiary Company

Name of Company	% of Shareholding	Investment in Shares	Loan Balance Outstanding	Provision Made
Farco Foods Pvt. Ltd.	100	27.00	639.73	150.00

Looking to the financial position of Farco Foods Pvt. Ltd., Wholly Owned Subsidiary of the Company, the Management has decided to continue with the provision of Rs. 150 Lakhs till further improvement.

(Rs. in Lakh)

34 Employee Benefits**A. Gratuity**

(Rs. In Lacs)

Amounts in Balance Sheet	Increase/(Decrease)	31-Mar-23	31-Mar-22
Defined Benefit Obligation (DBO)	(8.82)	17.72	26.54
Fair Value of Plan Assets	(14.06)	16.78	30.84
Funded Status - (Surplus)/Deficit	5.24	0.94	(4.30)
Unrecognized Past Service Cost / (Credit)	-	-	-
Unrecognised Asset due to Limit in Para 64(b)	-	-	-
Liability/(Asset) recognised in the Balance Sheet	5.24	0.94	(4.30)
[Reference : Ind AS 19 para 120A (f)]			

Amount Recognised in the Statement of Profit & Loss	Increase/(Decrease)	31-Mar-23	31-Mar-22
Current Service Cost	(0.19)	2.16	2.35
Interest Cost	(0.41)	1.42	1.82
Expected Return on Plan Assets	(0.02)	(1.73)	(1.71)
Past Service Cost	-	-	-
(Gain)/Loss due to Settlements/ Curtailments/Acquisitions/Divestitures	-	-	-
Total Expense/(Income) included in "Employee Benefit Expense"	(0.62)	1.84	2.47
[Reference : Ind AS 19 para 120A (g)]			

Amount recognised in Other Comprehensive Income (OCI)	Increase/(Decrease)	31-Mar-23	31-Mar-22
Amount recognized in OCI, Beginning of Period	(2.65)	(11.18)	(8.53)
Remeasurements due to :	-	-	-
Effect of Change in financial assumptions [C]	0.92	0.22	(0.70)
Effect of Change in demographic assumptions [D]	-	-	-
Effect of experience adjustments [E]	2.47	1.23	(1.24)
Actuarial (Gains)/Losses (C+ D +E)	3.39	1.45	(1.94)
Return on plan assets (excluding interest)	(2.65)	(1.95)	0.71
Total remeasurements recognized in OCI	6.04	3.39	(2.65)
Amount recognized in OCI, end of Period	3.39	(7.79)	(11.18)
[Reference : Ind AS 19 para 120A (i)]			

Actual Return on Plan Assets	Increase/(Decrease)	31-Mar-23	31-Mar-22
Interest Income Plan Asset	0.02	1.73	1.71
Actuarial Gains/(Losses) on Plan Assets	(2.65)	(1.95)	0.71
Actual Return on Plan Assets	(2.63)	(0.21)	2.42
[Reference : Ind AS 19 para 120A (m)]			

Appendix A : Ind AS 19 Disclosures

Change in Present Value of Benefit Obligation during the Period	Increase/(Decrease)	31-Mar-23	31-Mar-22
Defined Benefit Obligation, Beginning of Period	(2.38)	26.54	28.92
Current Service Cost	(0.19)	2.16	2.35
Interest Cost	(0.41)	1.42	1.82
Actual Plan Participants' Contributions	-	-	-
Actuarial (Gains)/Losses	3.39	1.45	(1.94)
Acquisition/Business Combination/Divestiture	-	-	-
Actual Benefits Paid	(9.23)	(13.85)	(4.62)
Past Service Cost	-	-	-
Changes in Foreign Currency Exchange Rates	-	-	-
Loss / (Gains) on Curtailments	-	-	-
Liabilities Extinguished on Settlements	-	-	-

			(Rs. in Lakh)
Defined Benefit Obligation, end of Period	(8.82)	17.72	26.54
[Reference : Ind AS 19 para 120A (c)]			
Change in Fair Value of Plan Assets during the Period	Increase/(Decrease)	31-Mar-23	31-Mar-22
Fair value of Plan Assets, Beginning of Period	2.42	30.84	28.42
Interest Income Plan Asset	0.02	1.73	1.71
Actual Enterprise's Contributions	(4.62)	-	4.62
Actual Plan Participants' Contributions	-	-	-
Actual Benefits Paid	(9.23)	(13.85)	(4.62)
Actuarial Gains/(Losses)	(2.65)	(1.95)	0.71
Acquisition/Business Combination/Divestiture	-	-	-
Changes in Foreign Currency Exchange Rates	-	-	-
Liabilities Extinguished on Settlements	-	-	-
Fair Value of Plan Assets, end of Period	(14.06)	16.78	30.84
[Reference : Ind AS 19 para 120A (e)]			
Current / Non Current Benefit Obligation	Increase/(Decrease)	31-Mar-23	31-Mar-22
Current Liability	-	-	-
Non Current Liability	5.24	0.94	(4.30)
Liability/(Asset) Recognised in the Balance Sheet	5.24	0.94	(4.30)
Appendix A : Ind AS 19 Disclosures			
Other Items	Increase/(Decrease)	31-Mar-23	31-Mar-22
Expected Contributions for the next financial year	0.94	0.94	-
Decrement adjusted estimated tenure of Actuarial liability (years)	1.28	16.25	14.97
[Reference : Ind AS 19 para 120A (q)]			
Recognition of Actuarial Gain / Loss	Increase/(Decrease)	31-Mar-23	31-Mar-22
Actuarial (Gain)/Loss arising on DBO	3.39	1.45	(1.94)
Actuarial (Gain)/Loss arising on Plan Assets	2.65	1.95	(0.71)
Total (Gain)/Loss recognized during the period	6.04	3.39	(2.65)
Unrecognized Actuarial (Gain)/Loss, end of Year	-	-	-
Appendix D : Actuarial Assumptions			
The principal assumptions used for reporting period 31st March, 2022 and 31st March, 2023 are summarized in the table below. The assumptions as at the balance sheet date are used to determine the defined benefit obligation & employee benefit expense.			
Financial Assumptions	Increase/(Decrease)	31-Mar-23	31-Mar-22
Discount Rate	-0.10%	7.25%	7.35%
Salary Escalation Rate	0.00%	7.00%	7.00%
Expected Return on Assets	-0.10%	7.25%	7.35%
Demographic Assumptions	Increase/(Decrease)	31-Mar-23	31-Mar-22
Mortality Table*		Indian Assured Lives Mortality (2012-14) Ult.	Indian Assured Lives Mortality (2012-14) Ult.
Withdrawal Rate	0.00%	1.00%	1.00%
Retirement Age		58 years or 70 years	58 years or 70 years
Timing Related Assumptions			
Time of Retirement	Immediately on achieving normal retirement		
Salary Increase frequency	Once a year		

* Mortality Rates : Representative mortality rates from Indian Assured Lives Mortality (2012-14) Ult. are given in the table below.

(Rs. in Lakh)

Age	Rate	Age	Rate
20	0.0009240	45	0.0025790
25	0.0009310	50	0.0044360
30	0.0009770	55	0.0075130
35	0.0012020	60	0.0111620
40	0.0016800		

B. Leave Encashment

Table 1: Amounts in Balance Sheet	Increase/(Decrease)	31-Mar-23	31-Mar-22
Defined Benefit Obligation (DBO)	(8.02)	5.93	13.96
Fair value of plan Assets	14.75	14.75	-
Funded Status - (Surplus)/Deficit	(22.77)	(8.82)	13.96
Unrecognized Past Service Cost / (Credit)	-	-	-
Unrecognised Asset due to Limit in Para 64(B)	-	-	-
Liability/(Asset) Recognised in the Balance Sheet	(22.77)	(8.82)	13.96

[Reference : Ind AS19 para 120A (f)]

Table 2: Amount Recognised in Statement of Profit & Loss	Increase/(Decrease)	31-Mar-23	31-Mar-22
Current Service Cost	(0.33)	1.85	2.18
Interest Cost	(0.27)	0.68	0.95
Expected Return on Plan Assets	-	-	-
Past Service Cost	-	-	-
Net Actuarial Losses/(Gains)	(1.06)	(2.03)	(0.97)
(Gain)/Loss due to Settlements/ Curtailments/Acquisitions/Divestitures	-	-	-
Unrecognised Asset due to Limit in Para 59(B)	-	-	-
Total Expense/(Income) included in "Employee Benefit Expense"	(1.66)	0.50	2.16

[Reference : Ind AS19 para 120A (g)]

Table 3: Actual Return on Plan Assets	Increase/(Decrease)	31-Mar-23	31-Mar-22
Expected Return on Plan Assets	-	-	-
Actuarial Gains/(Losses) on Plan Assets	0.75	0.75	-
Actual Return on Plan Assets	0.75	0.75	-

[Reference : Ind AS19 para 120A (m)]
Appendix A : Ind AS 19 Disclosures

Table 4: Change in Present value of Benefit Obligation during the Period	Increase/(Decrease)	31-Mar-23	31-Mar-22
Defined Benefit Obligation, Beginning of Period	(1.60)	13.96	15.56
Current Service Cost	(0.33)	1.85	2.18
Interest Cost	(0.27)	0.68	0.95
Actual Plan Participants' Contributions	-	-	-
Actuarial (Gains)/Losses	(0.31)	(1.28)	(0.97)
Acquisition/Business Combination/Divestiture	-	-	-
Actual Benefits Paid	(5.51)	(9.28)	(3.76)
Past Service Cost	-	-	-

			(Rs. In Lakhs)
Changes in Foreign Currency Exchange Rates	-	-	-
Loss / (Gains) on Curtailments	-	-	-
Liabilities Extinguished on Settlements	-	-	-
Defined Benefit Obligation, End of Period	(8.02)	5.93	13.96
[Reference : Ind AS19 para 120A (c)]			

Table 5 : Change in Fair value of Plan Assets during the Period

	Increase/(Decrease)	31-Mar-23	31-Mar-22
Fair value of Plan Assets, Beginning of Period	-	-	-
Expected Return on Plan Assets	-	-	-
Actual Enterprise's Contributions*	23.28	23.28	-
Actual Plan Participants' Contributions	-	-	-
Actual Benefits Paid*	(9.28)	(9.28)	-
Actuarial Gains/(Losses)	0.75	0.75	-
Acquisition/Business Combination/Divestiture	-	-	-
Changes in Foreign Currency Exchange Rates	-	-	-
Liabilities Extinguished on Settlements	-	-	-
Fair Value of Plan Assets, End of Period	14.75	14.75	-

*Actual Benefit Paid of INR 927649 is paid directly by the enterprise and not through the Fund and hence we have added the same amount to Actual Enterprise's Contributions and Benefit Paid.

