

SANGAMESHWAR COFFEE ESTATES LIMITED



64th
Annual Report
2020-21

Index to Annual Report 2020-21

Sl. No.	Particulars	Page Nos.
1	Corporate Information	2-3
2	Notice to share holders	4-8
3	Director's Report	9-20
4	MGT-9	21-28
5	Independent Audit Report	29-38
6	Balance Sheet	39
7	Statement of Profit & Loss A/c	40
8	Cash Flow Statement	41
9	Notes to Financial Statements	42-56

CORPORATE INFORMATION

Directors	Sri V.Sri Ram	Director
	Sri S.Appadurai	Managing Director
	Sri V.Sundar	Director
	Sri A.S.Shankare Gowda	Director
	Smt. Hamsini Appadurai	Director - Marketing
Bankers	Karnataka Bank Canara Bank	
Statutory Auditors	M/s. Ramesh Rao & Co. LLP Chartered Accountants, Bangalore.	
Internal Auditors:	M/s M.A. Narayan & Co, Chartered Accountants, Bangalore.	
Practicing Company Secretary	KDSH & Associates LLP, Company Secretaries, Bangalore	
Registered Office	Karadykan Estate Sangameshwarpet – 577 136, Chikmagalur District.	
Administrative Office	“Vaidyanatha Vijayam” 1/8, Artillery Road, Ulsoor, Bangalore – 560 008. Ph No: 080-25300969/ 41133729	
Registrar & Share Transfer Agent:	M/s Integrated Registry Management Services Pvt. Ltd No-30, Ramana Residencies, 4th cross, Sampige Road, Malleswaram, Bangalore-560003 Ph: 080-23460815 Email: alpha123information@gmail.com giri@integratedindia.in	

E-mail ID of the Company	corporate@sangameshwar.com finance@sangameshwar.com
Website	www.sangameshwar.com
Depositories:	Central Depository Services (India) Ltd (CDSL)
Deputy Nodal Officer (IEPF)	Rajeev. H.C. Chief Financial Officer
Date of Incorporation	16th February 1957
CIN No.	U01131KA1957PLC001935
PAN NO	AACCS5127M
GSTN	29AACCS5127M1ZZ
ISIN No	INE00RC01019
Trade Mark	

SANGAMESHWAR COFFEE ESTATES LIMITED

Registered Office: Karadykan Estate, Sangameshwarpet-577136

Administrative office: “VaidyanathaVijayam”, No. 1/8, Artillery Road, Ulsoor, Bangalore - 560008

CIN NO: U01131KA1957PLC001935

Website: www.sangameshwar.com

Email Id: corporate@sangameshwar.com & finance@sangameshwar.com

Ph. No.: 080 2530 0969. Mob No.: +91 96119 32828

NOTICE TO SHAREHOLDERS

Notice is hereby given that the **64th Annual General Meeting** of the members of the Company will be held through Video Conferencing (‘VC’) / Other Audio Visual Means (‘OAVM’) on **Wednesday, the 8th September 2021, at 11.30A.M** to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet as at **31st March 2021** and the statement of Profit and Loss for the year ended on that date together with the Report of the Board of Directors and the Auditors attached thereon.
2. To appoint a Director in place of **Sri. A.S. Shankare Gowda** who retires by rotation and being eligible offers himself for re-appointment.

Bangalore

30th July 2021

By Order of the Board

For Sangameshwar Coffee Estates Limited

S. Appadurai

Managing Director (DIN: 00046551)

Registered Office:

Karadykan Estate,

Sangameshwarpet – 577 136,

Chikmagalur District

NOTES:

1. In accordance with the Company's Articles of Association and provisions of the Companies Act, the Register of Members and Share Transfer Books of the Company will remain closed from **6th September 2021 to 8th September 2021** (both days inclusive).
2. The unclaimed dividends upto the Final Dividend for the year 2012-2013 have been transferred by the Company to the Investor Education and Protection Fund of the Central Government. Further, unclaimed dividends for the year 2012-13 have been transferred to Investors Education and Protection fund of the central government on 14th October 2020.
3. Pursuant to General Circular Nos. 14/2020, 17/2020 and 20/2020 dated April 8, 2020, April 13, 2020 and May 5, 2020, respectively, issued by the Ministry of Corporate Affairs (MCA), 64th AGM of the Company is being conducted through VC/OAVM facility, which does not require physical presence of members at a common venue. The deemed venue of the AGM shall be Administrative office of the Company. In compliance with the aforesaid Circulars issued by MCA, Notice of the AGM along with the Annual Report for the Financial Year 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company /Depositories.
4. Members holding shares in physical mode and whose email IDs are not registered, are requested to register their email ID with **giri@integratedindia.com or finance@sangameshwar.com/corporate@sangameshwar.com**, by sending a duly signed request letter mentioning their Name as registered with the RTA, Address, email ID, Mobile Number, self-attested copy of PAN, DPID/Client ID or Folio Number and number of shares held. Shareholders holding shares in dematerialized mode are requested to register/update their email address with the relevant Depository Participants.

Shareholders who have not registered their e-mail id but wish to obtain a copy of the notice may register their e-mail id using the link given below:

<https://www.integratedindia.in/emailupdatation.aspx>.

5. If any shareholder requires a hard copy of the Annual Report, kindly write a letter to the Company/RTA. Company/RTA shall dispatch the same to the shareholders.
6. Since the AGM is being held pursuant to the Circulars issued by the Ministry of Corporate Affairs through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly the facility to appoint a proxy by a Member will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act. However, the Body Corporates are entitled to appoint authorized representative to attend the AGM though VC/OAVM and participate there

at and cast their Vote through remote e-voting.

7. Members are requested to immediately notify the **Registrars and Share Transfer Agent or the Depository Participants** (in case of shares which have been dematerialised) of any change in their address.
8. Members desiring any additional information/clarification on the Financial Statements, or any other matter to be placed at the AGM are requested to send such requests at the earliest through email on finance@sangameshwar.com or corporate@sangameshwar.com on or before **28th August 2021**. The same will be replied by the Company suitably at the AGM. The members should mention their name, Demat account number/folio number, email id, mobile number while sending the email.
9. Since the AGM will be held through VC/OAVM Facility, the Route Map is not annexed to this Notice.
10. The shareholders may please note that the final dividend for the financial year ended 31st March 2014 and thereafter, which remain unpaid or unclaimed for a period of 7 years will be transferred to the Investor Education and Protection Fund of the Central Government. Shareholders who have not encashed the Dividend warrant (s) so far for the financial year ended 31st March 2014 or any subsequent financial year (s) are requested to make their claim to the Registered Office of the Company or Administrative office of the company. The shareholders can also write to our RTA for any clarification required.
11. The members holding shares in physical form are requested to consider for converting their holding to Dematerialised form. Members can contact company or company Registrar and Transfer Agent, Integrated Registry Management Services Private Limited for assistance in this regard.
12. To support Green initiative, Members who have not yet registered their email address are requested to register the same with Depository Participants in case the shares are held by them in Electronic form and with Integrated Registry Management Services Private Limited in case the shares are held in physical form.
13. As per the provisions of Section 72 of the Companies Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members, who have not yet registered their nomination are requested to register the same by submitting **Form SH 13**. The Members are requested to submit the said form to their DP in case the shares held in electronic form and to Integrated Registry Management Services Limited in case the shares are held in physical form.
14. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send the details of such folio together with the share certificate to Integrated Registry Management Services Private Limited, for consolidating their holding in one folio. A consolidated share certificate will be issued to such members after making requisite changes.

15. In case of Joint holders attending the AGM, the members whose name appears as the first holder in the order of names as per the Register of Members of the company will be entitled to vote.

Members are requested to note that, dividends if not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the company, are liable to be transferred to the Investors Education and Protection Fund (“IEPF”). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members/ Claimants are requested to claim their dividends from the company, within stipulated timeline. The members whose unclaimed dividends/ shares have been transferred to IEPF, may claim the same by making application to IEPF Authority, in form No **IEPF 5** available on www.iepf.gov.in.

16. At the 60th AGM held on 26th July 2017 the members approved appointment of Ramesh Rao & Co LLP, Chartered Accountants (Firm Reg No 003003S/S200027) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that AGM till the conclusion of the 65thAGM, subject to ratification of their appointment by members at every AGM, if so required under this Act. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7th 2018. Accordingly, no resolution is being proposed for ratification of Statutory Auditors at the 64thAGM.
17. Instructions to members for participating in the 64th Annual General Meeting through VC/OAVM shall be attached to this Notice for the convenience of the members.

**INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE EGM/AGM
THROUGH VC/OAVM ARE AS UNDER:**

- Shareholder will be provided with a facility to attend the EGM/AGM through VC/OAVM. Shareholders may access the same by clicking the link
<https://centraldepository.webex.com/centraldepository/onstage/g.php?MTID=e76ec07620fd88b91bea3f6293c91cdd6>
Event Number-1702158064
Event Password-1234
- Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
- Share holders are requested to download Cisco Webex VC App in case you are joining using your mobile phones. In case using Laptops/Desktops kindly run one time exe that pops up on clicking the link.
- Kindly enter your name and email ID to join the meeting.
- Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id).
- Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

Bangalore
30th July 2021

By Order of the Board
For Sangameshwar Coffee Estates Limited

S. Appadurai
Managing Director (DIN: 00046551)

REPORT OF THE DIRECTORS TO THE SHAREHOLDERS OF THE COMPANY

Your Directors pleased to present the 64th Annual Report together with the Audited financial statements of the Company for the year ended 31st March 2021.

