

# *D. Mitra & Company*

CHARTERED ACCOUNTANTS  
107/1, PARK STREET, KOLKATA-700016  
Phone: 22269217, 22269275

## **INDEPENDENT AUDITOR'S REPORT**

To the Members of  
**Tasati Tea Limited**

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

#### **Opinion**

We have audited the accompanying standalone financial statements of Tasati Tea Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021 and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of the significant accounting policies and other explanatory notes for the year ended on that date (hereinafter referred to as "Financial Statements").

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 Companies Act, 2013 ("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, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, 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 audit opinion on the financial statements.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. We have determined that there are no key audit matters to communicate in our report.



**Information Other than the 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 the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, but does not include the 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 Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs (financial position), Profit or Loss (financial performance including other 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an



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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

1. As required by Section 143(3) of the Act, based on our audit 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, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind-AS 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 March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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 financial statements - Refer Note 26.7(iv) of the standalone financial statements.
  - ii. The Company do not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amount which were required to be transferred to the Investor Education and Protection Fund by the Company.



*D. Mitra & Company*  
CHARTERED ACCOUNTANTS

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.

Place: Kolkata  
Date: 01.11.2021  
UDIN : 21017334AAAALB5923

For D.MITRA & COMPANY  
CHARTERED ACCOUNTANTS  
Firm Regn No. 328904E  
for D. Mitra & Co.



(D.MITRA) Proprietor  
(M.N. 017334)



**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Tasati Tea Limited of even date)

**Report on the Internal Financial Controls Over Financial Reporting 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 Tasati Tea Limited ("the Company"), as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Board of Directors of the Company 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. 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 respective 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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 internal financial controls system over financial reporting of the Company.

#### **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.

#### **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, to the best of our information and according to the explanations given to us, 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 March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Kolkata

Date: 01.11.2021

UDIN: 21017334AAAAALB5923



For D. MITRA & COMPANY  
CHARTERED ACCOUNTANTS  
Firm Regn No. 328904E  
For D. Mitra & Co.

A handwritten signature in blue ink, appearing to be "D. Mitra".

(D. MITRA) Proprietor  
(M.N. 017334)

**ANNEXURE B TO INDEPENDENT AUDITORS' REPORT:**

(Referred to in paragraph 2 under the heading of "Report on Other Legal and Regulatory Requirement" of our report of even date)

- (i) In respect of its Fixed assets:
- a. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
  - b. As explained to us, all the fixed assets of the Company have been physically verified by the management in phased periodical manner, which in our opinion, is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies have been noticed on such physical verification.
  - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) The inventories of the Company have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and as explained to us, there was no material discrepancies noticed on physical verification of inventories.
- (iii) The Company has granted loans to its two wholly owned subsidiaries covered in the register maintained under Section 189 of the Companies Act, 2013 ('the Act'). In our opinion and according to the information and explanation given to us:
- (a) The terms and conditions of the grant of such loan are not prejudicial to the Company's interest.
  - (b) The schedule of repayment of principal and payment of interest has been stipulated and its repayment are regular.
  - (c) There are no amounts of loans to Companies, firms, other parties listed in the register maintained under section 189 of the Act which are overdue for more than ninety days.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit in terms of directions issued by the Reserve Bank of India and the provision





of section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.

(vi) The Central Government has not prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013 for any of the products of the Company.

(vii) In respect of statutory dues:

a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Goods and Services Tax, Cess, and other statutory dues have been generally regularly deposited with the appropriate authorities and no undisputed amounts payable in respect of statutory dues were in arrears as at 31<sup>st</sup> March 2021 for a period of more than six months from the date they became payable.

b. According to the information and explanations given to us, there are no material dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax or Goods and Services Tax which have not been deposited with the appropriate authorities on account of any dispute. However according to the information and explanation given to us the following dues of Income Tax, Sales Tax, Duty of Excise, Service Tax and Value Added Tax have not been deposited by the Company on account of disputes as at 31<sup>st</sup> March, 2021:

Sl. No	Nature of dues	Amount due (in Lakhs)	Forum where pending	For the period
1.	Agricultural Income Tax	6.79	Appeal filed with Asst. Commissioner of Agricultural Income Tax	F. Y. 2011-2012
2.	PF	53.83	Hon'able Calcutta High Court	10/2005-08/2009
3.	Income Tax	5.19	CIT(A), Kolkata-2	A.Y. - 2017-18

(viii) The Company has not defaulted in repayment of any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.

(ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.



# D. Mitra & Company

CHARTERED ACCOUNTANTS

- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934.

Place: Kolkata  
Date: 01.11.2021  
UDIN : 21017334AAAALB5923

For D.MITRA & COMPANY  
CHARTERED ACCOUNTANTS

Firm Regn No. 328904E  
For D. Mitra & Co.

  
(D.MITRA) (Proprietor)  
(M.N. 017334)



# TASATI TEA LIMITED

7, Swallow Lane; Kolkata-700 001.

CIN-L01132WB1979PLC031939

## Balance Sheet as at 31st March, 2021

	Note No.	31st March 2021 (Rs.)	31st March 2020 (Rs.)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	1	12,30,04,999	12,59,00,133
Capital work-in-progress	1	3,90,44,965	2,48,61,155
Other Intangible Assets	2	67,013	1,67,617
Financial Assets			
Investments	3	42,73,050	42,73,050
<b>Current assets</b>			
Inventories	5	2,09,84,127	2,67,92,013
Financial Assets			
Trade receivables	6	2,13,61,600	1,87,57,297
Cash and cash equivalents	7	31,80,577	26,63,886
Loans	8	1,05,81,574	89,79,581
<b>TOTAL ASSETS</b>		<b>22,24,97,907</b>	<b>21,23,94,732</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	9	20,00,000	20,00,000
<b>Other Equity</b>			
Reserves and Surplus	10	(8,48,53,212)	(10,47,74,616)
<b>Total Equity</b>		<b>(8,28,53,212)</b>	<b>(10,27,74,616)</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial Liabilities	11	-	94,037
Deferred tax liabilities (Net)	4	1,92,60,827	1,92,60,827
<b>Current liabilities</b>			
Financial Liabilities			
Borrowings	12	24,54,44,070	24,30,23,456
Trade Payables	13	2,90,46,783	3,72,29,516
Provisions	14	68,07,987	59,94,707
Other Current Liabilities (Net)	15	47,91,452	95,66,804
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>22,24,97,907</b>	<b>21,23,94,732</b>

The accompanying significant accounting policies and notes form an integral part of the standalone financial statements.