[Reference : Ind AS19 para 120A (e)]

Table 6 : Current / Non Current Benefit Obligation

	Increase/(Decrease)	31-Mar-23	31-Mar-22
Current Liability	(0.18)	-	0.18

[Reference : Revised Companies' Schedule IV]

Appendix A : Ind AS 19 Disclosures

Table 7 : Other Items

	Increase/(Decrease)	31-Mar-23	31-Mar-22
Expected Contributions for the next financial year		-	-
Decrement adjusted estimated tenure of Actuarial liability (years)	0.33	16.40	16.08

[Reference : Ind AS19 para 120A (q)]

Appendix D : Actuarial Assumptions

The principal assumptions used for reporting period 31st March, 2022 and 31st March, 2023 are summarized in the table below. The assumptions as at the balance sheet date are used to determine the defined benefit obligation & employee benefit expense.

Financial Assumptions	Increase/(Decrease)	31-Mar-23	31-Mar-22
Discount Rate	-0.10%	7.25%	7.35%
Salary Escalation Rate	0.00%	7.00%	7.00%
Expected Return on Assets	7.00%	7.00%	0.00%

Demographic Assumptions

	Increase/(Decrease)	31-Mar-23	31-Mar-22
Mortality Table *		Indian Assured Lives Mortality (2012-14) Ult.	Indian Assured Lives Mortality (2012-14) Ult.
Withdrawal Rate	0.00%	1.00%	1.00%
Availment Percentage		0.00%	0.00%
Retirement Age		58 years	58 years

(Rs. In Lakhs)

Timing Related Assumptions

Time of Retirement	Immediately on achieving normal retirement
Salary Increase frequency	Once a year

* Mortality Rates : Representative mortality rates from Indian Assured Lives Mortality (2012-14) Ult. are given in the table below.

Age	Rate	Age	Rate
20	0.0009240	45	0.0025790
25	0.0009310	50	0.0044360
30	0.0009770	55	0.0075130
35	0.0012020	60	0.0111620
40	0.0016800		

35 Related Party Disclosures as required under Ind AS-24 are given below

Related Party disclosures as required under section 188 of Companies Act, 2013 has been made with whom transactions has been made during the year.

Wholly Owned Subsidiary Company

Farco Foods Private Limited

Associate Companies

Star Hotels Private Limited

Youngtronics India Private Limited

Key Managerial Personnel (KMP)

Mr. Mustafa Rashid Shervani, Managing Director

Mr. Tahir Hasan, Chief Financial Officer

Mr. S. K. Shukla, Company Secretary

Executive Directors

Mr. Saleem Iqbal Shervani, Chairman

Mr. Sadiq Husain Siddiqui, Director (C. A.)

Non Executive Directors

Dr. A.P. Singh, Director, Independent Non Executive

Mr. G.S. Chaturvedi, Director, Independent Non Executive

Mr. Mohd. Aslam Sayeed, Director, Independent Non Executive

Mr. Raju Verghese, Director, Independent Non Executive

Ms. Aradhika Chopra, Director, Independent Non Executive

Relatives

Mrs. Salma Hasan

Mr. Yasser Niaz Hasan

Mrs. Iram Ibrahim Shervani

(Rs. In Lakhs)

Related parties with whom transactions have taken place

	KMP	Relative of KMP and Other Directors	Associate Companies	Subsidiary Company
Short Term Benefits (Remuneration)				
Current Year	47.65	34.09	-	-
(Previous Year)	(17.53)	(53.78)	-	-
Employee Benefit Expenses				
Current Year	6.53	4.85	-	-
(Previous Year)	(4.89)	(5.21)	-	-
Rent Paid				
Current Year	-	-	-	-
(Previous Year)	-	-	-	-
Rent Received				
Current Year	-	-	1.07	-
(Previous Year)	-	-	(1.07)	-
Sitting Fee				
Current Year	7.00	-	-	-
(Previous Year)	(7.50)	-	-	-
Loans				
Balance (Net of Provision) at the beginning and at the end of the year:				
Current Year	-	-	-	489.73
(Previous Year)	-	-	-	(489.73)
Selling Commission				
Current Year	-	33.05	-	-
(Previous Year)	-	(18.10)	-	-

36 Loan Given (ICD)

No terms of repayment have been specified regarding loan granted to Farco Foods Private Limited, the wholly owned subsidiary of the Company, of Rs. 639.73 Lakh (Rs. 489.73 Lakh net of Provision) being 100 % of total loans and advances in the nature of Loan.

37 Balance of personal account of Trade Receivable, Trade Payable, Unsecured Loans, Loans and advances, Security Deposits and other had not been confirmed and are subject to confirmation by the parties.

38 The Company has not received the required information from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/ payable as required under the said Act have not been made.

39 Contingent Liabilities and Commitments

	Particulars	As At 31st March, 2023	As At 31st March, 2022
(a)	In respect of Income Tax Demand for Assessment Year 2018-19 for which appeal is filed with Income Tax Department	2839.62*	2839.62
(b)	In respect of Income Tax Demand for Assessment Year 2010-11 for which appeal is filed with Income Tax Department	109.54	109.54

*Rs. 50 Lakh has been deposited against demand of A.Y. 2018-19.

40 Financial Instruments and Related Disclosures Capital Management:

The Company's financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The Company funds its operations majorly through internal accruals. The Company aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

Categories of Financial Instruments

Particulars	Note	As at 31st March, 2023		As at 31st March, 2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value
A. FINANCIAL ASSETS					
a) Measured at amortized cost					
Trade Receivables	7	234.18	234.18	144.34	144.34
Cash and Cash Equivalents	8	54.25	54.25	488.20	488.20
Other Bank Balances	9	1,337.27	1337.27	1114.20	1114.20
Loans	10	489.73	489.73	489.73	489.73
Other Financial Assets	11	30.42	30.42	24.96	24.96
Sub-total		2,660.52	2660.52	2935.95	2935.95
b) Measured at fair value through OCI					
Investments	6	509.52	514.67	601.72	674.52
Total Financial Assets		2,665.67	2660.52	3008.75	2935.95
B. FINANCIAL LIABILITIES					
Measured at amortized cost					
Borrowings	15&18	50.18	50.18	1031.65	1031.65
Trade Payables	19	92.77	92.77	96.07	96.07
Other Financial Liabilities	20	100.04	100.04	98.41	98.41
Total Financial Liabilities		242.99	242.99	1192.05	1226.13

41 FINANCIAL RISK MANAGEMENT OBJECTIVES:

The Company's has proper system of risk management policies and procedure and internal financial control aimed at ensuring early identification Evaluation and Management of key financial risks (Such as credit risk, liquidity risk and market risk)that may cause as a consequence of business of operation as well as its investing and financial activities. Risk management policies and systems are reviewed regularly to reflect changes in market condition and the Company's activities.

The Company has exposure to the following risks arising from financial instruments:

- Credit Risk
- Liquidity Risk
- Market Risk

Credit Risk:

The risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Company's historical experience of collecting receivables and the level of default indicate credit risk is low. The company establish an allowance for impairment that represents its expected credit losses in respect of trade receivable, loans and other receivable. During the year based on specific assessment , the Company has not recognised any trade receivable, loans and other receivable as bad debts.

Liquidity Risk :

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Prudent the Company's approach to managing liquidity is to ensure , as far as possible , that the Company will have sufficient liquidity to meets its liabilities when they are due under both normal and stressed conditions without incurring unacceptable loss or damage to the Company's goodwill/reputation .

The Company's Current Assets aggregate to Rs. 22,223.39 lakh against an aggregate Current Liability of Rs. 11,670.29 lakh. Non Current Liability of Rs.92.71 lakh on the reporting date (31-03-2023). Further, while the Company's total Equity Rs. 12481.84 lakh. it has total borrowings Rs. 50.18 lakh.

In above circumstances , Liquidity Risk or the risk that the Company may not be able to settle or meet obligations as they become due does not exist.

Market Risk :

The risk that the fair value or future Cash Flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

The Company is not an active investor in equity markets. The Company invests in mutual fund schemes of leading fund houses. Such an investments are susceptible to market price risk that arise mainly from changes in interest rate which may impact the return and value of such investments.