Property

Name of the Estate	District	Coffee Bearings (Hecters)	Dry Land (Hecters)	Total (Hecters)
Karadykan Estate	Chikmagaluru	250.92	4.50	255.42
Gungegiri Estate	Chikmagaluru	199.18	17.28	216.46
Kondadkan Estate	Chikmagaluru	145.90	4.10	150.00
Attikan Estate	Chamrajanagar	138.21	37.31	175.52
Total		734.21	63.19	797.40

Financial Results

In INR

Particulars	31.03.2021	31.03.2020
Total Revenue	22,88,44,995	17,97,47,206
EBIDTA	3,25,39,033	38,44,772
Financial Cost	1,00,15,657	73,91,964
Depreciation & Amortisation	26,16,888	29,45,122
Profit or(loss) before tax	1,99,06,488	(64,92,314)
Tax	7,86,937	(9,95,076)
Profit/(Loss) after Tax	1,91,19,551	(54,97,238)
Earnings per share	15.15	(4.36)

In Tons

Production	2020-21	2019-20
Arabica	296	243
Robusta	160	126
Total	456	369

In Tons

Purchases	2020-21	2019-20
Arabica- Season 2020-21	266	-
Arabica- Season 2019-20	2	207
Robusta-Season 2019-20	19	19
Arabica- Season 2018-19	-	74
Total	287	300

Share Holders Fund	2020-21	2019-20
Equity Paid up Capital	1,26,21,840	1,26,21,840
Reserves & Surplus	6,56,41,743	4,65,22,192
Total	7,82,63,583	5,91,44,032

Comparative Statement of Production, Cost, Profits and Dividends 2011 – 2021

Year	Coffee Crop in tones	Yield per Hectare in Kgs	Estate expenditure per Hectare in Rs	Estate expenditure per 50 kgs in Rs	Gross Profit	Taxation	Net Earnings on ordinary capital in %	Dividend paid in %
2010-11	655	892	92047	5159	58822742	20428089	297	50
2011-12	690	940	112485	5985	23217486	6265036	125	60
2012-13	631	859	126346	7351	48293620	4958599	337	40
2013-14	586	798	139356	8730	37613659	8338756	223	50
2014-15	382	520	255172	24522	-32431710	-6340304	-	-
2015-16	557	758	179000	11798	-8947455	-7503363	-	-
2016-17	492	670	212247	15837	-21064381	-8232396	-	-
2017-18	508	692	138610	10014	103093	2485100	-	-
2018-19	398	542	242765	22386	-34539239	629613	-	-
2019-20	369	503	239811	23760	-6492314	995076	-	-
2020-21	456	621	267514	21530	19906488	786937	25	-

- Revenue from Operations:** Your Company total income during the year under review was **Rs 22.16 crore** as compared to Rs 16.82 crore in the previous year.
- Profit or loss:** The Profit before tax was Rs 199.06 lakhs against a loss of Rs 64.92 lakhs in the previous year. The Profit after tax adjustment stands at Rs 191.19 lakhs against loss of Rs 54.97 lakhs in the previous year.
- Dividend:** Your Directors have not recommended any dividend for the Financial year 2020-21.
- Share Capital:** The paid-up Equity Share capital of the company as on 31st March 2021 was Rs 1,26,21,840/-. The company has not issued any shares with differential voting rights, employee stock option and sweat equity shares. The Company has not issued any rights issue or bonus issue during the financial year 2020-21. The company has not bought back any of its securities during the year under review.
- Material Changes:** There has been no material changes and commitment, affecting the financial performance of the company which occurred between the end of the financial year to which the financial statements relate and the date of this Report.
- Company Performance:** During the financial year 2020-21, the Company harvested Arabica crop of 296 tonnes and Robusta crop of 160 tonnes. Further, the Company successfully sold the harvested crop and purchased crop of 809 tons of the season 2019-20 and realised a sum of Rs 22.16 crores. The Coffee crop for the season 2020-21 has been valued using Net realizable value.

The Overall turnover of the company has improved during financial year. The Company was able to export 372 tonnes of coffee against 238 tonnes in the previous year. The total turnover of exports has increased by 56% this year.

Company is witnessing good demand for its harvested crop. Our processing methods and the cup quality are highly appreciated in the Specialty market. The Company also procures coffee from well identified farmers whose processing and farming techniques are at par with Sangameshwar Coffee Estates Limited. This has created a space for procuring coffees directly from small farmers helping them improving farming methods and earning better prices. This strategy has been working better for the Company. The Company shall continue to operate in this vertical to improve its turnover and profitability in the coming years.

7. **Financial Performance:** The Company Director's pleased to inform you that the company has earned a profit of Rs 191 lakhs after tax adjustment. Company managed to increase the turnover from 16.19 crore to 22.16 Crore. The Company's operating margins has improved during the current year. The Company was able to fetch better prices for its coffee.
8. **Operational Performance:** The Company has harvested 456 tons of coffee during the year as against 369 tons in the previous year. The yield has increased by almost 23.50% which is incredibly positive indication for the Company's progress. The Company had poor crop in the last 2 years due to unseasonal rains and general weather patterns. However, Company has taken several measures to overcome these challenges. The Company shall try to maintain the consistency of the crop yield with 15% growth every year. Due to planned activities at the Estate the company has brought down the fixed overhead by 5% during the year. The New replanting area shall start yielding the crop from the coming season. The Company is also focusing on Minor crop income like pepper, areca and oranges and started planting additional plants to generate the incidental income in the long term. The Company is also trying to mechanize certain operations to reduce the labour cost. However, Coffee plantation is labour intensive industry and highly depending on Weather patterns and rain falls. The Company has ensured to mitigate the risk which are absolutely in the control of the Management.
9. **Rainfall:** Estates witnessed favorable rainfall in the Chikmagaluru region during the year 2020. However, unusual rains during February and March created panic among coffee growers. No adverse impact for the current year crop but the impact on the crop season 2021-22 to be assessed. **The comparative rainfall details are annexed for reference:**

Estate	Rainfall in 2020-21 (In Inches)	Rainfall in 2019-20 (In Inches)
Karadykan Estate	93.08	108.22
Gungegiri Estate	75.70	90.15
Kondadkan Estate	69.80	90.00
Attikan Estate	71.10	75.90

- 10 Capital Expenditure:** During the financial year 2020-21, 5.12 lakhs were incurred towards capital expenditure, the breakup of block wise is provided in the Fixed Asset Schedule.
- 11. Compliance with Secretarial Standards:** Your Directors confirm that Secretarial Standards issued by the Institute of Company Secretaries of India, have been complied with.
- 12. Transfer to Investor Education & Protection Fund:** As required under section 124 of the Act, the unclaimed dividend amount aggregating to Rs 2,45,200/- pertaining to the financial year ended 31st March 2013 lying with the company for a period of 7 years were transferred during the financial year 2020-21, to the Investor Education and Protection Fund established by Central Government.
- 13. Transfer of Shares to IEPF:** As required under section 124 of the Act, 168 equity shares, in respect of which dividend has not been claimed by the members for seven consecutive years or more, have been transferred by the company to Investor Education and Protection Fund (IEPF) during the financial year 2020-21. The total shares transferred to the above fund is 44,752 shares as on 31st March 2021
- 14. Holding, Subsidiaries, Joint Ventures or Associate Companies:** As on 31st March 2020, the Company does not have any Holding, Subsidiary or Joint Ventures. However, the Company have associate Company and the details is as follows:

Sl. No	Company Name	CIN	Section applicable
1	LINGAPUR ESTATES LIMITED	U01131KA1938PLC000223	Section 2(6)

The details of the Associate Company has been attached in the Form AOC-1 as Annexure-1.

- 15. Related Party Transaction:** All related party transaction that were entered during the Financial year under review were on Arm's Length basis and in the ordinary course of business and in compliance with the applicable provisions of the Act. None of the transaction, entered with related parties falls under the scope of Section 188(1) of the Act. Details of transaction which related parties as required under section 134(3)(h) of the Act read with rule 8(2) of the companies (Accounts) Rules, 2014 are provided in Form AOC-2 and forms part of this report as Annexure-2
- 16. Internal Control System and their Adequacy:** The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.
- 17. Statutory Auditors:** At the 60th AGM held on 26th July 2017 the members approved appointment of Ramesh Rao & Co LLP, Chartered Accountants (Firm Reg No 003003S/S200027) as Statutory Auditors of the Company to hold office for a period of five rears from the conclusion of that AGM till the conclusion

of the 65th AGM, subject to ratification of their appointment by members at every AGM, if so required under this Act. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7th 2018. Accordingly, no resolution is being proposed for ratification of statutory auditors at the 64TH AGM.

18. Reservation and Qualification on Auditor's Report: There is no qualification, reservation or adverse remark by the auditor. The observations of the Auditors in their report are self-explanatory and therefore, in the opinion of the Directors, do not call for further comments.

Further, Secretarial audit was not applicable for the financial year 2020-21.

19. Reporting of Fraud: There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of the Act and the rules made thereunder.

20. Cost Auditors: Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, Cost Audit is not applicable to the Company.

21. Risk Management: Considering all the risk that the organization faces such as Strategic, financial, liquidity, security, regulatory, legal, reputation etc, the Board of Directors has devised necessary action plan to mitigate the risk arising due to internal factor. The risk management process covers risk identification, assessment, analysis and mitigation.

