



TEESTA AGRO INDUSTRIES LIMITED

Swastik Valmikee, 1st Floor, 5A, Valmiek Street, Kolkata- 700 026, Phone: 2455 8986 / 2454 4331 / 2474 9983, Fax: +91 33 2474 6123
CIN No. L24119WB1986PLC041245, Website: www.teestaagro.in, E-mail: teestaagro@vsnl.net / teestaagro92@gmail.com

Date : September 28, 2020

To
Mr. Shyam Bhagirath,
Associate Manager, Listing Compliance
BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001

Dear Sir,

Please find enclosed the Annual Report – 2020 , for your necessary record.



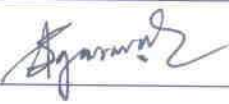

Thanking you.

Yours faithfully

For Teesta Agro Industries Ltd.

Authorised Signatory

FORM A

| | | |
|---|--|--|
| 1 | Name of the Company | Teesta Agro Industries Limited |
| 2 | Annual Financial Statements for the year ended | 31st March, 2020 |
| 3 | Type of Audit Observation | NIL |
| 4 | Frequency of Observation | Not Applicable |
| 5 | To Be Signed by : | |
| | Hardev Singh Managing Director |  |
| | Anil Kumar Tripathy Chief Financial Officer |  |
| | Saketh Kumar Agarwal Auditor of the Company |  |
| | Sudesh Kumar Chairman of Audit Committee |  |

Balance Sheet as at 31st March, 2020

(Rs. in Lakh)

| Particulars | Note No | As at 31st March, 2020 | As at 31st March, 2019 |
|------------------------------------|---------|------------------------|------------------------|
| I. Assets | | | |
| (1) Non-current assets | | | |
| (a) Property, plant and equipment | | | |
| (i) Tangible assets | 3 | 4,769 | 4,665 |
| (ii) Capital work-in-progress | | 18 | 21 |
| (b) Non-current investments | 4 | 160 | 58 |
| (c) Long term loans and advances | 5 | 122 | 123 |
| (d) Other non-current assets | 6 | 510 | 146 |
| (e) Inter branch balances | | 0 | 0 |
| (2) Current assets | | | |
| (a) Inventories | 7 | 5,024 | 4,119 |
| (b) Trade receivables | 8 | 2,228 | 2,719 |
| (c) Cash and cash equivalents | 9 | 850 | 185 |
| (d) Short-term loans and advances | 5 | 659 | 926 |
| (e) Other current assets | 10 | 19 | 17 |
| Total | | 14,358 | 12,979 |
| II. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 11 | 557 | 557 |
| (b) Reserves and Surplus | 12 | 8,635 | 8,441 |
| (2) Non-Current Liabilities | | | |
| (a) Long-term borrowings | 13 | 87 | 179 |
| (b) Deferred tax liabilities (Net) | | 232 | 194 |
| (c) Long term provisions | 14 | 16 | 24 |
| (3) Current Liabilities | | | |
| (a) Short-term borrowings | 15 | 100 | 540 |
| (b) Trade payables | | 4,624 | 2,939 |
| (c) Other current liabilities | 16 | 82 | 96 |
| (d) Short-term provisions | 14 | 25 | 9 |
| Total | | 14,358 | 12,979 |

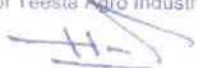
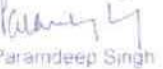
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Corporate Information 1
Significant accounting policies & other explanatory notes 2
The Notes referred to above are an integral part of the financial statements

For and on behalf of
SAKETH AGARWAL & ASSOCIATES
Chartered Accountants
Firm Registration No. 329093E

CA. SAKETH KUMAR AGARWAL
Proprietor
Membership No 308283


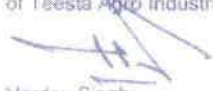
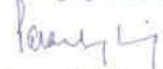