In terms of our report of even date attached

For and on behalf of Board of Directors

**For D. Mitra & Co**  
Chartered Accountants  
Firm Reg. No. 328904E  
**For D. Mitra & Co.**



**D. K. Mitra Proprietor**

Proprietor  
Membership No. 017334

Place : Kolkata


Dated: 1st Day of November, 2021

UDIN:



  
**Rajiv Chamaria**  
Managing Director  
( DIN: 00665145 )

  
**Deepak Bansal**  
Director  
( DIN: 00545322 )

  
**Vivek Bansal**  
Director  
( DIN: 03462995 )

**TASATI TEA LIMITED**

7, Swallow Lane, Kolkata- 700 001.

CIN-L01132WB1979PLC031939

**Statement of Profit and Loss for the year ended 31st March 2021.**

	Note	Year ended 31st March 2021 (Rs.)	Year ended 31st March 2020 (Rs.)
<b>INCOME</b>			
Revenue From Operations	16	26,83,63,404	17,72,54,566
Other Income	17	36,99,640	15,18,450
<b>Total Income</b>		<b>27,20,63,044</b>	<b>17,87,73,016</b>
<b>EXPENSES</b>			
Cost of Materials & Services Consumed	18	11,31,76,399	7,66,45,712
Purchases	19	55,38,057	31,21,980
Changes in inventories of finished goods, work in progress and stock in trade	20	72,09,565	20,72,334
Employee benefits expense	21	5,91,36,115	5,53,88,849
Finance costs	22	2,67,19,433	2,57,68,463
Depreciation and amortization expense	1	48,85,006	44,75,053
Selling Expenses	23	82,07,338	74,40,070
Establishment Expenses	24	1,71,44,463	1,50,85,210
Administrative Expenses	25	77,76,362	84,98,686
<b>Total expenses</b>		<b>24,97,92,738</b>	<b>19,84,96,356</b>
<b>Profit/(loss) before exceptional items and tax</b>		<b>2,22,70,306</b>	<b>(1,97,23,340)</b>
Exceptional Items		3,62,438	3,48,859
<b>Profit/(loss) before tax</b>		<b>2,19,07,868</b>	<b>(2,00,72,199)</b>
<b>Tax expense:</b>			
Current tax			
Deferred tax			
<b>Total tax expense</b>			
<b>Profit/(loss) for the period</b>		<b>2,19,07,868</b>	<b>(2,00,72,199)</b>
<b>Other Comprehensive Income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurements of the defined benefit plans			
Equity instruments through other comprehensive income			
Income tax relating to items that will not be reclassified to profit or loss			
<b>Total Comprehensive Income</b>		<b>2,19,07,868</b>	<b>(2,00,72,199)</b>
<b>Earnings per equity share</b>			
Basic	26	109.54	(100.36)
Diluted		109.54	(100.36)

The accompanying significant accounting policies and notes form an integral part of the standalone financial statements.

In terms of our report of even date attached

**For D. Mitra & Co**

Chartered Accountants

Firm Reg. No. 328904E

**For D. Mitra & Co.**

D. K. Mitra

Proprietor

**Proprietor**

Membership No. 017334

Place : Kolkata

Dated: 1st Day of November, 2021

UDIN :

For and on behalf of Board of Directors

*Rajiv Chamaria*

Rajiv Chamaria  
Managing Director  
(DIN: 00665145)

*Deepak Bansal*

Deepak Bansal  
Director  
(DIN: 00545322)

*Vivek Bansal*

Vivek Bansal  
Director  
(DIN: 03462995)



**CASH FLOW STATEMENT AS AT 31ST MARCH, 2021**

	Year ended 31st March, 2021		Year ended 31st March, 2020	
	(in Rs.)	(In Rs.)	(In Rs. )	(In Rs. )
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before income tax		2,22,70,306		(1,97,23,340)
<b>Adjustments for :</b>				
Loss/(Profit) on sale of Vehicles			-	
Depreciation	48,85,006		44,75,053	
Interest on Borrowing	2,67,19,433		2,57,68,463	
SOD Paid	-		-	
Damages of P. F. Dues	-		18,60,365	
Prior Period Expenses	(3,62,438)		3,48,859	
Interest Income	(3,28,559)	3,09,13,442	(1,11,711)	3,23,41,029
Operating Profit before Working Capital Changes		<b>5,31,83,748</b>		<b>1,26,17,689</b>
<b>Adjustments for :</b>				
(Increase)/Decrease in Trade Receivables	(26,04,303)		(43,41,355)	
Increase/(Decrease) in Trade Payable	(81,82,733)		64,91,056	
(Increase)/Decrease in Inventories	58,07,886		14,21,206	
(Increase)/Decrease in Short term loans and Advances	(16,01,994)		(13,07,348)	
Increase/(Decrease) in other current liability	(47,75,352)		40,67,123	
Increase/(Decrease) in provisions	8,13,280	(1,05,43,216)	(5,50,123)	57,80,559
<b>Cash Generated from Operation</b>		<b>4,26,40,531</b>		<b>1,83,98,248</b>
Direct Taxes (Paid)/ Refund				(48,526.00)
<b>Net Cash from Operating Activities....A</b>				<b>1,83,49,722</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Fixed Assets	(1,91,10,096)		(2,34,00,141)	
Sale of Fixed Assets	10,50,554		0	
Interest Received	3,28,559		1,11,711	
<b>Net Cash Flow from Investing Activities....B</b>		<b>(1,77,30,984)</b>		<b>(2,32,88,430)</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>				
Interest paid	(2,67,19,433)		(2,57,68,463)	
Repayment / Receipts of Short term borrowings	24,20,613		3,21,77,150	
Repayment / Receipt Of Borrowings	(94,037)		(13,55,363)	
<b>Net cash used in Financing Activities....C</b>		<b>(2,43,92,856)</b>		<b>50,53,323</b>
<b>Net Increase in Cash &amp; Cash Equivalents.....(A+B+C)</b>		<b>5,16,691</b>		<b>1,14,615</b>
Cash & Cash equivalents at the beginning of the year		26,63,886		25,49,271
Cash & Cash equivalents at the end of the year		<b>31,80,577</b>		<b>26,63,886</b>