22. Employees Welfare: The Company continues to focus on welfare and improving the quality of lives of its employees by providing hospital facility, Scholarship through various sponsored organization, childcare facility, water facility, housing and weather protection.

23. Policy on Prevention, Prohibition and Redressal of Sexual Harassment at work place: Company has zero tolerance for sexual harassment at work place and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace in line with the provisions of the Sexual Harassment of Women at Work place (Prevention, Prohibition and Redressal) Act, 2013 and the rules made thereunder. The Policy aims to provide protection to employees at work place and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where employees feel secure.

24. Particulars of Loans, Guarantees and Investment: The details of Loans and Investments and guarantees covered under the provisions of Section 186 of the Act are given in the Notes to the Financial Statements forming part of Annual Report.

25. Deposits: During the year under review, your Company has neither accepted nor renewed any deposits from the public within the meaning of Section 73 of the Act and the Companies (Acceptance of Deposits) Rules, 2014. However, the Company has obtained unsecured loan from directors of the Company:

Sl. No	Name	Designation	Amount (in Rupees)
1	Vaidyanathan Sriram	Director	90,00,000/-
2	Sriram Appadurai	Managing Director	38,00,000/-
3	Vaidyanathan Sundar	Director	30,00,000/-

26. Extract of Annual Return: Pursuant to Section 92(3) of the Act and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the extract of the Annual Return in the prescribed form i.e., Form MGT-9 is annexed herewith which forms part of this Report as Annexure-3. The Annual Return is available in the Company website www.sangameshwar.com.

27. Particulars of Conservation of Energy, Technology, Absorption and Foreign Exchange Earnings and Outgo:

A. **Conservation of Energy:** Company is constantly thriving to migrate towards Renewable source of energy through solar systems.

B. **Technology Absorption:** Soil fertility evaluation through annual soil nutrition analysis and leaf analysis, the result is used to optimize fertilizer recommendation and soil amendments.

Preparation of Standard operating procedure (SOP) based on Good Agriculture practice and good processing practice is being implemented at Estate operations.

C. **Foreign Exchange Earnings & Out go:**

Total Foreign Exchange Earnings in 2020-21	Total Foreign Exchange outflow 2020-21	Total Foreign Exchange Earnings in 2019-20	Total Foreign Exchange outflow 2019-20
1257 Lakhs	Nil	904 lakhs	9.5 lakhs

28. Significant Material orders passed by regulators or courts: There are no significant or material orders which were passed by the Regulators or Courts or Tribunals which impact the going concern status and the Company's Operations in future.

29. Green Initiative: In commitment to Green Initiative electronic copy of the notice of 64th Annual General Meeting of the company are sent to all members whose email address are registered with the company and RTA. For members who have not registered their email address, physical copies are sent through permitted mode on written request from the share holder.

30. Director's Responsibility Statement

As required under provisions of Section 134 (5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i. In the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii. The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the of the company at the end of the financial year and of the **Profit** of the Company for that period;
- iii. the Directors had taken proper and sufficient care for the 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 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;
- 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.

31. Directors Appointment, Reappointment and Resignation:

In accordance with the Articles of Association of the Company, Sri. A.S. Shankare Gowda retires by rotation and is eligible for re-appointment.

32. Details of Board Meetings

(a) Number of Board Meetings held during the year - **Four Meetings**

(b) Dates of the Board Meetings held during the year -

26th August 2020

28th October 2020

26th February 2021

31st March 2021

The names of the Directors, their attendance at Board Meetings during the year, attendance at the last AGM and the number of other Directorships and Board committee memberships held by them are set out in the following table:

Name of Directors	Board Meetings Attended During the year	Attendance at last AGM (7 th December 2020)	Number of other Directorships		Number of other Committee Memberships
			Of Indian Public Limited Companies	Of other Companies	
1.Non Executive Directors A.S.Shankare Gowda (DIN:00013646)	4/4	Present	--	1	--
V.Sri Ram (DIN:00061017)	4/4	Present	1	--	--
V.Sundar (DIN:00046465)	4/4	Present	1	--	--
C.Govindan (DIN:00056308)	0/2	Absent	--	--	--
2.Executive Directors Director Marketing Hamsini Appadurai (DIN:06897801)	4/4	Present	1	--	--
Managing Director: S.Appadurai (DIN:00046551)	4/4	Present	1	--	--

33. Details of Directors who were Appointed / Resigned:

Appointment: Nil

Resigned: Mr. Govindan resigned from the Board on 29th October 2020

34. Declaration by Independent Directors:

The Company was not required to appoint Independent Directors under Section 149(4) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and hence no declaration has been obtained.

35. Company's Policy on Directors' Appointment and Remuneration including criteria for determining qualifications, Positive Attributes, Independence of a Director and other matters Provided Under Sub-Section (3) of Section 178:

The Company, was not required to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

36. Vigil Mechanism: Your Company does not meet the criteria for vigil mechanism under 177(9) read with rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014. Accordingly, the disclosures prescribed thereunder are not applicable.

- 37. Investments:** The Company has not made any investments during the year under review.
- 38. Corporate Social Responsibility:** Though the Corporate Social Responsibility provisions are not applicable for the company, the company has engaged itself in various social activities through sponsored trusts. The company has arranged to provide free education to under privilege workers and also providing free Eggs to combat mal -nutrition among
- 39. Status of case pending in High Court Writ Petition No 13402/2017:** We had informed to the shareholders in the 60th Annual Report regarding the Stay granted against the SEBI Circular dated 10th October 2016 in Writ Petition No 13402/2017. The WP has not come up for the hearing till date and we shall intimate to the shareholders on any further developments.
- 40. Delisting of Company from NSE Dissemination Board:** As informed to the share holders in our previous Annual Report that the company had provided an Exit Option for the shareholders as per the SEBI Circular SEBI/HO/MRD/DSA/CIR/P/2016/110 Dated 10th October 2016. The window for tendering the shares were open till 26th November 2020. The Company has received 4625 shares under this scheme.
- The Company has been De-Listed from Dissemination Board of National Sock Exchange Limited with Effect from 24th December 2020.**
- 41. Appreciation:** Your Directors take this opportunity to thank the employees, customers, Vendors, investors, and banks for their valuable support to the company during the year.

**For and on behalf of the Board of Directors of
SANGAMESHWAR COFFEE ESTATES LIMITED**

**Bangalore
30th July 2021**

**S. Appaduari
Managing Director (DIN:00046551)**

DIRECTORS REPORT

Annexure-1 to Director's Report

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 or associate companies or Joint ventures

Part A Subsidiaries

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

NOT APPLICABLE

1. Sl.No
2. Name of the subsidiary
3. The date since when subsidiary was acquired
4. Reporting period for the subsidiary concerned, if different from the holding company's reporting period.
5. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.
6. Share capital
7. Reserves and surplus
8. Total assets
9. Total Liabilities
10. Investments
11. Turnover
12. Profit before taxation
13. Provision for taxation
14. Profit after taxation
15. Proposed Dividend
16. Extent of shareholding (in percentage)

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations
2. Names of subsidiaries which have been liquidated or sold during the year.

Part B Associates and Joint Ventures

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

Name of Associates or Joint Ventures	Lingapur Estates Limited (CIN:U01131KA1938PLC000223)
1. Latest audited Balance Sheet Date	31st March, 2021
2. Date on which the Associate or Joint Venture was associated or acquired	Company acquired additional shares in the FY 2019-20 and the total share holding in Associate stands at 23.34% as on 31st March 2021
3. Shares of Associate or Joint Ventures held by the company on the year end	3,58,000 Shares
No. Amount of Investment in Associates or Joint Venture	Rs. 99,08,249
Extent of Holding (in percentage)	23.34%
4. Description of how there is significant influence	Representation of the Board of the company.
5. Reason why the associate/Joint venture is not consolidated.	Not Applicable
6. Net worth attributable to shareholding as per latest audited Balance Sheet	Net Worth of Associate stands at Rs 6,44,82,759/-as on 31st March 2021
7. Profit or Loss for the year	
i. Considered in Consolidation	
ii. Not Considered in Consolidation	Profit of Rs 10,65,670/-

- Names of associates or joint ventures which are yet to commence operations. Nil
- Names of associates or joint ventures which have been liquidated or sold during the year. Nil

For Ramesh Rao & Co LLP
Chartered Accountants
FRN: 003003S/S200027

U.M. Sunil Rao
Partner
M.NO 207753
UDIN: 21207753AAAAD6043

Date: 30th July 2021
 Place: Bengaluru

Annexure – 2 to Director’s Report

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third Proviso thereto

1. Details of contracts or arrangements or transactions not at arm’s length basis

- (a) Name(s) of the related party and nature of relationship : **NIL**
- (b) Nature of contracts/arrangements/transactions : **NIL**
- (c) Duration of the contracts / arrangements/transactions : **NIL**
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any : **NIL**
- (e) Justification for entering into such contracts or arrangements or transactions : **NIL**
- (f) Date of approval by the Board : **NIL**
- (g) Amount paid as advances, if any: **NIL**
- (h) Date on which the special resolution was passed in General Meeting as required under first provision to section 188 : **NIL**