FAIR VALUE MEASUREMENT:

Fair Value Hierarchy:

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

Level 1:

Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A quoted price in an active market provides the most reliable evidence of fair value and shall be used without adjustment to measure fair value.

Level 2:

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3:

Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs shall be used to measure fair value to the extent that relevant observable inputs are not available.

The fair value of trade receivable, trade payable and current financial assets and liabilities is considered to be equal to the carrying amounts of these items due their short term nature.

- 42 The Government of India on September 20, 2019, vide the Taxation Law (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay Corporate Tax at reduced rate effective, April 01, 2019, subject to certain conditions. The Company is continuing to provide for income tax at old rates based on the available unutilised minimum alternative tax credit.
- 43 Previous year's figures have been regrouped/reclassified and restated wherever necessary to correspond with the current year's classification/disclosure.

44 Disclosure of Analytical Ratios

Sl. No.	Ratios	Current Reporting Period	Previous Reporting Period	% Change from Previous Year
1	Current Ratio	1.90	2.27	-16%
2	Debt Equity Ratio	0.00	0.08	-95%
3	Debt Service Coverage Ratio	11.33	0.00	-
4	Return on Equity (%)	2.30%	-2.07%	211%
5	Inventory Turnover Ratio	0.12	0.03	328%
6	Trade Receivable Turnover Ratio	11.39	NA*	-
7	Trade Payable Turnover Ratio	41.72	31.15	34%
8	Net Capital Turnover Ratio	0.20	0.04	426%
9	Net Profit Ratio (%)	13.59%	-63.35%	121%
10	Return on Capital Employed (%)	2.94%	-2.01%	246%
11	Return on Investment (%)	1.01%	135.38%	-99.25%

* There are no Trade Receivables.

As per Ind AS 115, Sale is recognised on the basis execution of sale deed. During the year under review, projects are ongoing therefore variance of ratios are not comparable with previous year.

FORMULAE FOR COMPUTATION OF RATIOS

S. No.	Ratios	Numerator	Denominator
1	Current Ratio	Current Assets	Current Liabilities
2	Debt Equity Ratio	Total Debt	Shareholder's Equity
3	Debt Service Coverage Ratio	Earnings available for Debt Service (EBITDA)	Debt Service (Intt+Principal)
4	Return on Equity	Net Profits after taxes - Preference Dividend (if any)	Average Shareholder's Equity
5	Inventory Turnover Ratio	SALES	Average Inventory
6	Trade Receivables Turnover Ratio	Net Credit Sales	Average trade receivables
7	Trade Payables Turnover Ratio	Net Credit Purchases	Average Trade Payables
8	Net Capital Turnover Ratio	Net Sales	Average Working Capital (CA-CL)
9	Net Profit Ratio	Net Profit	Net Sales
10	Return on Capital Employed	Earnings before Interest and Tax	Capital Employed (where CE= Tangible Net Worth + Total Debt + Deferred Tax Liability)
11	Return on Investment	{MV(T1) – MV(T0) – Sum [C(t)]}	{MV(T0) + Sum [W(t) * C(t)]}

45 The Company did not enter into any transaction with companies struck off under section 24B of the Companies Act, 2013 or section 560 of Companies Act, 1956. There are no outstanding balances (payable to / receivable from) with struck off Companies.

46 There are no charges or satisfaction yet to be registered with ROC beyond the statutory period as no loan/guarantee have been taken by the Company.

47 The Company has complied with number of layers of companies.

48 The Company has not entered in any Scheme of Arrangements and no Scheme of Arrangements has been approved by the Competent Authority in terms of section 230 to 237 of the Companies Act 2013.

49 The Company did not held any Benami Properties and no proceedings has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibitor) Act, 1988 (45 of 1988) and rules made thereunder.

50 The Company is not declared willful defaulter by any bank or financial institution or any other lender.

51 The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

52 All transactions have been recorded in the books of account and there are no unrecorded income have been disclosed during the year in the tax assessments under the Income-Tax Act, 1961. Moreover there are no unrecorded income and related assets pertaining to previous years.

53 The Company has complied with the number of layers prescribed under (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

54 The Company did not enter into any transactions with Companies stuck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956. There is no outstanding balances with stuck of Companies.

55. Disclosure pursuant to Ind AS 115 "Revenue from contracts with Customers"

Particulars	As per Ind AS 11 and AS 18	After application of Ind AS 115	Increase/(Decrease)
Revenue from Operations	5457.39	2155.79	(3,301.60)
Change in Inventory	7.61	2686.35	2,678.74
Profit before Tax	987.11	364.26	(633.16)
Tax Expense (Net)	60.89	60.89	-
Deferred Tax	10.49	10.49	-
Profit after Tax	915.73	292.88	(622.85)
Basic Earning per Share	29.65	10.76	(18.89)
Diluted Earning per Share	29.65	10.76	(18.89)

56 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity (ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise.

56.1 The Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

57 No funds have been received by the Company from any person(s) or entity (ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

58 Trade Receivables Ageing As on 31.03.2023

Particulars	Outstanding for Following Periods from Due date of Receipts					
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Undisputed Trade Receivables - Considered Good	87.00	38.97	37.28	33.71	37.22	234.18
Considered Doubtful - Credit Impaired	-	-	-	-	-	-
Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Total	87.00	38.97	37.28	33.71	37.22	234.18
Less : Disputed Trade Receivable Provision For Impairment	-	-	-	-	-	-
Total	87.00	38.97	37.28	33.71	37.22	234.18

Trade Receivables Ageing As on 31.03.2022

Particulars	Outstanding for Following Periods from Due date of Receipts					
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Undisputed Trade Receivables - Considered Good	34.52	10.07	59.29	5.46	35.00	144.34
Considered Doubtful - Credit Impaired	-	-	-	-	-	-
Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Total	34.52	10.07	59.29	5.46	-	144.34
Less : Disputed Trade Receivable Provision For Impairment	-	-	-	-	-	-
Total	34.52	10.07	59.29	5.46	-	144.34

59. Trade Payable Ageing As on 31.03.2023

Particulars	Outstanding for Following Periods from Due date of Payments				
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Micro and Small Enterprises	-	-	-	-	-
Creditors Other than Micro and Small Enterprises	75.99	11.10	0.30	5.38	92.77
Total	75.99	11.10	0.30	5.38	92.77

Trade Payable Ageing As on 31.03.2022

Particulars	Outstanding for Following Periods from Due date of Payments				
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Micro and Small Enterprises	-	-	-	-	-
Creditors Other than Micro and Small Enterprises	65.27	0.03	3.54	27.23	96.07
Total	65.27	0.03	3.54	27.23	96.07

60 APPROVAL OF FINANCIAL STATEMENTS

The Financial Statements were approved for publication by the Board of Directors on 30th May 2023.

TO THE MEMBERS OF SHERVANI INDUSTRIAL SYNDICATE LIMITED**Opinion**

We have audited the accompanying consolidated financial statements of SHERVANI INDUSTRIAL SYNDICATE LIMITED ("hereinafter referred to as the "Holding Company"), and its Subsidiary, ("hereinafter referred to as "the Group"), its associate, which comprise the consolidated Balance Sheet as at March 31, 2023, and the consolidated statement of Profit and Loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (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 their consolidated state of affairs of the Group as at March 31, 2023, of consolidated profit, consolidated changes in equity and its consolidated cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Information Other than the Consolidated Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other Information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act, that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the Group and of its associates are responsible for 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the Companies included in the Group and of its associates are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Group and of its associates are responsible for overseeing the financial reporting process of the Company and of its associates.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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.
- 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 Companies Act, 2013, 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 ability of the Company and its associates 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 consolidated 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 and its associates to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the one associate included in the consolidated financial statements, which have been audited by other auditor, such other auditor remain responsible for the direction, supervisions and performance of the audits carried out by him. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

The consolidated audited financial results also include associate's share net profit of Rs. 2051 lacs for the year ended 31st March 2023, as considered in the consolidated audited financial results, in respect of an associate, based on their interim financial information which have not been audited by their auditors.

Our conclusion on the Statement is not modified in respect of the above matter.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Company as on 31st March, 2023 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of Subsidiary Company and associate company, none of the directors of the Company, Subsidiary Company and associate company incorporated in India is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of internal financial controls over financial reporting of the Company, Subsidiary Company and associate companies the operating effectiveness of such controls, refer to our separate report in "Annexure-C".
- (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 by the Company to its directors during the year is in accordance with the provisions of 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 Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

- I. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associates. Refer Note 33 to the consolidated financial statements.
- II. The Group and its associates did not have any material foreseeable losses on long-term contracts including derivative contracts.
- III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group and its associate companies.
- IV. (a) The respective Managements of the Company and its subsidiary and associate, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (b) The respective Managements of the Company and its subsidiary and associate which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any

person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiary and associate, whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- V. The dividend declared or paid during the year by the Holding company is in compliance with section 123 of the Act.