In terms of our report of even date attached

For and on behalf of Board of Directors

**For D. Mitra & Co**

Chartered Accountants

Firm Reg. No. 328904E

**For D. Mitra & Co.**



**Proprietor**

D. K. Mitra

Proprietor

Membership No. 017334

Place : Kolkata

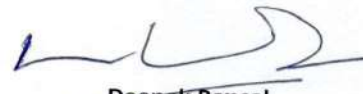
Dated: 1st Day of November, 2021

UDIN :



**Rajiv Chamaria**  
Managing Director

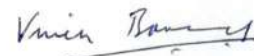
( DIN: 00665145 )



**Deepak Bansal**

Director

( DIN: 00545322 )



**Vivek Bansal**

Director

( DIN: 03462995 )



**TASATI TEA LIMITED**  
**Note 1 - PLANT, PROPERTY & EQUIPMENT**  
**TASATI TEA LIMITED**

Particulars	GROSS CARRYING AMOUNT				DEPRECIATION				NET CARRYING AMOUNT	
	AS AT 01.04.2020 RS.	ADDITION RS.	DEDUCTION RS.	AS AT 31.03.2021 RS.	AS AT 1.4.2020 RS.	FOR THE YEAR RS.	ON REVALUED ASSETS RS.	Adjustment during the year RS.	AS AT 31.03.2021 RS.	AS AT 31.03.2021 RS.
<u>Tangible Assets</u>										
Freehold Land	57,36,376	-	-	57,36,376	-	-	-	-	-	57,36,376
Building	6,16,41,898	1,40,786	-	6,17,82,685	57,19,829	2,74,592	12,33,717	-	72,28,138	5,45,54,547
Plant & equipment	4,81,15,961	34,84,023	-	5,15,99,984	1,23,68,980	27,92,031	7,52,747	-	1,59,13,758	3,56,86,226
Furniture and Fixtures	16,15,741	32,705	-	16,48,446	4,62,890	1,61,760	-	-	6,24,650	10,23,796
Vehicles	45,49,975	1,70,000	-	47,19,975	14,32,893	6,48,636	-	-	20,81,529	26,38,446
Office Equipment	5,48,943	5,812	-	5,54,755	2,59,607	73,858	-	-	3,33,465	2,21,290
Bearer Plants	2,47,82,528	-	-	2,47,82,528	10,40,526	7,45,507	-	-	17,86,033	2,29,96,495
COMPUTER	6,99,146	42,407	-	7,41,553	5,05,710	88,018	-	-	5,93,728	1,47,825
<b>TOTAL PLANT, PROPERTY &amp; EQUIPMENT</b>	<b>14,76,90,568</b>	<b>38,75,733</b>	<b>-</b>	<b>15,15,66,300</b>	<b>2,17,90,435</b>	<b>47,84,402</b>	<b>19,86,464</b>	<b>-</b>	<b>2,85,61,301</b>	<b>12,30,04,999</b>
<u>CWIP - PLANT &amp; MACHINERY</u>										
CWIP - BUILDING	-	27,99,280	-	27,99,280	-	-	-	-	-	27,99,280
PLANTATION	3,43,816	34,10,040	-	34,10,040	-	-	-	-	-	34,10,040
Bearer Plants in Progress	16,64,477	4,92,041	8,35,857	42,99,926	-	-	-	-	-	42,99,926
YOUNG TEA MAINTENANCE	2,28,52,862	28,50,145	2,14,697	2,85,35,719	-	-	-	-	-	2,85,35,719
Total capital Work in Progress	2,48,61,155	1,52,34,364	10,50,554	3,90,44,965	-	-	-	-	-	3,90,44,965

**Note 2 - OTHER INTANGIBLE ASSETS**

Particulars	GROSS CARRYING AMOUNT				DEPRECIATION				NET CARRYING AMOUNT	
	AS AT 01.04.2020 RS.	ADDITION RS.	DEDUCTION RS.	AS AT 31.03.2021 RS.	AS AT 01.04.2020 RS.	FOR THE YEAR RS.	ON REVALUED ASSETS RS.	Adjustment during the year RS.	AS AT 31.03.2021 RS.	AS AT 31.03.2021 RS.
<u>Intangible Assets</u>										
Computer Software	8,20,430	-	-	8,20,430	6,52,813	1,00,604	-	-	7,53,417	67,013
<b>TOTAL</b>	<b>8,20,430</b>	<b>-</b>	<b>-</b>	<b>8,20,430</b>	<b>6,52,813</b>	<b>1,00,604</b>	<b>-</b>	<b>-</b>	<b>7,53,417</b>	<b>67,013</b>



**TASATI TEA LIMITED**  
**NOTE 3- INVESTMENT**

<b>NON CURRENT INVESTMENTS</b>		<b>FACE VALUE</b>	<b>Number of Shares</b>	<b>VALUE AT ON</b>	<b>VALUE AT ON</b>
		Rs.		31.03.2021	31.03.20
				Rs.	Rs.
<b>A. Investments carried at cost</b>					
<b>Investment in Unquoted Shares (fully paid up)</b>					
Supriya Tea Ltd.	10		1,25,436	42,71,800	42,71,800
<b>B. Investments in Government Securities</b>					
National Savings Certificates (Lodged with Government Authorities)				1,250	1,250
<b>TOTAL INVESTMENT(A+B)</b>				<b>42,73,050</b>	<b>42,73,050</b>