2. Details of material contracts or arrangement or transactions at arm’s length basis

- (a) Name(s) of the related party and nature of relationship
M/s. Lingapur Estates Limited -Associate Company
- (b) Nature of contracts/arrangements/transactions
Service contract pertaining to Coffee processing
- (c) Duration of the contracts / arrangements/transactions
Coffee Crop Season – 2020 -21 (January to December)
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
Curing Charges Rs.4,250/- per tonne – Lot size 3 Tonnes and above.
- (e) Date(s) of approval by the Board, if any: **26th February 2021**
- (f) Amount paid as advances, if any: **NIL**

**For and on behalf of the Board of Directors of
SANGAMESHWAR COFFEE ESTATES LIMITED**

**Bangalore
30th July 2021**

**S. Appadurai
Managing Director (DIN: 00046551)**

DIRECTORS REPORT (CONTINUED)

ANNEXURE III TO DIRECTORS REPORT

FORM NO. MGT - 9

EXTRACT OF ANNUAL RETURN

as on the financial year ended 31-03-2020

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014

I. REGISTRATION AND OTHER DETAILS

i) CIN :	U01131KA1957PLC001935
ii) Registration Date	16th February 1957
iii) Name of the Company	Sangameshwar Coffee Estates Limited
iv) Category/Sub-Category of the Company	Public Company / Limited by Shares
v) Address of the Registered Office and contact details	Karadykan Estate, Sangameshwarpet Pin 577 136, Chikmagalur Dist. Ph: 080-25300969/ 41133729
vi) Whether listed Company	Not Listed
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any	INTEGRATED REGISTRY MANAGEMENT SERVICES PRIVATE LIMITED Address: No 30 Ramana Residency, 4th Cross Sampige Road, Malleswaram, Bengaluru - 560 003 Contact Details: Mr. Giridhar-080-23460815 and Email ID giri@integratedindia.in

II PRINCIPAL BUSINESS ACTIVITIES OF THE Company

All the business activities contributing 10% or more of the total turnover of the Company

Sl. No.	Name and Description of main products/Services	NIC Code of the Products/ Services	% to total turnover of the Company
1	COFFEE	01272	93.00%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE Companies:

Sl. No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares	Applicable Section
1	LINGAPUR ESTATES LIMITED, POST BOX NO-14, BELUR ROAD, HASSAN-573201	U01131KA1938PLC000223	Associate	23.34%	188

IV SHAREHOLDING PATTERN

(Equity Share Capital Breakup as percentage of Total Equity)

Promoters & promoter Group

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	% Change during year
A. Promoters									
(1) Indian									
a) Individual/HUF	646002	1,41,184	7,87,186	62.37%	553645	76,740	6,30,385	49.94%	-12.42%
b) Central/State Government (s)	0	0	0	0	0	0	0	0	0
c) Bodies Corporate	0	0	0	0	0	0	0	0	0
d) Banks/FI Institutions	0	0	0	0	0	0	0	0	0
e) Any Other... *	0	21,918	21,918	1.74%	0	21,918	21,918	1.74%	0.00%
f) Sangameshwar Coffee Estates Limited-Exit Offer Operated by Integrated Registry Management Services Pvt. Ltd.	3900	-	3,900	0.31%	4625	-	4,625	0.37%	0.06%
Sub-total (A) (1):-	649902	163102	813004	64.41%	558270	98658	656928	52.05%	-12.36%
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
b) Other - Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corporate	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2)	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter & Promoter Group									
(A) = (A)(1)+(A)(2)	649902	1,63,102	8,13,004	64.41%	5,58,270	98,658	6,56,928	52.05%	-12.36%

Notes:

* Exit offer shares in Escrow account in the name Sangameshwar Coffee Estates Limited-Exit offer managed by Integrated Registry Management Services Pvt Ltd is disclosed separately.

** Due to Resignation of Mr. C. Govindan from the Board, his holding has been re-classified under Non-Promoter category

*** Mr. V. Murali, Bhavani Murali, M. Rajangam and M. Lalitha has written email to the company for Re-grouping their holding under Non Promoter category. Accordingly necessary changes are made in the MGT-9

SANGAMESHWAR COFFEE ESTATES LIMITED

B. Public Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	% Change during year
1) Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	0
2. Non-Institutions									
a) Bodies Corporate									
i) Indian #	0	111205	111205	8.81%	105168	6037	111205	8.81%	0.00%
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakh	23730	178839	202569	16.05%	78990	175402	254392	20.15%	4.11%
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	76542	0	76542	6.06%	130503	63804	194307	15.39%	9.33%
c) Others (specify)									
Director's & their Relatives	13680	0	13680	1.08%	0	0	0	0.00%	-1.08%
Non Resident Indians	600	0	600	0.05%	600	0	600	0.05%	0.00%
IEPF A/c	44584	0	44584	3.53%	44752	0	44752	3.55%	0.01%
Sub-total (B)(2)	159136	290044	449180	35.59%	360013	245243	605256	47.95%	12.37%
Total Public Shareholding (B)=(B)(1)+ (B)(2)	159136	290044	449180	35.59%	360013	245243	605256	47.95%	12.37%
C. Shares held by Custodian									
for GRDs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	809038	453146	1262184	100%	918283	343901	1262184	100%	0%

Non Institution: Body corporate includes 105168 shares of Lingapur Estates Limited

Director relative category which included Mr. C. Govindan relatives has been classified under public category.

(ii) Shareholding of Promoters

Sl. No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total shares of the company	% of shares pledged/ encumbered to total shares	No. of Shares	% of total shares of the company	% of shares pledged/ encumbered to total shares	% change shareholding during the year
1	V.Sri Ram	208713	16.53	0	208713	16.53	0	0.00
2	V.Murali	37651	2.98	0	0	0.00	0	-2.98
3	Kanthimathi Nataraj	5588	0.44	0	5588	0.44	0	-0.00
4	V.Sundar	18214	1.44	0	18214	1.44	0	-0.00
5	Bhavani Murali	19953	1.58	0	0	0.00	0	-1.58
6	Uma Sundar	35099	2.78	0	35099	2.78	0	0.00
7	S.Appadurai	220897	17.50	0	220897	17.5	0	-0.00
8	V.Nataraj	31995	2.53	0	31995	2.53	0	-0.00
9	Hamsini Appadurai	63122	5.00	0	63122	5.00	0	-0.00
10	Shriya.A	10000	0.79	0	10000	0.79	0	-0.00
11	Bhavani Krishnamoorthy	17657	1.40	0	17657	1.40	0	0.00
12	Subha Gnanamani	2600	0.21	0	2600	0.21	0	0.00
13	M.Rajangam	8600	0.68	0	0	0.00	0	-0.68
14	M.Lalitha	5900	0.47	0	0	0.00	0	-0.47
15	Lakshmi Sarath	6500	0.51	0	6500	0.51	0	-0.00
16	N.Lakshman	5000	0.40	0	5000	0.40	0	0.00
17	S.Prabha	5000	0.40	0	5000	0.40	0	0.00
18	C. Govindan	84697	6.71	0	0	0.00	0	-6.71
19	V.Sundar, Trustee, Sangameshwar Coffee Estates Charitable Trust	0	0.00	0	0	0.00	0	0.00
20	S.Appadurai, Trustee, Sangameshwar Coffee Estates Charitable Trust	21918	1.74	0	21918	1.74	0	0.00
21	Uma Sundar, Partner, Sarva Bhauma	0	0.00	0	0	0.00	0	0.00
22	Sangameshar Coffee Estates Limited-Exit Offer	3900	0.31	0	4625	0.37	0	0.06
	Total	813004	64.41		656928	52.05		-12.36

(iii) Change in Promoters Shareholding

Sl. No.	At the beginning of the year	Shareholding at the beginning of the year		Cumulative Shareholding during the year.	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	S.Appadurai				
	At the beginning of the year	220897	17.50%	220897	17.50%
	Purchase(s) during the Year	0	0.00%	0	0.00%
	Sale(s) during Year	0	0.00%	0	0.00%
	At the end of the year	220897	17.50%	220897	17.50%
2	Hamsini Appadurai				
	At the beginning of the year	63122	5.00%	63122	5.00%
	Purchase(s) during the Year	0	0.00%	0	0.00%
	Sale(s) during Year	0	0.00%	0	0.00%
	At the end of the year	63122	5.00%	63122	5.00%

Note:

- Mr. V. Murali, Bhavani Murali, M. Rajangam and M. Lalitha have written to the company to re-classify their holding under public category. Accordingly, their holding is classified under public category and removed from Promoter Category.
- Mr. C. Govindan has resigned from the position of the Director of the Company. Therefore, his holding is re-classified under Public Category.