For and on behalf of the Board of Directors
of Teesta Agro Industries Limited

Hardev Singh
Managing Director

Paramdeep Singh
Director

Siliguri, 1st September, 2020

Statement of Profit and Loss for the year ended 31st March, 2020

(Rs. in Lakh)

| Particulars | Note No | For the year ended 31st March, 2020 | For the year ended 31st March, 2019 |
|---|----------|--|-------------------------------------|
| I. Revenue from operations | 17 | 9,174 | 10,277 |
| Less: Excise Duty | | - | - |
| | | 9,174 | 10,277 |
| II. Other Income | 18 | 102 | 112 |
| III. Total Revenue (I + II) | | 9,276 | 10,389 |
| <u>IV. Expenses:</u> | | | |
| Cost of raw materials consumed | 19 | 6,642 | 7,043 |
| Changes in inventories of finished goods, work-in-progress and Stock-in-Trade | 20 | (775) | (100) |
| Employee benefits expense | 21 | 805 | 734 |
| Financial costs | 22 | 73 | 74 |
| Depreciation and amortization expense | | 198 | 192 |
| Other expenses | 23 | 2,053 | 2,101 |
| Total Expenses | | 8,996 | 10,044 |
| V. Profit before exceptional & extraordinary items and tax | (III-IV) | 279 | 345 |
| VI. Exceptional Items | 24 | - | (2) |
| VII. Profit before tax | (V+VI) | 279 | 343 |
| VIII. Tax expense: | | | |
| (1) Current tax | | (55) | (57) |
| (2) Deferred tax | | (39) | (9) |
| (3) Earlier year tax | | 8 | 7 |
| IX. Profit(Loss) from the period from continuing operations | | 193 | 284 |
| X. Basic & Diluted Earning per equity share: | | | |
| (1) Before Exceptional items | | 3.47 | 5.15 |
| (2) After Exceptional items | | 3.47 | 5.11 |
| Corporate Information | 1 | | |
| Significant accounting policies & other explanatory notes | 2 | | |
| The Notes referred to above are an integral part of the financial statements. | | | |
| For and on behalf of SAKETH AGARWAL & ASSOCIATES Chartered Accountants Firm Registration No.329093E  GA SAKETH KUMAR AGARWAL Proprietor Membership No.308283 Siliguri, 1st September, 2020 | | For and on behalf of the Board of Directors of Teesta Agro Industries Limited  Hardev Singh Managing Director  Paramdeep Singh Director | |

INDEPENDENT AUDITOR'S REPORT

To the Members of Teesta Agro Industries Limited

REPORT ON THE AUDIT OF THE IND AS FINANCIAL STATEMENTS

OPINION

We have audited the accompanying Ind AS Financial Statements of Teesta Agro Industries Limited ("the Company"), which comprise the Balance sheet as at March 31, 2020, the Statement of Profit and Loss, the Cash Flow Statement 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 Ind AS Financial Statements give the information required by the Companies Act, 2013, as amended ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

BASIS FOR OPINION

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with 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 Ind AS Financial Statements for the financial year ended March 31, 2020. These matters were addressed in the context of our audit of the Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Ind AS Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Ind AS Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Ind AS Financial Statements.

Revenue Recognition

| The key audit matter | How the matter was addressed in our audit |
|--|--|
| Revenue from sale of goods is recognised when control of the products being sold is transferred to the customer and when there are no longer any unfulfilled obligations. The performance obligations in the contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms. | <p>Our audit procedures included:</p> <ul style="list-style-type: none"> • We assessed the appropriateness of the revenue recognition accounting policies, including those relating to rebates and discounts by comparing with applicable accounting standards. • We tested the design, implementation and operating effectiveness of management's general IT controls and key application controls over the Company's IT systems which govern revenue recognition. • We tested the design, implementation and operating effectiveness of controls over the calculation of discounts and rebates. |

Provisions for taxation, litigation and other significant provisions

| The key audit matter | How the matter was addressed in our audit |
|--|--|
| <p>Accrual for tax and other contingencies requires the Management to make judgements and estimates in relation to the issues and exposures arising from a range of matters relating to direct tax, indirect tax, claims, general legal proceedings, environmental issues and other eventualities arising in the regular course of business.</p> <p>The key judgement lies in the estimation of provisions where they may differ from the future obligations. By nature, provision is difficult to estimate and includes many variables. Additionally, depending on timing, there is a risk that costs could be provided inappropriately that are not yet committed.</p> | <p>Our audit procedures included:</p> <ul style="list-style-type: none"> • We tested the effectiveness of controls around the recognition of provisions. • We used our subject matter experts to assess the value of material provisions in light of the nature of the exposures, applicable regulations and related correspondence with the authorities. • We discussed the assumptions and critical judgements made by management which impacted their estimate of the provisions required, considering judgements previously made by the authorities in the relevant jurisdictions or any relevant opinions given by the Company's advisors and assessing whether there was an indication of management bias. • We discussed the status in respect of significant provisions with the Company's internal tax and legal team. • We performed retrospective review of management judgements relating to accounting estimate included in the financial statement of prior year and compared with the outcome. |