**Note 4- Deferred Tax Liability/(asset)**

The movement on the deferred tax account is as follows:

	<b>As at 31st March</b>	<b>As at 31st March</b>
	<b>2021 (Rs.)</b>	<b>2020 (Rs.)</b>
At the start of the year		
Charge/(credit) to Statement of Profit and Loss	1,92,60,827	1,92,60,827
At the end of year	-	0
	<b>1,92,60,827</b>	<b>1,92,60,827</b>



**TASATI TEA LIMITED**  
**NOTE 5- INVENTORIES**

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
Stores, Spare parts, Medicines & Food Stuff	73,35,256	59,33,577
Stock of Tea and Tea Waste	1,36,48,871	1,78,58,436
Stock of Tea Plants	-	30,00,000
<b>Total</b>	<b>2,09,84,127</b>	<b>2,67,92,013</b>

**NOTE 6- TRADE RECEIVABLES**

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
<i>(A) Debts Exceeding Six Months</i>		
Unsecured Considered Good	1,82,15,093.00	60,61,297
<i>(B) Other Debts</i>		
Unsecured Considered Good	31,46,507.26	1,26,96,001
<b>Total</b>	<b>2,13,61,600</b>	<b>1,87,57,297</b>

**NOTE 7- CASH AND CASH EQUIVALENTS**

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
Cash in hand	2,10,601	1,22,959
<i>Balance with Scheduled Banks</i>		
In Current Account	4,03,964	26,635
In Fixed Deposit account (Deposited with UCO Bank as Margin Money)	24,91,149	24,91,149
<i>Balance with Non-Scheduled Banks</i>		
In Current Accounts	74,863	23,143
<b>Total</b>	<b>31,80,577</b>	<b>26,63,886</b>





**TASATI TEA LIMITED****NOTE 8- Short Term Loans and Advances**

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
<i>(Unsecured , Considered good)</i>		
Advances Receivable in cash or in kind or for value to be received	59,69,695	53,57,437
Advance against Supplies	2,24,466	1,30,000
Income Tax Advance (Net)	19,26,376	6,57,214
Interest Receivable	5,59,960	3,90,632
Tea Development A/c. NABARD	1,000	1,000
Security Deposits	11,17,715	11,45,865
Prepaid Expenses	2,99,305	1,99,153
Vat Receivable	-	10,39,342
TCS (PARCON)	-	58,937
GST Credit	4,83,057.13	-
<b>Total</b>	<b>1,05,81,574</b>	<b>89,79,581</b>



**TASATI TEA LIMITED**  
**NOTE 9- EQUITY SHARE CAPITAL**

PARTICULARS	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
<b>Share Capital</b>		
Authorised Capital		
i) Equity Share capital 2,00,000 (31.03.2018- 2,00,000) Equity Shares of Rs. 10/- each.	20,00,000	20,00,000
ii) Preference share capital 5,000 (31.03.2018- 5,000) Preference shares of Rs. 100/- each	5,00,000	5,00,000
<b>Issued,Subscribed &amp; Paid up Capital</b> 2,00,000 (31.03.2018- 2,00,000 ) Equity Shares of Rs.10/- each fully paid up.	20,00,000	20,00,000

Details of shares in the company held by each shareholder holding more than 5 per cent shares:

Sl.No	Name of the shareholder	As at 31/03/2021		As at 31/03/2020	
		No.of shares	% of shareholding	No.of shares	% of shareholding
1	Rajiv Chamaria	28,350	14.18	28,350	14.18
2	Riju Chamaria	27,300	13.65	27,300	13.65
3	Shuchi Chamaria	22,550	11.28	22,550	11.28
4	Rajiv Chamaria HUF	10,000	5.00	10,000	5.00
5	Ayushi Chamaria	20,850	10.43	20,850	10.43
6	Bansal Global Trade Pvt. Ltd.	23,450	11.73	23,450	11.73
7	PKB Tea Exports & Marketing Pvt. Ltd.	37,450	18.73	37,450	18.73
8	Varun Tradelink Pvt. Ltd.	14,550	7.28	14,550	7.28

**Rights Preference and restrictions attached to shares**

The entire issued & paid up capital of the Company consist of only equity shares of the FV of Rs.10/- each which are fully paid up and rank pari passu in all respect for the distribution of dividend voting rights and repayment of capital.



**TASATI TEA LIMITED**  
**NOTE 10- RESERVES AND SURPLUS**

	Reserves and Surplus				FVOCI equity Investments	Total
	Capital Reserve	General Reserve	Revaluation Surplus	Retained Earnings		
Balance at the end of the reporting period i.e. 31st March , 2020.	1,00,000	-	5,10,55,969	(15,59,30,585)	-	(10,47,74,616)
Adjustments	-	-	(19,86,464)	-	-	(19,86,464)
Profit for the year	-	-	-	2,19,07,868	-	2,19,07,868
Other comprehensive income	-	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	1,00,000	-	4,90,69,505	(13,40,22,717)	-	<b>(8,48,53,212)</b>
<b>Transactions with owners in their capacity as owners:</b>						
Dividend paid	-	-	-	-	-	-
Dividened Tax Paid	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-
<b>Balance at the end of the reporting period i.e. 31st March , 2021.</b>	1,00,000	-	4,90,69,505	(13,40,22,717)	-	<b>(8,48,53,212)</b>

**Nature and Purpose of Other Reserves**

**a) Revaluation Surplus**

Revaluation Surplus, being the excess of market value over the carrying value of Building, Plant & Machinery & Vehicles. The said reserve is utilized for adjustment of depreciation attributable to such excess amount.

**b) Retained Earnings**

Retained earnings represent accumulated profits/(losses) earned by the Company and remaining undistributed as on date.