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		For Each of the Top 16 Shareholders			
		No.of Shares	% of total shares of the company	No.of Shares	% of total shares of the company
1	C. Govindan	0	0.00	84697	6.71
2	V. Murali	0	0.00	37651	2.98
3	Pinakin C Shah	28147	2.23	28147	2.23
4	P.P.Zibi Jose	25193	2.00	25193	2.00
5	Mahendra Girdharilal	23002	1.82	23910	1.89
6	Bhavani Murali	0	0.00	18453	1.46
7	M. Rajangam	0	0.00	10100	0.80
8	Vasantha Govindan	5000	0.40	8500	0.67
9	Veerendra Vishwanath	5904	0.47	5904	0.47
10	M. Lalitha	0	0.00	5900	0.47
11	G.Kavitha	5307	0.42	5307	0.42
12	D.G.Jayaram	5184	0.41	5184	0.41
13	C.Chinnakaruppan	5000	0.40	5000	0.4
14	M.S.Nagesh	4824	0.38	4824	0.38
15	Geetha Shanker	4584	0.36	4584	0.36
16	W.M.L.Saldanha	4500	0.36	4500	0.36
	Total	116645		277854	

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No	For Each Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No.of Shares	% of total shares of the company	No.of Shares	% of total shares of the company
1	S.Appadurai	220897	17.50%	220897	17.50%
2	V.Sundar	18214	1.44%	18214	1.44%
3	V.Sri Ram	208713	16.53%	208713	16.53%
4	Hamsini Appadurai	63122	5.00%	63122	5.00%
5	C.Govindan	84697	6.71%	0	0.00%
6	A.S.Shankare Gowda	0	0.00%	0	0.00%
	Total	595643	47.16%	510946	40.47%

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount *	12,11,32,995	1,90,00,000	-	14,01,32,995
ii) Interest due but not paid	-	-	-	---
iii) Interest accrued but not due	24,56,106			24,56,106
Total (i+ii+iii)	12,35,89,101	1,90,00,000	-	14,25,89,101
Change in Indebtedness during the financial year				
• Addition	3,00,00,000	23,00,000	-	3,23,00,000
• Reduction	3,04,54,803	55,00,000	-	3,59,54,803
Net Change *	-4,54,803	-32,00,000	-	-36,54,803
Indebtedness at the end of the financial year				
i) Principal Amount *	12,06,78,192	1,58,00,000	-	13,64,78,192
ii) Interest due but not paid but not due	0			
iii) Interest accrued but not due	31,09,956	0	0	31,09,956
Total (i+ii+iii)	12,37,88,148	1,58,00,000	---	13,95,88,148

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount in Rs
		S.Appadurai	Hamsini Appadurai	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	29,40,000	12,00,000	41,40,000
	(b) Value of perquisites u/s 17(2) of Income-tax Act, 1961	2,05,143	1,14,222	3,19,365
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			-
2	Stock Option			-
3	Sweat Equity			
4	Commission as % of profit others,			-
5	Others, please specify -Provident Fund & Super Annuation fund	4,22,400	1,65,000	5,87,400
6	Other Reimbursement & Perquisites			-
7	Total Managerial Remuneration	35,67,543	14,79,222	50,46,765
	Overall Ceiling as per the Act, as per schedule 5 of Sec. 198			84,00,000

B. Remuneration to Directors (Other Non Executive Directors)

Sl. No	Particulars of Remuneration	Name of Directors	Total Amount in Rs			
		A.S.Shankare Gowda	V.Sri Ram	V.Sundar	C.Govindan	Total
1	Fee for attending board / committee meetings	7,500	7,500	7,500	0	22,500
2	Commission	--	--	--	--	--
3	Others, please specify	--	--	--	--	--
	Total	7,500	7,500	7,500	0	22,500

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No	Particulars of Remuneration	Key Managerial Personal			
		CEO	Company Secretary	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s.17(2) Income-tax Act, 1961				
	(c) Profits in lieu of 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
5.	Others, please SPECIFY				
	Total				
	Ceiling as per the Act				

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act				
	A. Company				
Penalty		Nil	Nil	Nil	Nil
Punishment		Nil	Nil	Nil	Nil
Compounding		Nil	Nil	Nil	Nil
	B. DIRECTORS				
Penalty		Nil	Nil	Nil	Nil
Punishment		Nil	Nil	Nil	Nil
Compounding		Nil	Nil	Nil	Nil
	C. OTHER OFFICERS IN DEFAULT				
Penalty		Nil	Nil	Nil	Nil
Punishment		Nil	Nil	Nil	Nil
Compounding		Nil	Nil	Nil	Nil

INDEPENDENT AUDITORS' REPORT

To

THE MEMBERS OF SANGAMESHWAR COFFEE ESTATES LIMITED

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of **Sangameshwar Coffee Estates Limited** (“the Company”), which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and the Statement of cash flows for the year then ended, and notes to the 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 financial statements give the information required by the **Companies Act, 2013** (‘Act’) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor’s responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

Key audit matters

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

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

Information other than the financial statements and auditors' report thereon

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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 are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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 on the standalone financial statements that, individually or on aggregate, make 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 audit work and evaluating the result 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

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on 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 B". 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 Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
- a. The Company does not have any pending litigations which would impact its financial position;
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Ramesh Rao & Co LLP
Chartered Accountants
FRN. 003003S/S200027

U M Sunil Rao
Partner

Place: Bengaluru
Date: 30th July 2021

Membership No. 207753
UDIN: 21207753AAAADD6463

Annexure “A” to the Independent Auditor’s Report

(Referred to in paragraph 1 under ‘Report on other legal and regulatory requirements’ section of our report to the members of **SANGAMESHWAR COFFEE ESTATES LIMITED** of even date)

1. In respect of the Company’s fixed assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

2. The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.

3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.

4. In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.

5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.

6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.

7. In respect of statutory dues:
- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, Goods and service tax, duty of customs, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.
- 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 customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 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 and the records of the company examined by us, there are no dues of income-tax, goods and service tax, duty of customs, which have not been deposited on account of any dispute.
8. In our opinion and according to the information and explanations given to us, the company has no outstanding dues to any financial institutions or banks or any government or any debenture holders during the year. Accordingly, paragraph 3 (viii) of the order is not applicable.
9. The term loans taken during the year have been applied for the purposes for which those are raised. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments).
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
11. The company is a limited company and hence provision of section 197 read with schedule V of the Companies Act are not applicable. Accordingly, paragraph 3(xi) of the order is not applicable.
12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
13. 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 section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. 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 placement of shares or fully or

partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.

15. 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 them. Accordingly, paragraph 3(xv) of the order is not applicable.
16. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Ramesh Rao & Co LLP
Chartered Accountants
FRN. 003003S/S200027

U M Sunil Rao
Partner

Membership No. 207753

UDIN:21207753AAAADD6463

Place: Bengaluru
Date: 30th July 2021

Annexure “B” to the Independent Auditor’s Report

(Referred to in paragraph 2 (f) under ‘Report on other legal and regulatory requirements’ section of our report to the Members of **SANGAMESHWAR COFFEE ESTATES 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 SANGAMESHWAR COFFEE ESTATES Limited (“the Company”) as at 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, 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 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 were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement in 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 control 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) 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 (iii) 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 of 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 and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control 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.

For Ramesh Rao & Co LLP
Chartered Accountants
FRN. 003003S/S200027

U M Sunil Rao
Partner

Membership No. 207753

UDIN:21207753AAAADD6463

Place: Bengaluru
Date: 30th July 2021

SANGAMESHWAR COFFEE ESTATES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2021

PARTICULARS	NOTES	FIGURES AS	FIGURES AS
		ON 31.03.2021	ON 31.03.2020
		Rs.	Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	1,26,21,840	1,26,21,840
(b) Reserves and Surplus	3	6,56,41,743	4,65,22,192
2) Non Current Liability			
(a) Term Loan	4	13,01,885	25,51,885
(3) Current Liabilities			
(a) Short-Term Borrowings	5	13,51,76,307	13,75,81,110
(b) Trade Payables	6	2,17,94,804	1,87,79,890
(c) Other Current Liabilities	7	3,14,145	5,59,345
(d) Short-Term Provisions	8	97,17,137	60,68,204
Total		24,65,67,861	22,46,84,466
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment			
Tangible Assets	9	3,98,69,326	4,17,29,530
(b) Non-current investments	10	3,58,42,839	3,64,34,216
(c) Deferred tax assets (net)	11	75,67,938	73,71,984
(d) Long term loans and advances	12	33,01,132	26,08,708
(2) Current Assets			
(a) Inventories	13	13,91,77,119	13,31,17,613
(b) Trade receivables	14	1,92,40,413	13,67,040
(c) Cash and cash equivalents	15	12,60,351	17,59,655
(d) Short-term loans and advances	16	3,08,742	2,95,720
Total		24,65,67,861	22,46,84,466

Notes referred to above form an integral part of this Balance Sheet

Significant Accounting Policies 1

As per our Report of even date.