For P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C

P.P. Singh
(Partner)
Membership Number: 072754
UDIN - 23072754BGWEDL8779

Place : Kanpur

Date : May 30, 2023

ANNEXURE "C" TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF SHERVANI INDUSTRIAL SYNDICATE LIMITED

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

In conjunction with our audit of the consolidated financial statements of the company as of and for the year ended 31st March, 2023, we have audited the internal financial controls over financial reporting of SHERVANI INDUSTRIAL SYNDICATE LIMITED ("hereinafter referred to as the "Holding Company") and its Subsidiary ("hereinafter referred to as "the Group"), its associate entity as of that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Company and its Company and its associate entity, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Group and its associate entity 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 authorization 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 Group and its associate entity, have, 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 2023, 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 P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C

P.P. Singh
(Partner)
Membership Number: 073250
UDIN - 23072754BGWEDL8779

Place : Kanpur
Date : May 30, 2023

CONSOLIDATED**BALANCE SHEET**

		As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
Note No.			
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	2	1101.19	1169.18
Investment Property	2.1	183.75	186.74
Goodwill on Consolidation (Net)		580.00	581.64
Financial Assets			
Investments	3	2315.30	263.86
Other Financial Assets	4	195.35	144.61
Total Non Current Assets		4375.59	2346.03
Current Assets			
Inventories	5	19547.06	16860.71
Financial Assets			
Investments	6	514.67	674.52
Trade Receivables	7	296.55	201.21
Cash and Cash Equivalents	8	104.42	524.88
Other Bank Balances	9	1458.37	1245.07
Other Financial Assets	10	40.65	36.40
Other Current Assets	11	66.97	71.21
Total Current Assets		22028.69	19614.00
TOTAL ASSETS		26404.28	21960.03
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	12	272.10	272.10
Other Equity	13	14209.04	12648.78
Total Equity		14481.14	12920.88
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	14	128.28	172.86
Provisions	15	0.50	13.96
Deferred Tax Liabilities (Net)	16	74.15	59.56
Total Non Current Liability		202.93	246.38
Current Liabilities			
Financial Liabilities			
Borrowings	17	29.05	997.57
Trade Payables	18	119.77	128.22
Other Financial Liabilities	19	100.04	98.41
Current Tax Liability (Net)		202.05	256.40
Other Current Liabilities	20	11267.46	7309.70
Provisions	21	1.84	2.47
Total Current Liability		11720.21	8792.77
TOTAL EQUITY AND LIABILITIES		26404.28	21960.03
Significant Accounting Policies & Notes to Financial Statements	1-55		

As per our report of even date attached

For P. L. Tandon & Co.

Chartered Accountants

P.P. Singh
Partner**S.K. Shukla**
Company Secretary**Tahir Hasan**
Chief Financial Officer
DIN: 00074282**Mohd. Aslam Sayeed**
Director
DIN: 06652348**Mustafa Rashid Shervani**
Managing Director
DIN: 02379954Place : Prayagraj
Date : May 30, 2023

CONSOLIDATED**STATEMENT OF PROFIT & LOSS**

PARTICULARS	Note No.	Year ended	Year ended
		March 31, 2023	March 31, 2022
			(Rs. In Lakhs)
Revenue From Operations	22	2,671.26	886.11
Other Income	23	139.71	106.77
Total Revenue		2810.97	992.88
EXPENSES			
Cost of Construction & Development Expenses	24	3,939.08	2,888.18
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	25	(2,686.35)	(2,636.84)
Employee Benefit Expenses	26	433.29	323.63
Finance Costs	27	19.22	26.70
Depreciation and Amortization Expense	28	93.06	88.69
Other Expenses	29	620.96	585.54
Total Expenses		2419.25	1275.90
Profit/(Loss) before tax and share of profit in Associate Companies		391.72	(283.02)
Share of Profit/(Loss) in Associate Companies		2,051.44	(12.68)
Profit/(Loss) before tax after share of profit in Associate Companies		2,443.16	(295.70)
Tax Expense			
Current Tax		184.54	(1.68)
MAT Credit Entitlement		(120.61)	1.68
Deffered Tax		16.19	(7.32)
Tax Adjustmenmt of Earlier Year		(0.27)	25.72
Profit/(Loss) for the year		2,363.31	(277.30)
Other Comprehensive Income			
Transferred from Other Comprehensive income		-	(0.12)
Items that will be reclassified to Profit or Loss in future			
Fair Value change on Equity Instrument (Net of Taxes)		5.15	72.80
Share of Profit/(Loss) of OCI in Associate Company		-	4.76
Total Comprehensive Income for the Year		2,368.46	(199.86)
Earning per Equity Share (face value of Rs. 10/- each)			
Basic and Diluted (in Rs.)	30	86.85	(10.19)
Significant Accounting Policies & Notes to Financial Statements	1-55		

As per our report of even date attached

For P. L. Tandon & Co.

Chartered Accountants

P.P. Singh
Partner

S.K. Shukla
Company Secretary

Tahir Hasan
Chief Financial Officer
DIN: 00074282

Mohd. Aslam Sayeed
Director
DIN: 06652348

Mustafa Rashid Shervani
Managing Director
DIN: 02379954

Place : Prayagraj
Date : May 30, 2023

CONSOLIDATED

Statement of changes in Equity for the year ended 31st March, 2023

(Rs. In Lakhs)

Share Capital	Balance at the beginning of the reporting period	Changes in Equity Share Capital during the year	Balance at the end of the reporting period
For the year ended 31 st March, 2022	272	-	272
For the year ended 31 st March, 2023	272	-	272

Changes in Equity

Reserve and Surplus

(Rs. In Lakhs)

	Capital Subsidy Reserve	General Reserve	Capital Redemption Reserve	Capital Reserve on Revaluation of Land	Retained Earnings	Other Comprehensive Income	Total
Balance at the beginning of the reporting period i.e. As on 31st March, 2021	19.27	2,971.86	75.92	6,254.90	3,662.02	34.92	13,018.89
Net Profit for the year	-	-	-	-	(277.30)	-	(277.29)
Movement in OCI during the year	-	-	-	-	-	77.56	77.56
Reclassified to Profit/(Loss) on disposal	-	-	-	-	-	(0.12)	(0.12)
Transfer to/from profit and loss statement	-	-	-	(102.24)	-	-	(102.24)
Dividend Paid during year	-	-	-	-	(68.02)	-	(68.02)
Balance at the end of the reporting period i.e. 31st March, 2022	19.27	2,971.86	75.92	6,152.67	3,316.70	112.36	12,648.78
Net Profit for the year	-	-	-	-	2,363.31	-	2,363.31
Movement in OCI during the year	-	-	-	-	-	5.15	5.15
Reclassified to Profit/(Loss) on disposal	-	-	-	-	-	-	-
Transfer to/from profit and loss statement	-	-	-	(753.78)	-	-	(753.78)
Dividend Paid during year	-	-	-	-	(54.42)	-	(54.42)
Balance at the end of the reporting period i.e. 31st March, 2023	19.27	2,971.86	75.92	5,398.88	5,625.59	117.51	14,209.04

CONSOLIDATED

CASH FLOW STATEMENT

	2022-2023	2021-2022
		(Rs. In Lakhs)
A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Tax	2,443.16	(295.70)
Adjustment For		
Share of Loss (Profit) in Associate Companies	(2,051.44)	12.68
Exceptional item (Investments Written off)	-	-
Bad debts and sundry balances written off	-	1.35
Transfer from Capital Reserve on Revaluation of Land	(753.78)	(102.23)
Depreciation	94.70	88.69
Loss /(Profit) on sale of assets	-	(0.45)
Interest Expense	19.22	26.70
Interest Income	(77.06)	(67.36)
Dividend Received	(33.99)	-
(Profit)/Loss on Sale of Investments	(4.19)	(0.70)
Operating Profit before Working Capital Changes	(2,806.54)	(41.32)
Adjustment For		
(Increase)/Decrease in Trade and other receivables	(89.56)	(53.31)
(Increase)/Decrease in Inventories	(2,686.35)	(2,636.84)
Increase/(Decrease) in Trade & Other Payables	3,936.68	3,274.53
Cash generated in operation	1,160.77	584.38
Add/(Deduct) for	797.39	247.37
Direct tax paid	(119.44)	(129.90)
Net cash from operating activities (Total - A)	677.95	117.47
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase/Sale of Fixed Assets	(22.90)	(70.20)
Sale of Fixed Assets	0.82	4.95
Purchase of Current Investments (Net of Sales)	169.19	(314.57)
Movement in Fixed Deposits	(262.22)	(27.99)
Dividend Received	33.99	-
Interest Received	71.27	66.93
Purchase of Investment Property	-	(188.98)
Net cash used in Investing Activities (Total - B)	(9.85)	(529.87)
C) CASH FLOW FROM FINANCING ACTIVITIES		
Loans & Borrowings	(1,013.10)	664.61
Interest Paid	(19.22)	(26.70)
Change in Other Financial Assets	(1.82)	0.85
Dividend Paid	(54.42)	(68.02)
Net cash (used in)/from financing activities (Total - C)	(1,088.56)	570.74
Net Increase/ (Decrease)in Cash and Cash Equivalents (A+B+C)	(420.46)	158.34
Add : Cash and Cash Equivalents	524.88	366.54
Closing Cash and Cash Equivalents	104.42	524.88

Notes : 1. Cash and cash equivalents consists of Cash in Hand and Balance with Bank.
2. Reconciliation of Cash and Cash equivalents : Cash and cash equivalents as per Note No. 8

Significant Accounting Policies & Notes to Financial Statements 1-55

As per our report of even date attached

For P. L. Tandon & Co.

Chartered Accountants

P.P. Singh

Partner

S.K. Shukla

Company Secretary

Tahir Hasan

Chief Financial Officer
DIN: 00074282

Mohd. Aslam Sayeed

Director
DIN: 06652348

Mustafa Rashid Shervani

Managing Director
DIN: 02379954

Place : Prayagraj

Date : May 30, 2023

1. SIGNIFICANT ACCOUNTING POLICIES ON CONSOLIDATED ACCOUNTS

A. CORPORATE INFORMATION

Reporting Entity

The Consolidated financial statement comprise statement of Shervani Industrial Syndicate Limited, its subsidiaries (Collectively, the group) and Associate for the year ended 31st March 2023. Shervani Industrial Syndicate Limited (Shervani Industrial Syndicate Limited or the group or the parent) is a public limited group domiciled in India and has its registered office at Shervani Nagar, Sulem Sarai, Harwara, Prayagraj-211015. Shervani Industrial Syndicate Limited, equity shares are listed on Bombay Stock Exchange in India. The Group is engaged in the Business of Real Estate and Biscuit manufacturing on job work basis.