# TASATI TEA LIMITED

## NOTE 11 - LONG TERM BORROWINGS

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
<b>Secured Loan</b>		
<b>i) Loans From Others</b> Secured against the respective vehicles purchased under hire purchase agreement the principle being repayable on EMI basis over a period of time.	0	94,037
	-	<b>94,037</b>

## NOTE 12 - SHORT TERM BORROWINGS

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
<b>Secured Loans :</b>		
i) Under Cash Credit Account from UCO Bank <i>Secured against hypothecation of Tea Crops, Plant and Machinery, Stores and Spare parts, Book debts, moveable assets ( other than under H.P.Agreement) and Equitable Mortgage of the title deeds of Company's Tea Estate and personal guarantee of certain Directors</i>	6,30,36,724	6,27,08,597
ii) Interest Accrued on Cash Credit Account but not paid	16,37,487	18,26,483
iii) Term Loan from UCO Bank <i>Secured against hypothecation of Tea Crops, Plant and Machinery, Stores and Spare parts, Book debts, moveable assets ( other than under H.P.Agreement) and Equitable Mortgage of the title deeds of Company's Tea Estate and personal guarantee of certain Directors</i>	98,03,023	13,78,418
<b>Unsecured Loans :</b>		
i) From Government of West Bengal under Subsidised Industries housing Scheme	2,40,000	2,40,000
ii) From Related Parties	2,51,16,671	4,35,70,191
iii) From Others	14,56,10,165	13,32,99,767
	<b>24,54,44,070</b>	<b>24,30,23,456</b>



# TASATI TEA LIMITED

## NOTE 13- TRADE PAYABLES

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
For goods and services	1,80,93,742	2,64,30,025
For Others	1,09,53,041	1,07,99,491
	<b>2,90,46,783</b>	<b>3,72,29,516</b>

## NOTE 14 - PROVISIONS

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
Provision for Employee Benefit		
Provision for Bonus	68,07,987	59,94,707
	<b>68,07,987</b>	<b>59,94,707</b>

## NOTE 15 - OTHER CURRENT LIABILITIES

	As at 31st March 2021 (Rs.)	As at 31st March 2020 (Rs.)
Advances	3032077	30,00,000
Duties & taxes	1604249	52,78,559
Current maturity of Long Term Debt	94037	7,81,815
Other Advances	61,089	5,06,430
HDFC Bank Overdraft		
	<b>47,91,452</b>	<b>95,66,804</b>



**TASATI TEA LIMITED**  
**NOTE 16- REVENUE FROM OPERATIONS**

		As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
<b>SALE OF PRODUCTS</b>			
Finished goods of Tea(including excise duty/GST)		26,83,63,404	17,72,54,566
	<b>TOTAL A</b>	<b>26,83,63,404</b>	<b>17,72,54,566</b>
<b>OTHER OPERATING REVENUE</b>			
Liabilities no longer required written back		-	-
	<b>TOTAL B</b>	<b>-</b>	<b>-</b>
<b>TOTAL REVENUE FROM OPERATING BUSINESS</b>		<b>26,83,63,404</b>	<b>17,72,54,566</b>

**NOTE 17 - OTHER INCOME**

		As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Interest Income from Banks		178318	1,11,711
Other interest income		150241	-
Miscellaneous Incomes		18152	1,54,849
Insurance Claim		310031	-
Sales ( Green Leaf )		-	2,67,390
Sales ( Misc. )		42898.5	-
Sales ( Tea Plant )		3000000	9,84,500
<b>TOTAL OTHER INCOME</b>		<b>36,99,640</b>	<b>15,18,450</b>

**NOTE 18 - COST OF MATERIALS & SERVICES CONSUMED**

		As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Cultivation & Manufacturing Expenses		7,65,75,227	6,33,77,929
Purchase of Green Leaf		3,66,01,172	1,32,67,783
<b>TOTAL</b>		<b>11,31,76,399</b>	<b>7,66,45,712</b>

**NOTE 19 - PURCHASES**

		As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Tea Made purchased		55,38,057	31,21,980
<b>TOTAL</b>		<b>55,38,057</b>	<b>31,21,980</b>



**NOTE 20 - Changes in inventories of finished goods, work in progress and stock in trade**

	As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Opening Stock of Tea & Tea waste	1,78,58,436	1,99,30,770
Opening Stock of Tea Plants	30,00,000	-
Less: Closing Stock of Tea & Tea waste	1,36,48,871	1,78,58,436
Net (Increase) / Decrease in Stock	<b>72,09,564.73</b>	<b>20,72,334</b>

**NOTE 21 - EMPLOYEE BENEFIT EXPENSES**

	As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Salaries, Allowances Bonus & Gratuity	4,48,88,534	4,00,35,225
Contribution to Provident & Other Funds	92,30,372	92,29,533
Other Allowances	36,84,646	48,53,713
Staff Welfare	13,32,563	12,70,379
<b>TOTAL</b>	<b>5,91,36,115</b>	<b>5,53,88,849</b>

**NOTE 22 - FINANCE COST**

	As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Interest to Bank	83,23,682	78,98,982
Interest to Others	1,83,52,986	1,77,46,943
Finance Charges	42,765	1,22,538
<b>TOTAL</b>	<b>2,67,19,433</b>	<b>2,57,68,463</b>

**NOTE 23 - SELLING EXPENSES**

	As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Commission & Brokerage	15,81,800	16,50,351
I.F.W and Sales Charges	17,73,138	8,87,836
Other Selling Expenses	48,52,400	49,01,883
<b>TOTAL</b>	<b>82,07,338</b>	<b>74,40,070</b>



**TASATI TEA LIMITED**  
**NOTE 24 - ESTABLISHMENT EXPENSES**

	As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Rent	4,71,150	4,60,000
Insurance	3,41,362	2,30,893
Lease Rent	55,768	55,768
Rates & Taxes	5,29,790	3,23,157
Auditors' Remuneration	-	-
Statutory Audit	1,07,760	1,07,760
Tax Audit	15,550	15,550
Certificates & Others	17,165	64,000
Expenses	-	2,200
Sales Tax (SOD) Payment	43,900	-
<b>Repairs &amp; Maintenance</b>	-	-
- Machinery	10,37,052	9,11,018
- Building	9,83,806	5,89,418
- Others	7,70,071	10,71,856
Power & Fuel	1,16,16,437	1,03,96,555
Transportation Charges	11,54,652	8,57,035
<b>TOTAL</b>	<b>1,71,44,463</b>	<b>1,50,85,210</b>