For Ramesh Rao & Co LLP

Chartered Accountants

FRN: 003003S/S200027

**For and on behalf of the Board of Directors of
SANGAMESHWAR COFFEE ESTATES LIMITED**

(U.M.SUNIL RAO)
Partner M.No : 207753

V. SRIRAM
DIRECTOR

S. APPADURAI
MANAGING DIRECTOR

A.S. SHANKARE GOWDA
DIRECTOR

Place: Bangalore

Date: 30th July 2021

SANGAMESHWAR COFFEE ESTATES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

PARTICULARS	NOTES	FIGURES AS	FIGURES AS
		ON 31.03.2021	ON 31.03.2020
		Rs.	Rs.
INCOME			
I Revenue from operations	17	22,16,16,559	16,82,20,665
II Other Income	18	72,28,436	1,15,26,541
		<u>22,88,44,995</u>	<u>17,97,47,206</u>
III Expenses:			
Purchase of Stock in Trade	19	7,29,41,434	7,01,56,956
Cost of materials consumed	20	1,47,59,699	1,37,78,756
Change in Inventories of Finished goods/ Stock	21	(60,59,508)	(2,10,87,892)
Employee Benefit Expenses	22	7,03,70,655	6,66,23,411
Financial Cost	23	1,00,15,657	73,91,964
Other Administrative Expenses	24	4,43,42,696	4,66,00,356
Depreciation & Amortisation	9	26,16,888	29,45,122
		<u>20,89,87,521</u>	<u>18,64,08,673</u>
IV Net (Loss)(I+II-III)		1,98,57,474	(66,61,467)
V Less: Share of profit / (loss) in Partnership firm		49,014	1,69,152
VI Profit/(Loss) before exceptional and extraordinary items and tax (IV+V)		1,99,06,488	(64,92,315)
VII Exceptional Items		-	-
VIII Profit/(Loss) before extraordinary items and tax (VI-VII)		1,99,06,488	(64,92,315)
IX Extraordinary Items		-	-
X Profit/ (Loss) before tax (VIII-IX)		1,99,06,488	(64,92,315)
XI Tax expenses:			
(1) Current tax		9,82,890	-
(2) Deferred tax		(1,95,953)	(9,95,076)
(3) Short/Excess provision of tax earlier years		-	-
		<u>7,86,937</u>	<u>(9,95,076)</u>
XII Profit/ (Loss) for the period from continuing operations after taxation (X-XI)		1,91,19,551	(54,97,239)
XIII Profit/(Loss) for the year		<u>1,91,19,551</u>	<u>(54,97,239)</u>
Earning per equity share:			
(1) Basic		15.15	(4.36)
(2) Diluted		15.15	(4.36)

As per our Report of even date.
For Ramesh Rao & Co LLP
Chartered Accountants
FRN:003003S/S200027

For and on behalf of the Board of Directors of
SANGAMESHWAR COFFEE ESTATES LIMITED

(U.M.SUNIL RAO)
Partner M.No : 207753

V. SRIRAM
DIRECTOR

S. APPADURAI
MANAGING DIRECTOR

A.S. SHANKARE GOWDA
DIRECTOR

Place: Bangalore
Date: 30th July 2021

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

Particulars	As on 31 March 2021		As on 31st March 2020	
	Amount in Rs.		Amount in Rs.	
CASH FLOW FROM OPERATING ACTIVITIES :				
Net profit before Tax and Extra ordinary items	199.06		(64.92)	
Adjustment for :				
Depreciation	26.17		29.45	
Interest Paid	100.16		73.91	
Non Cash Expenses	0.08			
Non Cash Income	(2.25)			
Dividend Income	(0.58)		(5.92)	
Investment Income	0.00		(1.24)	
Other Income	(0.49)		(1.69)	
Interest Income	(7.72)		(1.10)	
Adjustment on account of Gratuity	0.00		0.13	
Profit on Sale of Fixed Asset	0.00		0.00	
Operating Profit before Working Capital Changes		314.44		28.62
Adjustments for :				
Increase / (Decrease) Trade and other receivables	(178.73)		(13.67)	
Increase / (Decrease) Inventories	(60.59)		(210.87)	
(Increase) / Decrease in Long term loans & advances	(6.92)		21.76	
(Increase) / Decrease in short-term loans & advances	(0.13)		5.15	
Increase / (Decrease) Trade and other payables	30.14		13.62	
Increase / (Decrease) Short-term Provisions	36.48		(19.21)	
Increase / (Decrease) Other Current Liabilities	(2.45)		(3.15)	
		(182.20)		(206.37)
Net Cash generated from operations-A		132.24		(177.75)
CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Property, Plant and Equipment	(7.56)		(18.30)	
Sale of Investment	6.40		2.18	
Dividend Income	0.58		5.92	
Interest Income	0.00		1.10	
Investment in shares	0.00		(37.10)	
Investment income	0.00		1.24	
Net Cash from Investing Activities-B		(0.58)		(44.96)
CASH FLOW FROM FINANCING ACTIVITIES :				
Proceeds (Repayment) of long - term borrowings	(12.50)		(12.50)	
Proceeds (Repayment) of Short - term borrowings	(24.04)		309.29	
Interest Paid	(100.15)		(73.91)	
Net Cash from Financing Activities-C		(136.69)		222.88
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		(5.03)		0.17
CASH AND CASH EQUIVALENTS AS AT 01/04/2020 (Opening Balance)		17.59		17.42
CASH AND CASH EQUIVALENTS AS AT 31/03/2021 (Closing Balance)		12.56		17.59

As per our Report of even date.
For Ramesh Rao & Co LLP
Chartered Accountants
FRN:003003S/S200027

For and on behalf of the Board of Directors of
SANGAMESHWAR COFFEE ESTATES LIMITED

(U.M.SUNIL RAO)
Partner M.No : 207753

V. SRIRAM
DIRECTOR

S. APPADURAI
MANAGING DIRECTOR

A.S. SHANKARE GOWDA
DIRECTOR

Place: Bangalore
Date: 30th July 2021

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

NOTES to the Financial Statements for the year ended 31st March 2021

1. Significant Accounting Policies

(a) Basis of preparation of financial statements:

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ('Indian GAAP') and comply with the Accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 which continue to apply under Section 133 of the Companies Act, 2013, ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Companies Act, 1956, to the extent applicable.

(b) Use of Estimates:

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of income and expenses during the period.

(c) Inventories: (As Certified by the Management)

- a. Coffee crop in stock have been valued at lower of cost or net realizable value.
- b. Minor Produce is valued at net realizable value. However, there are no closing stock as on 31.03.2021
- c. Stores and spare part are valued at cost.

(d) Provisions and contingencies:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

(e) Impairment:

Impairment of Assets: - In accordance with (AS-28) – Impairment of Assets, the carrying amounts of the Company's assets including intangible assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indications exist, the assets recoverable amount is estimated, as the higher of the net selling price and the value in use. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is assessed at the recoverable amount subject to a maximum of depreciable historical cost.

(f) Revenue recognition:

- a) All income and expenses are accounted on accrual basis.
- b) Subsidies are accounted on receipt basis. However, there are no subsidy receipts during the year.

(g) Tangible fixed assets:

Tangible fixed assets are carried at the cost of acquisition or construction, less accumulated depreciation.

The cost of fixed assets includes taxes (other than those subsequently recoverable from tax authorities), duties, freight and other directly attributable costs related to the acquisition including development expenditure incurred on new clearing of the respective assets. Profit or Loss on disposal of tangible assets is recognized in the Statement of Profit and Loss.

(h) Employee Benefits:

(a) Defined contribution:

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are charged to statement of profit and loss of the year when contributions to provident fund is due. There are no other obligations other than contributions payable to the respective authority.

(b) Defined benefit Plan:

The Company has taken a group gratuity policy under the scheme which meets the liability payable on account of gratuity with LIC.

(i) Taxes on Income:

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods

(j) Investments:

Current Investments are carried at lower of cost or fair value. Non-current investments are stated at cost inclusive of brokerage and stamp duty. Provision for diminution in the value of non-current Investments is made only if such a decline is other than temporary.

(k) Depreciation:

Depreciation on Fixed Assets is provided on the useful lives of assets as prescribed in schedule II to the Companies Act 2013. There is a revision in the useful life of asset of fixed assets based on the internal technical valuation.

(l) Cash flow statement: - Cash flows are reported using the indirect method as specified under Accounting Standard - 3, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

(m) Earnings Per Share :

The Basic and Diluted Earnings Per Share (“EPS”) is computed by dividing the net profit/loss after tax for the year by weighted average number of equity shares outstanding during the year.

Particulars	2020-21	2019-20
Profit/ loss after Tax	191.19	Rs. (54.97)
Number of Equity shares outstanding	12,62,184	12,62,184
Basic & diluted earnings per share	15.15	(4.36)
Nominal Value of shares	10	10

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021	FIGURES AS ON 31.03.2020
	Rs.	Rs.
2. Notes 2: Share Capital		
1 AUTHORIZED CAPITAL		
15,00,000 (15,00,000) Equity Shares of Rs. 10/- each	1,50,00,000	1,50,00,000
Total	1,50,00,000	1,50,00,000
2 ISSUED , SUBSCRIBED & PAID UP CAPITAL		
12,62,184 (12,62,184) Equity Shares of Rs. 10/- each fully paid up	1,26,21,840	1,26,21,840
Total	1,26,21,840	1,26,21,840

A: Reconciliation of the number of shares outstanding at the beginning and at the end of the year

Equity Shares	No. of shares	Rs.	Rs.
At the beginning of the year	12,62,184	1,26,21,840	1,26,21,840
Add: Issued during the year	NIL	NIL	NIL
Outstanding at the end of the year	12,62,184	1,26,21,840	1,26,21,840

B : Details of shares held by each shareholder holding more than 5% shares:

Name of the shareholders	No. of shares	Percentage of holding
1. Mr. S. Appadurai	2,20,897	17.50%
2. Mr. V Sri Ram	2,08,713	16.53%
3. Lingapur Estates Limited	1,05,168	8.33%
4. Mr. C. Govindan	84,697	6.71%
5. Mrs. Hamsini Appadurai	63,122	5.00%