SIGNIFICANT ACCOUNTING POLICIES

B. (i) BASIS OF PREPARATION AND PRESENTATION

The consolidated financial statements have been prepared on the historical cost basis. The consolidated financial statements of the Group have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013.

The Company's consolidated financial statements are presented in Indian Rupees in Lakh.

(ii) PRINCIPLES OF CONSOLIDATION

The consolidated financial statements relate to Shervani Industrial Syndicate Limited ('the Company') and its subsidiary company, and its associates. The consolidated financial statements have been prepared on the following basis:

- a) The financial statements of the Company and its subsidiary are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash-flows, after fully eliminating intra-group balances and intra-group transactions.
- b) Profits or Losses resulting from intra-group transactions that are recognized in assets, such as inventory and property, plant & equipment, are eliminated in full.
- c) Offset (eliminate) the carrying amount of the parent's investment in subsidiary and the parent's portion of equity of subsidiary.

C The Subsidiary Company considered in the Consolidated Statements is

(i) Name of the Company	Country of Incorporation	Holding as on 31 st March, 2023
Farco Foods Pvt. Ltd.	India	100%

D The Associate Companies considered in the Consolidated Statements are

Name of the Company	Country of Incorporation	Holding as on 31 st March, 2023
Youngtronics India Pvt. Ltd.	India	46.33%
Star Hotels Pvt. Ltd.	India	35.40%

E OTHER SIGNIFICANT ACCOUNTING POLICIES

These are set out under "Significant Accounting Policies" as given in the Company's Standalone Financial Statements.

CONSOLIDATED

NOTES

(Rs. In Lakhs)

2. PROPERTY, PLANT AND EQUIPMENT

PARTICULARS	GROSS BLOCK							
	As at 01.04.2021	Additions	Deductions/ Adjustments	As at 31.03.2022	As at 01.04.2022	Additions	Deductions/ Adjustments	As at 31.03.2023
Freehold Land *	164.64	-	-	164.64	164.64	-	-	164.64
Leasehold Land	82.61	-	-	82.61	82.61	-	-	82.61
Factory Building	294.29	-	-	294.29	294.29	-	-	294.29
Non-Factory Building *	371.66	-	-	371.66	371.66	-	-	371.66
Plant and Equipments	238.04	0.93	-	238.97	238.97	3.12	-	242.09
Furniture and Fixture	25.37	-	-	25.37	25.37	0.73	-	26.10
Vehicles	543.83	53.29	25.20	571.92	571.92	17.91	16.50	573.33
Office Equipments	2.70	-	-	2.70	2.70	-	-	2.70
Computers	57.51	0.69	-	58.20	58.20	1.14	-	59.34
Temporary Structure	-	15.28	-	15.28	15.28	-	-	15.28
Total	1,780.64	70.20	25.20	1,825.64	1,825.64	22.90	16.50	1,832.04

PARTICULARS	DEPRECIATION AND AMORTIZATION							
	Upto 01.04.2021	For the Year	Deductions	Upto 31.03.2022	Upto 01.04.2022	For the Year	Deductions	Upto 31.03.2023
Freehold Land	-	-	-	-	-	-	-	-
Leasehold Land	-	-	-	-	-	-	-	-
Factory Building	46.61	9.56	-	56.17	56.17	14.07	-	70.24
Non-Factory Building	82.02	5.64	-	87.66	87.66	5.64	-	93.30
Plant and Equipments	168.86	6.50	-	175.36	175.36	6.65	-	182.01
Furniture and Fixture	18.55	0.65	-	19.20	19.20	0.71	-	19.91
Vehicles	218.91	62.77	20.70	260.98	260.98	61.81	15.68	307.11
Office Equipments	2.21	0.23	-	2.44	2.44	0.07	-	2.51
Computers	53.56	0.69	-	54.24	54.24	0.79	-	55.03
Temporary Structure	-	0.40	-	0.40	0.40	0.34	-	0.74
Total	590.71	86.44	20.70	656.46	656.46	90.07	15.68	730.84

PARTICULARS	NET BLOCK	
	As at 31.03.2023	As at 31.03.2022
Freehold Land	247.20	247.20
Leasehold Land	0.05	0.05
Factory Building	224.05	238.12
Non-Factory Building	278.37	284.01
Plant and Equipments	60.08	63.61
Furniture and Fixture	6.19	6.17
Vehicles	266.22	310.94
Office Equipments	0.19	0.26
Computers	4.31	3.95
Temporary Structure	14.54	14.88
Total	1,101.19	1,169.18

2.1 PARTICULARS	GROSS BLOCK							
	As at 01.04.2021	Additions	Deductions/ Adjustments	As at 31.03.2022	As at 01.04.2022	Additions	Deductions/ Adjustments	As at 31.03.2023
Investment Property	-	188.98	-	188.98	188.98	-	-	188.98

PARTICULARS	DEPRECIATION AND AMORTIZATION							
	Upto 01.04.2021	For The Year	Deductions	As at 31.03.2022	As at 01.04.2022	For The Year	As at 31.03.2023	
Investment Property	-	2.24	-	2.24	2.24	2.99	5.23	

PARTICULARS	NET BLOCK	
	As at 31.03.2023	As at 31.03.2022
Investment Property	183.75	186.74
Total	183.75	186.74

2.2 Fair value of investment property is not realisable measurable on continuing basis on the market for comparable properties is inactive.

2.3 The Market value of investment property as measured by Circle Rate of Rs. 70,000/- per sq. meter of the Local Area subsequent to the date of Balance Sheet is Rs. 2,23,91,600.

* Pledged against Bank Borrowings.

CONSOLIDATED

NOTES

	As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
3 Non Current Investments		
Investment in Equity Instruments (Unquoted)		
In Associate Companies		
Star Hotels Private Limited (22,65,750 Equity Shares)	2,315.25	263.81
Total (A)	2,315.25	263.81
Investment in Equity Instruments (Unquoted) 500 Shares of Super Bazar Cooperative Stores Ltd.	0.05	0.05
Total (B)	0.05	0.05
Total (A+B)	2,315.30	263.86
Aggregate value of Unquoted Investment	2,315.30	263.86
4 Other Non Current Financial Assets		
Earmarked Balance with Banks	100.23	98.41
Fixed Deposit (Pledged with Government Authority)	95.12	46.20
Total	195.35	144.61
Current Assets		
5 Inventories		
Work In Progress (Real Estate)	13,938.33	10,510.49
Stock-in-Trade (Land and Expenses thereon)	5,565.28	6,306.77
Livestock at the end of the year	43.45	43.45
Total	19,547.06	16,860.71
6 Current Investment		
Investment in Equity Instruments (Quoted)		
Measured at FVOCI		
Unit		
1000 Equity Shares of Reliance Infra Limited (1000)	1.30	0.91
10000 Equity Shares of Cerebra Integrated Technologies (10000)	0.72	6.97
Total Amount of Quoted Investment (A)	2.02	7.88
Investment in Mutual Fund (Unquoted)		
1999990 SBI Long term Advantage Fund Series V- (G) (1999990)	317.78	308.72
765418.20 SBI Corporate Bond Fund (G) (2384697.27)	100.00	300.00
29651.54 Union Flexi Cap Fund (G) (29651.54)	9.55	9.73
152703.73 SBI Balanced Advantage Fund (G) (152703.73)	16.29	15.61
182960.10 Union Hybrid Equity Fund (G) (182960.10)	22.27	22.10
242503.26 Union Balance Advantage Fund (G) (71520.02)	36.67	10.48
99995 SBI Dividend Yield Fund (G) (Nil)	10.09	-
Total value of Unquoted Investment (B)	512.65	666.64
Total (A+B)	514.67	674.52
Aggregate amount of Quoted Investment	2.02	7.88
Aggregate amount of Quoted Investment at Market Value	2.02	7.88
Aggregate amount of Unquoted Investment	512.65	666.64
Aggregate Impairment Amount of Unquoted Investment	-	-

CONSOLIDATED**NOTES**

	As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
7 Trade Receivables*		
Trade Receivables Considered good, Unsecured	296.55	201.21
Total	296.55	201.21
* Refer Note No. 49		
8 Cash and Cash Equivalent		
Balance With Banks		
In Current Account	101.96	507.07
Cash on Hand	2.46	17.81
Total	104.42	524.88
9 Other Bank Balances		
In Fixed Deposit (Pledged against Overdraft Facilities)	1,303.37	1,238.26
Fixed Deposit	155.00	6.81
Total	1,458.37	1,245.07
10 Other Financial Assets		
Interest accrued on FDR with Bank	21.67	15.88
Security Deposit	18.98	20.52
Total	40.65	36.40
11 Other Current Assets		
Prepaid Expenses	6.63	6.06
ITC Receivable	0.05	0.03
Advance recoverable in Cash or kind	7.28	7.35
Advance to Others	53.01	57.77
Total	66.97	71.21
Equity		
12 Share Capital		
Authorised		
6280000 Equity Shares of Rs. 10/- each	628.00	628.00
20000 Cumulative Redeemable Preference Shares of Rs. 100/- each	20.00	20.00
8,000 Deferred Shares of Rs. 25/- each	2.00	2.00
Total	650.00	650.00
12.1 Issued, Subscribed & Paid Up		
2701018 (Previous year: 2701018)		
Equity Shares of Rs. 10/- each fully paid up	270.10	270.10
8000 Deferred Shares (Previous Year: 8000) of Rs. 25/- each fully paid up	2.00	2.00
Total	272.10	272.10

12.2 Rights, Preferences and restrictions attached to Shares:

The Company has Equity and Deferred Shares and all Equity and Deferred Shares rank equally with regard to dividend and share in the Company's residual assets. The Shareholders are entitled to receive dividend as declared from time to time. The voting rights of an Equity Shareholder including Deferred Shareholders on a poll (not on show of hands) are in proportion to its share in the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. In the event of liquidation of the Company, the holders will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of shares held.