**NOTE 25 - ADMINISTRATIVE EXPENSES**

	As on 31st March 2021 (Rs.)	As on 31st March 2020 (Rs.)
Bank Charges	3,21,956	3,82,361
Motor Car Expenses	2,54,589	3,23,797
Computer Expenses	60,266	56,990
Electricity Charges	9,25,705	11,42,470
Travelling & Conveyance	5,30,910	7,15,407
Filing Fees	7,290	20,100
General Charges	12,73,931	6,35,565
Internet Expenses	73,008	88,896
Legal Charges	42,078	16,148
Postage	2,02,276	1,57,045
Advertisement	79,002	1,000
Printing & Stationery	1,71,754	1,74,054
Professional Charges	3,09,304	2,46,350
Subscription	6,18,576	3,30,386
Telephone & Cellular Phone Charges	65,332	90,766
Damages for P. F. Dues 7Q.	-	18,60,365
Listing Fees	59,000	-
Freight & Carriage	10,08,385	15,75,211
Foreign Travel	-	2,45,710
Discount Allowed	6,41,448	2,13,430
Sundry Balance Written Off	10,48,051	1,12,884
Survey Fees	-	29,500
Certification Charges	83,500	80,250
<b>TOTAL</b>	<b>77,76,362</b>	<b>84,98,686</b>





**Indian Accounting Standard**

The Ministry of Corporate Affairs (MCA) notified Companies (Indian Accounting Standard) Rules 2015 enabling implementation of Ind AS. Pursuant to this notification TASATI TEA Ltd. has adopted IndAS (the converged IFRS) with effect from April 1, 2017. Accordingly, the standalone financial statements for the year ended 31st March, 2021, has been prepared in accordance with Ind AS.

**NOTES TO FINANCIAL STATEMENTS****BACKGROUND**

TASATI TEA Limited is a Company limited by shares, incorporated and domiciled in India. The Company is engaged in cultivation, manufacture and sale of tea.

**1. SIGNIFICANT ACCOUNTING POLICIES**

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**1.1 Basis of Preparation****1.1.1 Compliance with Ind AS**

These financial statements comply in all material aspects with Indian Accounting Standards (IndAS) notified under Section 133 of the Companies Act, 2013 (the "Act") [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act. The financial statements up to year ended 31st March 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act. These financial statements are the first financial statements of the Company under Ind AS. Refer Note 27 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.

**1.1.2 Classification of current and non-current**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Ind AS 1 – Presentation of financial Statements and Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

**1.1.3 Historical Cost Convention**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention.

**1.2 Revenue Recognition**

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of tea claim and are net of sales return, sales tax/ value added tax/ goods and service tax. The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and significant risk and reward incidental to sale of products is transferred to the buyer.

### **1.3 Accounting for Taxes on Income**

With respect to timing differences related to unabsorbed depreciation or carry forward losses, DTA is recognized only if there is future virtual certainty. It means DTA/DTL can be realized only when the company reliably estimates sufficient future taxable income. This test for virtual certainty has to be done every year on balance sheet date and if the condition is not fulfilled, then it is not mandatory for the company to determine deferred tax, as result in the current financial year i.e.2019-20 company has incurred loss and company had a balance amount of brought forward losses, therefore company has not abide to determine deferred tax. Therefore, the company has not made any adjustment of deferred tax in the current financial year.

### **1.4 Cash and Cash Equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

### **1.5 Inventories**

Raw materials including harvested tea leaves, produced from own gardens are measured at lower of cost and net realizable value. Cost being the fair value less cost to sell at the point of harvest of tea leaves. Stores and Spare parts and Finished Goods are stated at lower of cost and net realizable value. Cost of Finished Goods comprise direct material, direct labour and appropriate portion of variable and fixed overhead expenditure. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Cost are assigned to individual items of inventory on the basis of weighted average method. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

### **1.6 Investments and Other Financial Assets**

#### **1.6.1 Classification**

The Company classifies its financial assets in the following measurement category:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss).

The classification depends on the Company's business model for managing the financial assets and the contractual terms of cash flows.



**1.6.2 Derecognition of financial assets**

A financial asset is derecognized only when

- The Company has transferred the rights to receive cash flows from the financial asset, or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has not retained control of the financial asset.

**1.7 Financial liabilities****1.7.1 Initial recognition and measurement**

The Company recognizes all the financial liabilities on initial recognition at fair value minus, in the case of a financial liability not at fair value through Profit or Loss, transaction costs that are directly attributable to the acquisition or issue of the financial liability.

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

**1.7.2 Subsequent measurement**

All the financial liabilities are classified as subsequently measured at amortized cost,

**1.8 Property, Plant and Equipment**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when 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 any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

Building, Plant and Machinery, and Vehicle of the factory of the Tea Estate have been revalued by a Chartered Engineer vide his valuation report dated 09/01/2006 by Rs. 8,19,18,928/= . The same has been credited to Revaluation Reserve Account and the Depreciation on the same has been charged on Straight Line Method.

**Transition to Ind AS**

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognized as at 1st April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of property, plant and equipment.



**Depreciation methods, estimated useful lives and residual value**

Depreciation is calculated using the straight line method on the basis of useful lives prescribed in Schedule II to the Companies Act, 2013, which are also supported by technical evaluation. Item of Fixed Assets for which related actual cost do not exceed Rs 5,000 are fully depreciated in the year of purchase. In respect of the following assets, useful lives different from Schedule II have been considered on the basis of technical evaluation, as under:-

- Plant and Equipment: Ranging from 5 years to 30 years
- Non-factory Buildings: Ranging from 15 years to 70 years
- Bearer Plants: 58 years

Bearer Plants are depreciated from the date when they are ready for commercial harvest. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

**1.9 Provision, Contingent Liabilities and Contingent Assets, legal or constructive**

Provisions are recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or are liable estimate of the amount cannot be made. When there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.