C : Terms/rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the share holder.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021		FIGURES AS ON 31.03.2020	
	Rs.	Rs.	Rs.	Rs.
Notes : 3 Reserve & Surplus				
1 Capital Reserve :				
Opening balance	2,71,489		2,71,489	
Labour Housing Subsidy	48,000		48,000	
Central Investment Subsidy	3,26,500	6,45,989	3,26,500	6,45,989
2 General Reserve				
Opening balance	5,70,57,942		5,70,57,942	
Add: Gratuity Fund Balance	-		-	
Add: Adjusted Income Tax	-		-	
	5,70,57,942		5,70,57,942	
Specific Reserve				
Opening Balance	-		-	
Less: Transferred to Fund A/c	-		-	
		5,70,57,942		5,70,57,942
3 Profit & Loss Account				
Balance brought forward from previous year	(1,11,81,739)		(56,84,501)	
Add: Profit/(Loss) for the year	1,91,19,551		(54,97,238)	
		79,37,812		(1,11,81,739)
Total		6,56,41,743		4,65,22,192
Notes: 4 Non- Current Liability				
1 Term Loan		13,01,885		25,51,885
Total		13,01,885		25,51,885
Notes : 5 Short Term Borrowings				
Loan Repayable on Demand				
1 From Bank		11,93,76,307		11,85,81,110
2 From Directors		1,58,00,000		1,90,00,000
Total		13,51,76,307		13,75,81,110

Working capital facilities from Bank are secured by hypothecation of coffee crop and title deeds of Coffee Estates. The working capital are repayable on demand.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021	FIGURES AS ON 31.03.2020
Notes : 6 Trade Payables	Rs.	Rs.
1 Trade payables-Total Outstanding Due other than Micro & Small Enterprises	1,31,87,436	1,52,97,054
2 Amount Due to Micro & Small Enterprises	-	-
3 Trade payable to Related Party	86,07,368	34,82,836
Total	2,17,94,804	1,87,79,890
Note: The information regarding Micro & Small Enterprises has been determined to the extent of such parties have been identified on the basis of information available with the company.		
Notes : 7 Other Current Liabilities		
1 Unclaimed Dividends	3,14,145	5,59,345
Total	3,14,145	5,59,345
Notes : 8 Short Term Provisions		
A Other Provisions		
Payable towards Provident fund, Profession Tax and ESIC	9,61,769	8,12,572
Salaries & Wages payable	21,24,442	3,99,775
Interest Payable	33,44,356	24,60,383
Provision for Audit Fees	1,93,375	1,57,950
Outstanding Liability Estate	42,435	2,93,344
Unpaid leave with wages & Interest	24,900	24,900
Gratuity Payable	-	-
Provision for Bonus	17,73,616	17,02,728
Sub-total (A)	84,64,893	58,51,652
B Statutory provisions		
Tax Deducted @ Source	2,65,635	2,16,552
Income Tax Payable	9,82,890	-
GST Payable	3,719	-
Sub-total (B)	12,52,244	2,16,552
Total (A+B)	97,17,137	60,68,204

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

Notes : 9 Property, Plant and Equipment

I. At Estate / Head office

Sr. No	Particulars	Rate	Gross Block Rs.			Depreciation Rs.			Net Block Rs.		
			As at 01-04-2020	Additions during the year	Deduction during the year	As at 31-03-2021	As at 01-04-2020	Additions during the year	Deductions during the year	As at 31-03-2021	WDV as on 31.03.2021
	Tangible Assets										
1	Freehold Land and Development		70,81,336	-	-	70,81,336	-	-	-	70,81,336	70,81,336
2	Buildings	3.17%	2,87,84,432	1,21,53,135	8,58,488	2,87,84,440	1,21,53,135	8,58,488	1,30,11,623	1,57,72,835	1,66,31,315
3	Plant and Machinery	11.88%	1,62,27,751	4,72,261		1,67,00,012	1,45,75,065	2,67,759	1,48,42,824	18,57,188	16,52,686
4	Water Supply Installation	3.17%	1,69,14,471			1,69,14,471	51,48,246	4,65,482	56,13,728	1,13,00,743	1,17,66,225
5	Furniture and Fittings	9.50%	14,23,846			14,23,846	11,81,683	43,316	12,24,999	1,98,847	2,42,163
6	Vehicles	11.88%	1,34,38,772			1,34,38,772	93,89,603	8,96,432	1,02,86,035	31,52,737	40,49,169
7	Computers	31.67%	8,40,092	40,000		8,80,092	8,21,209	12,261	8,33,470	46,622	18,883
8	Software	20.00%	5,45,020			5,45,020	2,57,253	73,150	3,30,403	2,14,617	2,87,767
	Total		8,52,55,720	5,12,261	-	8,57,67,989	4,35,26,196	26,16,888	4,61,43,084	3,96,24,923	4,17,29,542
9	Capital Work-in Progress		-	2,44,433		2,44,433	-	-	-	2,44,433	-
	Total (Current Year)		8,52,55,720	7,56,694	-	8,60,12,422	4,35,26,196	26,16,888	4,61,43,084	3,98,69,326	4,17,29,542
	(Previous Year)		8,34,25,138	33,52,274	15,21,700	8,52,55,712	4,05,81,074	29,45,122	4,35,26,196	4,17,29,538	4,28,44,064

Notes : 10 Forming Integral Part of the Balance Sheet as at 31st March, 2021

INVESTMENTS

	At Cost as on 1.4.2020		Additions during the year		Deductions during the year		At Cost as on 31.3.2021	
	Face Value	No. of Shares	Cost Rs.	No. of Shares	Cost Rs.	No. of Shares	Cost Rs.	
A) Non-Current Investment								
1. NON-TRADE								
(I) Quoted Investments								
(a) Investment in Mutual Fund								
HDFC Corporate Debt Opportunities Fund	23,179		2,60,719	-	-	23,179	2,60,719	
Reliance Regular Savings Fund Balanced Dividend plan	11,993		2,05,525	-	-	11,993	2,05,525	
			4,66,244				4,66,244	
(b) Investment in Bonds								
NTPC Limited	1,341		16,763	-	-	1,341	16,763	
			16,763				16,763	
(c) Investment in Equity shares								
Karnataka Bank Limited	10	24,893	11,89,735	-	-	24,893	11,89,735	
Tata Consultancy Services Ltd	1	1,160	1,23,250	-	-	1,160	1,23,250	
National Thermal Power Corporation Ltd	10	1,609	83,142	-	-	1,609	83,142	
IVRCL Ltd.,	2	1,973	9,870	-	-	1,973	9,870	
Nava Bharat Ventures Ltd	2	600	1,24,145	-	-	600	1,24,145	
ITC Ltd	1	750	84,108	-	-	750	84,108	
MOIL Ltd	10	200	48,558	-	-	200	48,558	
HDFC Bank Ltd	2	500	1,02,701	-	-	500	1,02,701	
Reliance Industries Ltd	10	200	1,00,930	-	-	200	1,00,930	
			18,66,439				18,66,439	
Total Non-current Quoted Non-trade investments (I) (a+b+c)			23,49,445				23,49,445	

Notes : 10 Forming Integral Part of the Balance Sheet as at 31st March, 2021

INVESTMENTS

	At Cost as on 1.4.2020		Additions during the year		Deductions during the year		At Cost as on 31.3.2021	
	Face Value	No. of Shares	Cost Rs.	No. of Shares	Cost Rs.	No. of Shares	Cost Rs.	
1. NON-TRADE								
(II) Unquoted Investments								
(a) Lingapur Estates Limited	10	3,58,000	99,08,249	-	-	-	3,58,000	99,08,249
(b) Investment in Partnership Firm Sangam Lingam and Company (See Note 29)			- 1,74,28,596		49,014	-	-	1,74,77,610
(c) Investment in LIC Gratuity Fund Planned Asset (Note-3)			-	-	-	-	-	-
(d) Annuities in Senior Secured Estate Transaction I-Asset 1			- 67,47,926		-	-	6,40,391	61,07,535
Total Non-current unquoted Non- trade investments (II)			3,40,84,771		49,014		6,40,391	3,34,93,394
Total Non-Current Investments (I) + (II)			3,64,34,216		49,014		6,40,391	3,58,42,839
Total Investments			3,64,34,216		49,014		6,40,391	3,58,42,839
Aggregate amount of Quoted investments			23,49,445					23,49,445
Market value of quoted investments			82,76,712					73,01,601
Aggregate amount of unquoted investments			3,40,84,771					3,34,93,394

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021	FIGURES AS ON 31.03.2020
Notes :11 Deferred Tax Asset (NET)	Rs.	Rs.
Deferred tax	75,67,938	73,71,985
Total	75,67,938	73,71,985

Additional Information:

The break-up of net deferred tax Asset at the year end is as under:

Timing difference on account of:

Particulars	Rs.	Rs.
Opening Balance	73,71,985	63,76,908
Carry forward losses on Long term capital Loss	-	-
Deferred Tax on difference B/w Book & IT WDV	(44,291)	(1,40,837)
Others	2,40,244	(1,16,238)
Deferred tax on Business Loss	-	12,52,152
TOTAL (Net)	75,67,938	73,71,985

Notes : 12 Long Term Loans and Advances

Balances with Government Authorities	33,01,132	26,08,708
Total	33,01,132	26,08,708

Notes : 13 Inventories

1 Stock-in-Trade	13,66,68,715	13,22,33,267
2 Stores & Spares	25,08,404	8,84,346
Total	13,91,77,119	13,31,17,613

Notes : 14 Trade Receivables

a Outstanding for More than six months		
Unsecured, Considered Good	-	13,67,040
b Outstanding for Less than six months		
Unsecured, Considered Good	1,92,40,413	-
Total	1,92,40,413	13,67,040