12.3 Reconciliation of Number of Shares outstanding at the beginning and end of the year

	Number of shares*	Amount
Outstanding at the 1st April 2021	2709018	272.10
Equity Shares issued during the year	-	-
Outstanding at the 31st March 2022	2709018	272.10
Equity Shares issued during the year	-	-
Outstanding at the 31st March 2023	2709018	272.10

*Including 8000 deferred equity Shares

12.4 The Details of Shareholders holding more than 5% shares

Name of Shareholder	As at 31 st March, 2023		As at 31 st March, 2022	
	No. of Shares	% Held	No. of Shares	% Held
Mr. Saleem Iqbal Shervani	384,980	14.25	384,980	14.25
M/s Lebensraum Infra Private Limited	200,221	7.41	200,221	7.41
M/s Frost Traders Private Limited	367,602	13.61	367,602	13.61

12.5 Shares held by Promoters & Promoters' Group at the end of the Year

Promoters Name	No. of Shares held	% of Total Shares	% Change during the year
Saleem Iqbal Shervani	384,980	14.25	Nil
Saeed Mustafa Shervani	131,386	4.86	Nil
Azher Nisar Shervani	101,687	3.76	Nil
Tahir Hasan	13,615	0.5	Nil
Salma Hasan	61,728	2.29	Nil
Rubina Shervani	66,655	2.47	Nil
Saad Mustafa Shervani	96,130	3.56	Nil
Mustafa Rashid Shervani	76,575	2.84	Nil
Ursala Fatima Shervani	87,835	3.25	Nil
Zeba Hasan	90,089	3.34	Nil
Zehra Shervani	12,718	0.47	Nil
Aisra Amrah Fatima Shervani	14,580	0.54	Nil
Shamsiya Fatima Shervani	11,790	0.44	Nil
Mohd. Adil Mustafa Shervani	6,925	0.26	Nil
Azhar Family Trust	48,633	1.8	Nil
Saeed Family Trust	49,308	1.83	Nil
Salma Zeba Family Trust	54,645	2.02	Nil
Saleem Family Trust	60,985	2.26	Nil
Aslam Family Trust	43,945	1.63	Nil
Waqf Haji Bhikhan	7,840	0.29	Nil
Lebensraum Infra Pvt Ltd.	200,221	7.41	Nil
Shervani Enterprises Pvt Ltd	1,450	0.05	Nil
Total	1,623,720	60.12	

CONSOLIDATED**NOTES**

	As at 31st March, 2023	As at 31st March, 2022
		(Rs. In Lakhs)
13 Other Equity		
Capital Subsidy Reserve		
Balance at the beginning of the year	19.27	19.27
Balance at the end of the year	<u>19.27</u>	<u>19.27</u>
General Reserve		
Balance at the beginning of the year	2,971.86	2,971.86
Balance at the end of the year	<u>2,971.86</u>	<u>2,971.86</u>
Capital Redemption Reserve		
Balance at the beginning of the year	75.92	75.92
Balance at the end of the year	<u>75.92</u>	<u>75.92</u>
Capital Reserve on Revaluation on Land		
Balance at the beginning of the year	6,152.66	6,254.90
Less:- Transfer to Profit and Loss Statement	(753.78)	(102.24)
Balance at the end of the year	<u>5,398.88</u>	<u>6,152.66</u>
Retained Earnings		
Balance at the beginning of the year	3,316.70	3,662.02
Add:- Profit as per Profit & Loss Statement	2,363.31	(277.30)
	5,680.01	3,384.72
Less: Final Dividend Paid	54.42	68.02
Balance at the end of the year	<u>5,625.59</u>	<u>3,316.70</u>
Other Comprehensive Income(OCI)		
As per last Balance Sheet	112.37	34.92
Add:- Movement in OCI(Net of Tax) during the year	5.15	77.56
Less: Investment sold during the year	-	(0.12)
Closing Balance at the end of the year	<u>117.52</u>	<u>112.37</u>
Total	<u>14,209.04</u>	<u>12,648.78</u>
13(a) Capital Subsidy Reserve		
Capital Subsidy Reserve, represents the subsidy received from the Government in respect of capital investment made under the central/state Government Investment Scheme.		
13(b) General Reserve		
General Reserve is the free Reserve arising out of profit earned by the Company after appropriation till date.		
13(c) Capital Redemption Reserve		
Capital Redemption Reserve represents amount of buy back of Company's own shares and redemption of Preference Shares by paying out of Securities Premium Account and General Reserve. This reserve can be utilised in accordance with the provision of Companies Act, 2013.		
13(d) Capital Reserve on Revaluation on Land		
Capital Reserve on Revaluation of Land was created at the time of Revaluation of Land (Stock in trade). This reserve is utilised at the time of sale of land.		
13(e) Retained Earnings		
Retained Earnings represent the cumulative profits of the Company and effect of re-measurement of defined benefit obligations. This reserve can be utilised in accordance with the Companies Act, 2013.		
13(f) Other Comprehensive Income		
Other Comprehensive Income (OCI) fair value changes of specified items which will be classified to statement of profit and loss in future.		
Non Current Liabilities		
14 Borrowings		
Secured Loan		
Vehicle Loans (Secured by hypothecation of Vehicles & on personal guarantee of Mr. Saleem I. Shervani, the Chairman of the Company)	128.28	172.86
Total	<u>128.28</u>	<u>172.86</u>

CONSOLIDATED

NOTES

	As at 31 st March, 2023	As at 31 st March, 2022 (Rs. In Lakhs)
15 Provisions		
Provision for Employee Benefits	0.50	13.96
Total	0.50	13.96
Current Liabilities		
16 Deferred Tax (Assets)/Liabilities(Net)		
Deferred Tax Liabilities		
Related to Property, Plant and Equipment	78.43	72.91
Deferred Tax Assets		
Disallowed Expenses	(0.99)	(11.67)
Mat Credit Entitlement	(3.29)	(1.68)
Total	74.15	59.56
17 Borrowings		
Secured Loan From Banks		
Current Maturity of Long Term Debt (Refer Note no.14)	16.52	46.30
Overdraft from Union Bank of India (Secured by hypothecation of Fixed Deposit)	0.99	406.38
State Bank of India CC A/c (Secured by pledge of Company's Land at Sulem Sarai, Prayagraj & on personal guarantee of Mr. Saleem I. Shervani, the Chairman & Mr. Tahir Hasan, the Chief Financial Officer of the Company)	1.54	544.89
Unsecured Loan from Director	10.00	-
Total	29.05	997.57
17.1 Change in Liabilities arising from Financing Activities		
	Current Borrowings Including Current Maturity of Long Term Borrowings	Non Current Borrowings
Opening balance as at 1st April 2021	309.53	196.29
Addition/(Deletion) During the year	688.04	(23.43)
Interest Expenses	26.70	-
Balance as at March 2022	997.57	172.86
Addition/(Deletion) During the year	(968.52)	(44.58)
Interest Expenses	19.22	-
Cash Flow (Net)	(949.30)	(44.58)
Balance as at March 2023	29.05	128.28
18 Trade Payables*		
Dues towards Others	119.77	128.22
Total	119.77	128.22
* Refer Note No. 50		
19 Other Financial Liabilities		
Unpaid Dividend	100.04	98.41
Total	100.04	98.41
20 Other Current Liabilities		
Advance from Customer	10,608.87	6,966.81
Security Deposits	119.05	71.03
GST Payable	7.73	9.63
Other Payables*	531.81	262.23
Total	11,267.46	7,309.70
*Other paybles includes statutory liability, employee liability etc.		
21 Provisions		
Provision For Employee Benefits	1.84	2.47
Total	1.84	2.47