Contingent Assets are not recognized but are disclosed when an inflow of economic benefits is probable.

**1.10 Employee Benefits****1.10.1 Short-term Employee Benefits**

These are recognized at the undiscounted amount as expense for the year in which the related service is rendered.

**1.10.2 Payment of Gratuity**

A master policy has been taken with Life insurance Corporation of India for the payment of gratuity.



### **1.10.3 Contribution to Provident Fund**

Contributions towards Provident Fund are accounted for according to the rules of the Funds

### **1.11 Dividends**

Provision is not made for the amount of any dividend during the financial year ended 31<sup>st</sup> March 2021 and 31<sup>st</sup> March 2020.

### **1.12 Earnings per Share**

#### **1.12.1 Basic earnings per share**

Basic earnings per share is calculated by dividing:

- The profit/ loss attributable to owners of the Company
- By the weighted average number of equity shares outstanding during the financial year.

#### **1.12.2 Diluted earnings per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

### **1.13 Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be forcible in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counter party.

### **1.14 Use of Estimates**

The Preparation of financial statements in conformity with the generally accepted accounting principles in India requires the management to make estimates and assumptions that affects the reported amount of assets and liabilities as at the balance sheet date, the reported amount of revenue and expenses for the periods and disclosure of contingent liabilities at the balance sheet date. The estimates and assumptions used in the financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of financial statements. Actual results could differ from estimates.

### **1.15 Borrowing costs**

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing costs are charged to Statement of Profit and Loss.



**1.16 Critical estimates and judgments**

The areas involving critical estimates and judgments are:

**i. Taxation**

The Company is engaged in agricultural activities and also subject to tax liability under MAT provisions. Significant judgement is involved in determining the tax liability for the company. Also there are many transactions and calculations during the ordinary course of business for which the ultimate tax determination is uncertain. Further judgment is involved in determining the deferred tax position on the balance sheet date.

**ii. Depreciation and amortization**

Depreciation and amortization is based on management estimates of the future useful lives of the property, plant and equipment and intangible assets. Estimates may change due to technological developments, competition, changes in market conditions and other factors and may result in changes in the estimated useful life and in the depreciation and amortization charges.

**iii. Provisions and Contingencies**

Provisions and contingencies are based on Management's best estimate of the liabilities based on the facts known at the balance sheet date.



**26.1 Transfer of Assets & Liabilities by a scheme of arrangement.**

Assets and Liabilities have been transferred and vested to Supriya Tea Ltd., Mas Manors Development Ltd. and Veer Impex Pvt. Ltd. with all rights, interest, charges, deed etc. on and from effective date i.e. 15th March, 2004 vide a Scheme of Arrangement duly approved by the Hon'ble Calcutta High Court dated 5.01.2004. Executions of certain formalities are pending in respect of transfer of names in the name of transferee companies.

**26.2 Gratuity Fund**

The Company has created a Gratuity Fund with Life Insurance Corporation of India. Against which an amount of Rs. 166.17 lacs lying as deposit as on 31.03.2021. Neither any contribution to Gratuity Fund has been made nor provision for the same made in the account.

**26.3 Related Party Disclosures**

Related party disclosure under IndAS - 24 issued by the Institute of Chartered Accountants of India, are as under:

- A. Key Management Personnel - 1. Mr. R. Chamaria - Managing Director  
-2. Mr. Chandra Sekhar Morolia - C.F.O.
- B. Associated Companies / Concerns - Supriya Tea Ltd. – Subsidiary Company  
C. Related Party Transactions : Mas Manors Development Limited- Significant Influence exists

Name	Relation	Nature of Payments	Transaction During the Year	Balance Outstanding as on 31.03.2021	Balance Outstanding as on 31.03.2020
Supriya Tea Ltd.	Subsidiary	Rent	4,50,000	5,87,894 (Cr.)	2,32,325 (Cr.)
Rajiv Chamaria	Mg. Director	Unsecured Loan Taken	18,29,809	2,51,16,671 (Cr.)	4,35,70,191 (Cr.)
Rajiv Chamaria	Mg. Director	Unsecured Loan Refunded	2,39,00,000	NIL	NIL
Rajiv Chamaria	Mg. Director	Salary	5,40,000	NIL	NIL
Chandra Sekhar Morolia	C.F.O.	Salary	5,80,000	NIL	NIL
Mas Manors Development Limited	Significant Influence Exist	Unsecured Loan Taken	60,000	1,88,21,054 (Cr.)	1,80,70,919 (Cr.)
Mas Manors Development Limited	Significant Influence Exist	Unsecured Loan Refunded	9,90,000	NIL	NIL



**26.4 Basic & Diluted EPS Under IndAS 33**

	2020-2021	2019-2020
Earnings available for Equity Shareholders:	2,19,07,868	(2,00,72,199)
Number of Equity Shares	2,00,000	2,00,000
Earnings per Share – Basic & Diluted	(109.54)	(100.36)

**26.5 Expenditure in foreign currency**

Current Year	Previous Year
NIL	2,45,710.00

**26.6 Other matters**

**26.6.1** The Company has received a demand notice amounting to Rs. 1,923,073/- on account of damage charges for delayed payment of Provident Fund dues. The Company preferred an appeal before Hon'ble High Court Calcutta and as per direction of Hon'ble Calcutta High Court, a sum of Rs. 6,22,040.72 has been deposited from time to time and the same has been shown as deposit in the Balance Sheet. The Court passed judgment against the Company and the Company has filed again petition for reconsideration of the case before Hon'ble Appellate Tribunal EPFC at New Delhi. An Order of dtd: 7th. September, 2009 in favour of the Company has been received from the Hon'ble Appellate Tribunal, New Delhi and the effects are yet to be given as refund from the department still awaited.