Notes Forming Part of the Statement of Profit & Loss as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021	FIGURES AS ON 31.03.2020
	Rs.	Rs.
Notes : 15 Cash & Cash Equivalent		
A Cash-in-Hand		
♦ Cash Balance	11,662	36,672
Sub Total (A)	11,662	36,672
B Balances with banks		
a) In current account	9,27,979	11,57,073
b) In deposit accounts	-	-
c) In dividend account (Unclaimed)	3,20,710	5,65,910
Sub Total (B)	12,48,689	17,22,983
Total [A + B]	12,60,351	17,59,655

Notes :16 Short Terms Loans and Advances

Others

a) Secured, Considered Good :

-

-

b) Unsecured, Considered Good :

-

-

 ♦ Short term advances

3,08,742

2,95,720

Total

3,08,742

2,95,720

Notes : 17 Revenue from Operations

Sale of products

Income from Estate

1 Sale of Coffee

21,20,37,074

16,19,63,725

2 Sale of Pepper

39,99,970

25,00,000

3 Sale of Arecanut

53,14,515

33,91,940

4 Sale of Oranges

2,65,000

3,65,000

Total

22,16,16,559

16,82,20,665

Notes Forming Part of the Statement of Profit & Loss as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021 Rs.	FIGURES AS ON 31.03.2020 Rs.
Notes : 18 Other Income		
Other Non-operating income		
1 Export Duty Credit/ Duty Draw Back	1,62,897	44,66,710
2 Foreign Exchange Gain	3,07,979	15,00,899
3 Miscellaneous Receipts	4,60,375	3,57,404
4 Sale of Timber	47,89,655	39,80,584
5 Income from Investments	57,596	7,16,905
6 Interest Income	7,71,506	1,10,113
7 PMGKY Credit	2,21,108	23,126
8 Other Export Incentives	4,57,320	3,70,800
Total	<u><u>72,28,436</u></u>	<u><u>1,15,26,541</u></u>
Additional Information:		
FOB value of exports for the year is Rs.1257 lacs as against Rs.904.26 lacs in 2020.		
Notes : 19 Purchase of Stock In Trade		
1 Purchase of Coffee	7,29,41,434	7,01,56,956
Total	<u><u>7,29,41,434</u></u>	<u><u>7,01,56,956</u></u>
Notes : 20 Cost of Material Consumed		
1 Consumption	1,32,71,382	1,25,92,628
2 Closing Stock	-	-
3 Minor crop stores	14,88,317	11,86,128
Total	<u><u>1,47,59,699</u></u>	<u><u>1,37,78,756</u></u>
Note : 21 Change in Inventories of Finished goods/ Stock		
Opening Inventory	13,31,17,611	11,20,29,719
Total Closing Inventory & Stock	13,91,77,119	13,31,17,611
Total	<u><u>(60,59,508)</u></u>	<u><u>(2,10,87,892)</u></u>

Notes Forming Part of the Statement of Profit & Loss as at 31st March, 2021

PARTICULARS	FIGURES AS ON 31.03.2021	FIGURES AS ON 31.03.2020
	Rs.	Rs.

Additional Information:

Quantitative Particulars:

Coffee	2020-2021		2019-2020	
	Quantity in M. Tonnes	Value in Rs.	Quantity in M. Tonnes	Value in Rs.
Opening Stock	584	13,22,33,267	537	10,94,07,001
Receipts	800	13,22,33,187	639	13,22,33,267
Sales	809	12,52,89,335	592	10,94,07,001
Closing Stock	575	13,91,77,119	584	13,22,33,267

Notes : 22 - Employee Benefit Expenses

1 Wages	5,07,27,588	4,89,11,583
2 Contribution to Provident Fund & other Fund	82,38,078	62,38,094
3 Minor Crop Wages	26,21,064	27,68,032
4 Staff welfare Expenses	87,83,925	87,05,702
Total	7,03,70,655	6,66,23,411

Additional Information:

a. Remuneration to Executive Directors

Particulars	31-03-2021 (In Rs.)	31-03-2020 (In Rs.)
Salary	41,40,000	40,70,000
Contribution to Provident Fund and Superannuation Fund	5,87,400	5,87,400
Money value of Perquisites	3,19,365	4,62,968
Commission on net profits	--	--
Total	50,46,765	51,20,368

b. Remuneration to Non-Executive Directors

Particulars	31-03-2021 (In Rs.)	31-03-2020 (In Rs.)
Sitting Fees	22,500	32,500
Commission on net profits	--	--
Total	22,500	32,500

Notes : 23 - Financial Cost

1 Interest on Crop Loan	74,58,244	51,34,612
2 Interest on Term Loan	3,21,643	5,49,766
3 Interest on Directors Loan	14,49,589	16,23,186
4 Interest on Temporary Loan	7,86,181	84,400
Total	1,00,15,657	73,91,964

Notes Forming Part of the Statement of Profit & Loss as at 31st March, 2021

PARTICULARS	FIGURES AS	FIGURES AS
	ON 31.03.2021	ON 31.03.2020
	Rs.	Rs.
Notes : 24 - Other Administrative Expenses		
1 Repairs & Maintenance	67,40,928	75,71,409
2 Vehicle Maintenance	1,77,161	2,93,907
3 Rates & Taxes	9,26,431	8,90,433
4 Insurance	7,04,182	8,16,552
5 Professional Fees	29,50,225	37,35,480
6 Office Maintenance	22,67,225	20,87,815
7 Sales & Distribution	33,04,485	36,62,563
8 Management Expenses	13,60,392	26,30,578
9 Employee's Salaries	1,78,44,017	1,75,96,694
10 Bank Charges & Processing Fees	11,98,394	4,96,935
11 Curing Charges	39,45,209	38,43,775
12 Freight	29,24,047	29,74,215
Total	4,43,42,696	4,66,00,356

Additional Information:

Details of payments to Auditors:

Particulars	2021 (In Rs.)	2020 (In Rs.)
Audit fees	1,25,000	1,25,000
Others	1,17,500	1,17,500
Total	2,42,500	2,42,500

Expenditure in foreign Currency

Expenditure in foreign Currency during the financial year on account of Travel and export

Rs. Nil/- (2020: Rs.9,59.372/-)

25. Earnings Per Share :

Particulars	2020-21	2019-20
Profit/ loss after Taxation	Rs. 191.20 Lakhs	Rs. (54.97) Lakhs
Number of Equity Shares Outstanding	12,62,184	12,62,184
Basic and diluted earnings per share	Rs. 15.15	Rs. (4.36)
Nominal value of Shares	Rs. 10.00	Rs. 10.00

26. Value of Spare Parts and components consumed during the financial year:

Particulars	2021		2020	
	Value in Rs.	% to Total	Value in Rs.	% to Total
Imported	NIL	NIL	NIL	NIL
Indigenous	1,32,71,384	100	1,25,42,630	100

Notes Forming Part of the Statement of Profit & Loss as at 31st March, 2021

27. Segment Reporting:

The company is engaged in a single business segment, i.e., Plantations and operates primarily in one geographical segment. Accordingly, there are no separate reportable segments as per Accounting Standard 17 on Segmental Reporting issued by the Institute of Chartered Accountants of India

28. Related Party Transactions:

As per accounting standard (AS 18) issued by the Institute of Chartered Accountants of India, the Company's related parties are given below:

Key Managerial Persons:

Sri V. Sri Ram, Chairman,
 Sri V. Sundar, Director
 Sri S. Appadurai, Managing Director
 Smt. Hamsini Appadurai, Director - Marketing

Enterprises over which the above persons exercise significant influence and with which the company had transaction during the year.

a. The Company's transaction with the above related party is given below:

	Rupees in Lakhs	
Name of the Company	Coffee Curing Charges & Purchases	Outstanding as on 31.03.2021
Lingapur Estates Ltd.	268.00	86.07

b. Unsecured loans from Directors

Particulars	Amount of Loan (Rs. In lakhs)	Rate of interest	Interest paid during the year
Sri V. Sri Ram	90	8.50%	7.63
Sri V. Sundar	30	8.50%	5.89
Sri S. Appadurai	38	8.50%	0.94
Total	158		14.46

c. Remuneration paid to Key Managerial Persons is disclosed in Note 22a

Notes Forming Part of the Statement of Profit & Loss as at 31st March, 2021

29. Investment in a Partnership Firm : Sangam Lingam & Co

Particulars	Amount in Rs.	Share of profit
Sangameshwar Coffee Estates Limited	1,74,77,610	50%
Lingapur Estates Limited	1,27,23,873	50%
TOTAL	3,02,01,483	

The share of Profit in Partnership Firm represents the Company's share in the profit of the above firm for the year ended 31st March 2020, the latest period for which audited accounts are available

30. Loans & Investments by a company under section 186 of the companies Act:

Company has not provided any loan or guarantee which attracts section 186 of the companies Act, 2013 during the current financial year.

Company has not made any investments during the year which attracts Section 186 of Companies Act

Previous Year's figures have been regrouped wherever necessary to conform to the grouping adopted in the accounts grouping adopted in the accounts.

As per our Report of even date.

For Ramesh Rao & Co LLP

Chartered Accountants

FRN:003003S/S200027

For and on behalf of the Board of Directors of
SANGAMESHWAR COFFEE ESTATES LIMITED

(U.M.SUNIL RAO)
Partner M.No : 207753

V. SRIRAM
DIRECTOR

S. APPADURAI
MANAGING DIRECTOR

A.S. SHANKARE GOWDA
DIRECTOR

Place: Bangalore

Date: 30th July 2021