CONSOLIDATED**NOTES**

	Year ended March 31, 2023	Year ended March 31, 2022 (Rs. In Lakhs)
22 Revenue from Operations		
Sale of Plot & Flat (including transfer from Revaluation Reserve Rs. 753.78 Lacs, Previous year Rs. 102.24 Lacs)	2,155.79	429.75
Sale of Product (Job Charges)	493.92	445.52
Sale of Livestock	21.55	10.84
Total	2,671.26	886.11
23 Other Income		
Interest Received	77.06	67.37
Sundry Balances Written Back	3.07	-
Other Non-Operating Income		
Rent	14.48	24.53
Provision of Liability No Longer Required	0.50	0.99
Profit on Sale of Investments (Net)	4.19	4.40
Miscellaneous Receipts	6.42	9.48
Dividend Received	33.99	-
Total	139.71	106.77
24 Cost of Construction and Development Expenses	3,939.08	2,888.18
Total	3,939.08	2,888.18
25 Change in Inventories of Finished Goods, Work-in-progress and Stock-in-trade Inventories (at close)		
Stock-in-Trade(Real Estate)	5,565.28	6,306.77
Work-in-Progress (Restated)	13,938.33	10,510.49
Livestock	43.45	43.45
	19,547.06	16,860.71
Inventories (at commencement)		
Stock-in-Trade (Real Estate)	6,306.77	6,409.93
Work-in-Progress (Restated)	10,510.49	7,770.49
Livestock	43.45	43.45
	16,860.71	14,223.87
Changes in Inventories	(2,686.35)	(2,636.84)
26 Employee Benefit Expense		
Salaries and Wages	408.31	299.28
Contribution to Provident and Other Funds	16.91	17.60
Staff Welfare Expenses	8.07	6.75
Total	433.29	323.63
27 Finance Cost		
Interest Paid for Bank Borrowings	19.22	26.70
	19.22	26.70
28 Depreciation and Amortisation Expenses		
Depreciation	93.06	88.69
	93.06	88.69
29 Other Expenses		
Establishment Expenses		
Rent	13.26	13.67
Project Maintenance	24.08	25.52
Power & Fuel	169.22	162.84
Repair Buildings	5.05	3.82
Repair to Plant & Machinery	8.51	9.15
Other Manufacturing Expenses	1.16	4.96
Insurance	8.12	7.53
Rates and Taxes	4.25	2.95

CONSOLIDATED

NOTES

	Year ended March 31, 2023	Year ended March 31, 2022 (Rs. In Lakhs)
Vehicle Maintenance	27.06	22.48
Professional Charges	58.23	55.71
Travelling and Conveyance Expenses	9.24	5.76
Payments to The Auditors		
As Auditor	2.07	2.07
For Other Services	0.59	0.59
Directors' Sitting Fee	8.50	8.90
GST Paid (on Reverse Charge)	1.62	2.25
CSR Expenses	16.00	50.00
Electric Charges	27.67	24.05
Safety & Protection	21.19	20.22
Rearing Expenses	15.06	25.92
Maintenance Charges (UPSIDA)	2.40	12.48
Sanitation	11.65	11.56
Miscellaneous Expenses	97.35	95.01
Total (A)	<u>532.28</u>	<u>567.44</u>
Selling and Distribution Expenses	55.63	-
Brokerage	33.05	18.10
Total (B)	<u>88.68</u>	<u>18.10</u>
Total (A+B)	<u>620.96</u>	<u>585.54</u>
30 Earning Per Share		
Net profit available for Equity Shareholders (Numerator used for calculation)	2,363.31	(277.30)
Weighted Average No. of Equity Shares (Used as Denominator for calculating EPS)	2,721,018	2,721,018
Basic and Diluted Earning per Share of Rs. 10/-	86.85	(10.19)
31 Tax Expense		
A. Amount recognised in Profit or Loss		
Current Tax		
Income Tax for the year	63.93	-
Adjustments/(credits) related to previous year-Net	(0.27)	25.72
Total Current Tax	<u>63.66</u>	<u>25.72</u>
Deferred Tax		
Deferred Tax for the year	16.19	(7.32)
Adjustments/(credits) related to previous year-Net	-	-
Total Deferred Tax	<u>16.19</u>	<u>(7.32)</u>
Total Tax Expense	<u>79.85</u>	<u>18.40</u>
B. Amount recognised in other Comprehensive Income		
The tax (charge)/credit arising on income and expenses recognised in other Comprehensive Income is as follows	-	-
Deferred Tax		
On items that will not be reclassified to Profit or Loss	-	-
On items that will be reclassified to Profit or Loss	-	-
Total	<u>-</u>	<u>-</u>
Reconciliation of effective tax rate		
The income tax expense for the year can be reconciled to the accounting profit as follows		
Profit Before Tax	391.72	(283.02)
Applicable Tax Rate	0.27	0.27
Computed Tax Expense	104.79	-
Adjustment in respect of current Income Tax of Previous Year	(0.27)	25.72

	Year ended March 31, 2023	Year ended March 31, 2022
Tax Effect of		
Exempted Income	0.00	-
Expenses Allowed/Disallowed under Income Tax Act (Net)	135.47	105.62
Tax Adjustment of last years	(0.27)	25.72
Current Tax Provisions (A)	63.66	25.72
Incremental Deferred Tax Asset / (Liability) on account of Tangible and Intangible Assets	5.52	(8.93)
Incremental Deferred Tax Asset / (Liability) on account other Timing Differences	10.67	1.61
Deferred Tax Asset / (Liability) (B)	16.19	(7.32)
Adjustments recognised in the current year in relation to the current tax of previous years (C)	-	-
Tax Expenses recognised in Statement of Profit and Loss (A-B-C)	79.85	18.40
Effective Tax Rate	0.20	0.07

32 Related Party Disclosures as required under Ind AS-24 are given below

Related Party disclosures as required under section 188 of Companies Act, 2013 has been made with whom transactions has been made during the year.

Wholly Owned Subsidiary Company

Farco Foods Private Limited

Associate Companies

Star Hotels Private Limited

Youngtronics India Private Limited

Key Managerial Personnel (KMP)

Mr. Mustafa Rashid Shervani, Managing Director

Mr. Tahir Hasan, Chief Financial Officer

Mr. S. K. Shukla, Company Secretary

Executive Directors

Mr. Saleem Iqbal Shervani, Chairman

Mr. Sadiq Husain Siddiqui, Director (C. A.)

Non Executive Directors

Dr. A.P. Singh, Director, Independent, Non Executive

Mr. G.S. Chaturvedi, Director, Independent, Non Executive

Mr. Mohd. Aslam Sayeed, Director, Independent, Non Executive

Mr. Raju Verghese, Director, Independent, Non Executive

Ms. Aradhika Chopra, Director, Independent, Non Executive

Mr. Syed Zafar Subhan, (Non Executive Director), Farco Foods Private Limited

Mr. T. Nadesan, Director (Non Executive Director), Farco Foods Private Limited

Mr. Sajid Husain Siddiqui, (Non Executive Director), Farco Foods Private Limited

Relatives

Mrs. Salma Hasan

Mr. Yasser Niaz Hasan

Mrs. Iram Ibrahim Shervani

Related parties with whom transactions have taken place	KMP	Relative of KMP and Other Directors	Associate Companies	Subsidiary Company
Short Term Benefits (Remuneration)				
Current Year	47.65	48.49	-	-
(Previous Year)	(17.53)	(68.18)	-	-
Employee Benefit Expenses				
Current Year	6.53	4.85	-	-
(Previous Year)	(4.89)	(5.21)	-	-
Rent Received				
Current Year	-	-	-	-
(Previous Year)	-	-	(1.07)	-
Sitting Fee				
Current Year	7.90	-	-	-
(Previous Year)	(8.40)	-	-	-
Loans				
Balance (Net of Provision)				
Current Year	-	-	-	489.73
(Previous Year)	-	-	-	(489.73)
Selling Commission				
Current Year	-	33.05	-	-
(Previous Year)	-	(18.10)	-	-

33 Contingent Liabilities and Commitments

	Particular	As At 31st, March, 2023	As At 31st, March, 2022
(a)	In respect of Income Tax Demand for Assessment Year 2018-19 for which appeal is filed with Income Tax Department	2839.62*	2839.62*
(b)	In respect of Income Tax Demand for Assessment Year 2010-11 for which appeal is filed with Income Tax Department	109.54	109.54

*Rs. 50 Lakh has been deposited against demand of A.Y. 2018-19.

34 Previous year's figures have been regrouped/reclassified and restated wherever necessary to correspond with the current year's classification/disclosure.

35 Financial Instruments and Related Disclosures Capital Management:

The Company's financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The Company funds its operations majorly through internal accruals. The Company aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

Categories of Financial Instruments

Particulars	Note	As at 31st March, 2023		As at 31st March, 2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value
A. FINANCIAL ASSETS					
a) Measured at amortized cost					
Trade Receivables	7	296.55	296.55	201.21	201.21
Cash and Cash Equivalents	8	104.42	104.42	524.88	524.88
Other Bank Balances	9	1458.37	1458.37	1245.07	1245.07
Other Financial Assets	10	40.65	40.65	36.40	36.40
Sub-total		1,899.99	1,899.99	2,007.56	2,007.56
b) Measured at fair value through OCI					
Investments	6	509.52	514.67	601.72	674.52
Total Financial Assets		2419.81	2414.66	2754.88	2682.08
B. FINANCIAL LIABILITIES					
Measured at amortized cost					
Borrowings	14&17	157.33	157.33	1,170.43	1170.43
Trade Payables	18	119.77	119.77	128.22	128.22
Other Financial Liabilities	19	100.04	100.04	98.41	98.41
Total Financial Liabilities		377.14	377.14	1397.06	1397.06

36 FINANCIAL RISK MANAGEMENT OBJECTIVES:

The company's has proper system of risk management policies and procedure and internal financial control aimed at ensuring early identification Evaluation and management of key financial risks (Such as credit risk, liquidity risk and market risk)that may cause as a consequence of business of operation as well as its investing and financial activities. Risk management policies and systems are reviewed regularly to reflect changes in market condition and the company's activities.

The company has exposure to the following risks arising from financial instruments:

- Credit Risk
- Liquidity Risk
- Market Risk

Credit Risk :

The risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The company's historical experience of collecting receivables and the level of default indicate credit risk is low. The company establish an allowance for impairment that represents its expected credit losses in respect of trade receivable, loans and other receivable. During the year based on specific assessment, the company has not recognised any trade receivable, loans and other receivable as bad debts.