**26.6.2** Interest payable on loans taken from Government of West Bengal against labour houses upto the date of Balance Sheet amounting to Rs. 4,86,800/- (Previous year 4,86,800/-) have not been provided in the books due to the fact that a Stay has been granted by the Honorable Calcutta High Court. Interest liability, if any payable on this account shall be provided for and charged to the accounts on settlement of the matter.

**26.6.3** Balance confirmation from some of the Debtors, Creditors & parties are yet to be received & reconciled.

**26.6.4** Company does not have any Creditor who is coming under the purview of S.S.I.

**26.6.5** PF department has claimed a sum of Rs. 53,83,012 under section 7Q of the PF Act whereas the liability estimated by the company amounts only to Rs. 16,32,972.20 but the department has recovered a sum of Rs. 36,81,782 from one of the debtors of the company named Parcon (India) Ltd. Since the department has recovered excess amount from its debtor the company has filed an appeal before the Hon'ble High Court of Calcutta on 07/06/2018 vide petition no.- 7664(W) of 2018 claiming refund of the excess amount of Rs. 20,48,809.80 recovered by the department from Parcon (India) Ltd. The matter is still pending at Hon'ble Calcutta High Court for settlement.





**26.6.6** Freehold land was leased on 28.05.1995 for a period of 30 years i.e upto 27.05 2025 and salami of Rs. 54,05,550 on same is payable in 7 yearly installments from FY-2017-18 and third installment of Rs. 7,72,072 has been paid in the current financial year and the amount of salami paid has been capitalized in FY-2017-18 under the head Plant, Property & Equipment as Freehold land.

### 26.7 Contingent liability

Contingent Liabilities (Not provided for) :

SL. No.	DESCRIPTION	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
i)	Towards guarantee given by Bank.	<b>35,41,742</b>	<b>35,41,742</b>
ii)	PF department has claimed a sum of Rs. 53,83,012 under section 7Q of the PF Act whereas the liability estimated by the company amounts only to Rs. 16,32,972.20 but the department has recovered a sum of Rs. 36,81,782 from one of the debtors of the company named Parcon (India) Ltd. Since the department has recovered excess amount from its debtor the company has filed an appeal before the Hon'ble High Court of Calcutta on 07/06/2018 vide petition no.- 7664(W) of 2018 claiming refund of the excess amount of Rs. 20,48,809.80 recovered by the department from Parcon (India) Ltd. The matter is still pending at Hon'ble Calcutta High Court for settlement.	<b>53,83,012</b>	<b>53,83,012</b>
iii)	Towards Income Tax Demand for Asst. Year 2017-2018. Co. has filed Appeal in FORM – 35 vide Acknowledgement No. 293448951200120 dtd. 20/01/2020 before Ld. CIT(A) , Kolkata-2. Admitted Tax i.e. Rs. 1,03,780/- paid on dtd. 22.01.2020.	<b>5,18,882</b>	<b>5,18,882</b>



## 26.8 Quantitative details

Information pursuant to the provisions of Companies Act, 2013 :

a) Quantitative details of Manufacturing activity :

	<b>Product : TEA</b> <b><u>2020-2021</u></b>	<b><u>2019-2020</u></b>
i) i) Licensed Capacity	Not Applicable	Not Applicable
a) Installed Capacity	15,00,000 Kgs. (As Certified by the Management)	15,00,000 Kgs. (As Certified by the Management)
ii) Production - Tea		
a) Actual Production	11,48,295.00 Kgs.	9,96,559.00 Kgs.
b) Purchase Tea including Trading Purchase	32,406.60 Kgs.	18,935.10 Kgs.
c) Saleable Tea -less sample, Complementary etc. 22983.45 Kgs. (Prev. year 8479.80 kgs.) Wastage,	11,57,718.15 Kgs.	11,22,283.30 Kgs.
iii) Opening Stock	1,01,716.90 Kgs. (1,78,58,436/-)	1,15,269.00 Kgs. (1,99,30,770/-)
iv) Closing Stock	69,954.75 Kgs. (1,36,48,871/-)	1,01,716.9 Kgs. (1,78,58,436/-)
v) Sales ( Including Purchases of Made Tea )	11,89,480.30 Kgs. (26,83,63,404/-)	10,20,566.40 Kgs. (17,72,54,566/-)
vi) Raw Material : Consumed (Green Leaf)	53,71,086.00 Kgs .	43,67,708.00 Kgs
vii) Stores and Spare Parts Consumed wholly indigenous	56,62,888/-	73,07,469/-

**Note :** (i) The production of green leaf (Raw Material) from the Company's own garden  
Involve Integrated process, details regarding its value cannot be ascertained.

(ii) Green Leaf purchased from outside	-	11,83,278.00 Kgs. (3,66,01,172/-)	6,90,817.00 Kgs (1,32,67,783/-)
(III) Purchase of Stores during the year	-	69,51,621/-	74,10,732/-

**26.9** The Company did not have any contract to be executed on Capital Account.



TASATI TEA LTD.

Notes to Financial Statement

FY- 2020-2021

26.10 Figures for the Previous year (put within brackets) have been regrouped / rearranged wherever Found necessary for comparable with those of the current year.

As per our report of even date annexed

For D. Mitra & Co

Chartered Accountants

Firm Reg. No. 328904E

For D. Mitra & Co.

Proprietor

D.K.Mitra

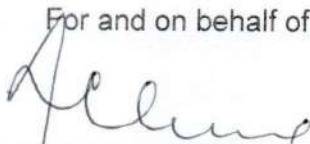
Proprietor

Membership No. 017334

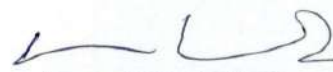
Kolkata,

Date : 1<sup>st</sup> Day of November, 2021

For and on behalf of Board of Directors



Rajiv Chamaria  
Mg. Director  
(DIN: 00665145)



Deepak Banisal  
Director  
(DIN: 00545322)



Vivek Bansal  
Director  
(DIN: 03462995)