Liquidity Risk :

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Prudent The company's approach to managing liquidity is to ensure, as far as possible, that the company will have sufficient liquidity to meets its liabilities when they are due under both normal and stressed conditions without incurring unacceptable loss or damage to the company's goodwill/reputation.

The Company's Current Assets aggregate to Rs. 22,028.69 lakh, Rs. (19614.00) lakh against an aggregate Current Liability of Rs. 11,720.21 lakh, Rs (8792.77) lakh. Non-Current Liability of Rs. 202.93 lakh, Rs.(246.88) Lakh on the reporting date 31-03-2023 and Previous year ended (31.03.2022) respectively. Further, while the Company's total Equity Rs. 14481.14 lakh, Rs (12920.88) lakh . It has total borrowings Rs. 157.33 lakh, Rs. (1170.43) lakh.

In above circumstances, liquidity risk or the risk that the company may not be able to settle or meet obligations as they become due does not exist.

Market Risk :

The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

The company is not an active investor in equity markets. The company invests in mutual fund schemes of leading fund houses. Such an investments are susceptible to market price risk that arise mainly from changes in interest rate which may impact the return and value of such investments.

FAIR VALUE MEASUREMENT:

Fair value hierarchy:

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

Level 1:

Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A quoted price in an active market provides the most reliable evidence of fair value and shall be used without adjustment to measure fair value.

Level 2:

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3:

Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs shall be used to measure fair value to the extent that relevant observable inputs are not available.

The fair value of trade receivable, trade payable and current financial assets and liabilities is considered to be equal to the carrying amounts of these items due their short term nature.

- 37 The Government of India on September 20, 2019, vide the Taxation Law (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay Corporate Tax at reduced rate effective, April 01, 2019, subject to certain conditions. The Company is continuing to provide for income tax at old rates based on the available unutilised minimum alternative tax credit.
- 38 The company did not enter any transaction with companies struck off under section 24B of the Companies Act, 2013 or section 560 of Companies Act, 1956. There are no outstanding balances (payable to / receivable from) with struck off companies.
- 39 There are no charges or satisfaction yet to be registered with ROC beyond the statutory period as no loan/guarantee have been taken by the company.
- 40 The company has complied with number of layers of companies.
- 41 The company has not entered in any Scheme of Arrangements and no Scheme of Arrangements has been approved by the Competent Authority in terms of section 230 to 237 of the Companies Act 2013.
- 42 The company did not held any Benami Properties and no proceedings has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibitor) Act, 1988 (45 of 1988) and rules made thereunder.
- 43 The company is not declared willful defaulter by any bank or financial institution or any other lender.
- 44 The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- 45 All transactions have been recorded in the books of account and there are no unrecorded income have been disclosed during the year in the tax assessments under the Income-Tax Act, 1961. Moreover there are no unrecorded income and related assets pertaining to previous years.
- 46 The Company has complied with the number of layers prescribed under (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.
- 47 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity (ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise.
- 47.1 The Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 48 No funds have been received by the Company from any person(s) or entity (ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

49. Trade Receivables Ageing As on 31.03.2023

Particulars	Outstanding from Following Periods from Due date of Receipts					Total
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More Than 3 Years	
Undisputed Trade Receivables - Considered Good	149.32	38.97	37.28	33.71	37.22	296.50
Considered Doubtful - Credit Impaired	0.05					0.05
Disputed Trade Receivables - Considered Good						
Disputed Trade Receivables - Credit Impaired						
Total	149.37	38.97	37.28	33.71	37.22	296.55
Less: Disputed Trade Receivable-Provision For Impairment	-	-	-	-	-	-
Total	149.37	38.97	37.28	33.71	37.22	296.55

Trade Receivables Ageing As on 31.03.2022

Particulars	Outstanding from Following Periods from Due date of Receipts					Total
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More Than 3 Years	
Undisputed Trade Receivables - Considered Good	91.38	10.07	59.29	5.46	35.00	201.21
Considered Doubtful - Credit Impaired	-	-	-	-	-	-
Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Total	91.38	10.07	59.29	5.46	35.00	201.21
Less: Disputed Trade Receivable-Provision For Impairment	-	-	-	-	-	-
Total	91.38	10.07	59.29	5.46	35.00	201.21

50. Trade Payable Ageing As on 31.03.2023

Particulars	Outstanding from Following Periods from Due date of Payments				Total
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
Micro and Small Enterprises	-	-	-	-	-
Creditors Other than Micro and Small Enterprises	97.45	15.39	0.40	6.53	119.77
Total	97.45	15.39	0.40	6.53	119.77

Trade Payable Ageing As on 31.03.2022

Particulars	Outstanding from Following Periods from Due date of Payments				
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Micro and Small Enterprises	-	-	-	-	-
Creditors Other than Micro and Small Enterprises	92.63	3.04	3.67	28.90	128.22
Total	92.63	3.04	3.67	28.90	128.22

51. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary

Name of Enterprise	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of consolidated Net Assets	Amount (Rs. in Lakh)	As % of consolidated Profit or Loss	Rs. In Lakhs
Parent				
Shervani Industrial Syndicate Limited	101.00	12,481.84	99.00	2368.46
Subsidiaries				
Farco foods Private Limited	-1.00	(137.52)	1.00	20.65
TOTAL	100.00	12,344.32	100.00	2389.11

52. Salient Features of Financial Statements of Subsidiary as per Companies Act, 2013

(Rs. In Lakhs)

Sr. No.	Name of Subsidiary Company	Reporting Currency	Share Capital	Other Equity	Total Assets	Total Liabilities	Investments	Turnover / Total Income	Profit Before taxation	Provision for Taxation (Including Deferred Tax)	Profit After Taxation	Proposed Dividend	% of Shareholding
1	Farco Foods Private Limited	INR	90	137.52	688.99	826.52	-	529.27	29.12	8.47	20.65	-	100%

53. Statement pursuant to section 129(3) of the Companies Act 2013 related to Associate Companies

Sr No	Name of Associates	Shares of Associates held by the Company on year end					Profit/(Loss) for the year				
		Latest Audited Balance Sheet date	No of Shares	Amount of Investment in Associate	Extend of Holding %	Net Worth attributable to Shareholding as per latest Balance Sheet	Considered in Consolidation	Not Considered in Consolidation	Description of how there is significant influence	Reason why the Associates is not Consolidated	
1	Star Hotels Private Limited *	31.03.2023	2,265,750	881.43	35.40%	2368.79	2051.44	NIL	35.40% Shares Held	-	
2	Youngtronics India Private Limited	31.03.2023	85,000	NIL*	46.33%	-	-	NIL	46.33% Shares Held	Refer Note	

* Due to some unavoidable circumstances, audit was not completed till the reporting date, therefore unaudited results have been considered in consolidation.

Note : 100% Provision have been made in previous year against investment in Associate, therefore no loss has been considered.

54. Interest in Associate

Below is the Associate of the Group which in the opinion of the management is material of the group which has been accounted as per equity method of accounting.

Star Hotels Private Limited					
Name of the Entity	Principal Place of Business	Proportion of Ownership Interest		Unquoted Fair Value	
		As at 31 March, 2023	As at 31 March, 2022	As at 31 March, 2023	As at 31 March, 2022
Star Hotels Private Limited	India	35.40%	35.40%	2315.25	263.81

54.1 Summarised Financial Information of Material Associate

a) Summarised Balance Sheet as per Books

Particulars	As at 31 March, 2023	As at 31 March, 2022
Property, Plant and Equipment	2,190.12	3,287.21
Intangible Assets	0.38	0.42
Financial Assets	4,459.97	96.68
Total Non-Current Assets	6,650.47	3,384.31
Inventories	15.11	16.05
Financial Assets	1,164.15	110.14
Other Current Assets	897.83	23.11
Total Current Assets	2,077.09	149.30
Financial Liabilities	1,561.10	1,030.15
Provisions	52.27	33.00
Deferred Tax Liabilities (Net)	157.20	157.20
Other Non-Current Liabilities	11.49	12.14
Total Non-Current Liabilities	1,782.05	1,232.49
Financial Liabilities	83.46	299.92
Other Current Liabilities	146.42	122.32
Provisions	24.15	25.15
Total Current Liabilities	254.03	447.39
Net Assets	6,691.47	1,853.73
Group Share In %	35.40%	35.40%
Group Share In Rs.	2,368.78	656.22
Carrying Amount	2,368.78	656.22

b) Summarised Statement of Profit and Loss as per Books

Particulars	As at 31 March, 2023	As at 31 March, 2022
Revenue from Operations	1,159.16	598.18
Other Income	5,928.40	317.72
Depreciation and Amortisation	110.16	152.80
Other Expenses	1,092.64	677.63
Interest Expense	7.55	103.17
Income Tax Expense	82.19	-
Profit/Loss for the Year	5,795.02	(17.70)
Other Comprehensive Income	-	-
Total Comprehensive Profit/Loss	5,795.02	(17.70)

55. Approval of Financial Statements

The financial statements were approved for issue by the board of directors on 30th May 2023.

SHERVANI INDUSTRIAL SYNDICATE LIMITED

Shervani Nagar, Sulem Sarai, Prayagraj - 211015 (U.P.)

Phone: +91-7311128115 Fax: +91-532-2436928

e-mail: shervaniind@rediffmail.com

www.shervaniind.com

CIN : L45202UP1948PLC001891