Assessment of contingent liabilities relating to litigations and claims

| The key audit matter | How the matter was addressed in our audit |
|--|--|
| <p>The Company is periodically subject to challenges/scrutiny on range of matters relating to direct tax, indirect tax.</p> <p>Assessment of contingent liabilities disclosure requires Management to make judgements and estimates in relation to the issues and exposures. Whether the liability is inherently uncertain, the amounts involved are potentially significant and the application of accounting standards to determine the amount, if any, to be provided as liability, is inherently subjective.</p> | <p>Our audit procedures included:</p> <ul style="list-style-type: none">• We tested the effectiveness of controls around the recording and re-assessment of contingent liabilities.• We used our subject matter experts to assess the value of material contingent liabilities in light of the nature of exposures, applicable regulations and related correspondence with the authorities.• We discussed the status and potential exposures in respect of significant litigation and claims with the Company's internal legal team including their views on the likely outcome of each litigation and claim and the magnitude of potential exposure and sighted any relevant opinions given by the Company's advisors.• We assessed the adequacy of disclosures made.• We discussed the status in respect of significant provisions with the Company's internal tax and legal team.• We performed review of management judgements relating to accounting estimate included in the financial statement of prior year and compared with the outcome. |

INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the Ind AS Financial Statements and our auditors' report thereon.

Our opinion on the Ind AS 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 Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the 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 Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS 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 (Ind AS) prescribed 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 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Audit of Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS 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 Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in preparation of Ind AS financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 Ind AS 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 Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the company to express an opinion on the Ind AS financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of financial information of such entities. For the other entity included in the Ind AS financial statements, which have been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in the section titled 'Other Matters' in this audit report.

We believe that the audit evidence obtained by us along with the consideration of audit report of the other auditor referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

We communicate with those charged with governance of the Company and such other entities included in the Ind AS financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matters

We did not audit the financial statements of Chittorgarh Plant whose financial statements reflect total assets of Rs. 46.26 crores as at 31 March 2020, total revenues of Rs. 28.92 crores for the year ended on that date, as considered in the Ind AS financial statements. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of this plant/unit, and our report in terms of section 143(3) of the Act, in so far as it relates to the aforesaid plant is based solely on the audit report of the other auditor.

Our opinion on the Ind AS financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of section 143(11) of the Act, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act.
 - e. On the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in Ind AS its financial statements – Refer Note 2.17 & 2.20(b) to the Ind AS financial statements;

- ii. In our opinion and as per the information and explanations provided to us, the Company had not entered in to any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses, and;
- iii. There is no amount required to be transferred to the Investor Education and Protection Fund by the Company.



Place: Siliguri,

Date: 1st September, 2020

For SAKETH AGARWAL & ASSOCIATES
Chartered Accountants

Firm Registration No. 329093E

A handwritten signature in dark ink, appearing to read 'S. Agarwal'.

CA. Saketh Kumar Agarwal

Proprietor

(M. No. 308283)

UDIN : 20308283AAAABA1160

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

1.
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situations of its fixed assets.
 - (b) Most of the fixed assets of the Company have been physically verified during the year by the Management and no material discrepancy between the book records and the physical inventory have been noticed.
 - (c) Title deeds of immovable properties are held in the name of the company.
 - (d) Fixed assets disposed off during the year, in our opinion do not constitute a substantial part of the fixed assets of the Company and such disposal has not affected going concern status of the company.
2.
 - (a) The stocks of finished goods, stores, spare parts, and raw materials (other than items in transit and lying with third parties) of the company have been physically verified by the management at the year-end.
 - (b) In our opinion, the procedures of physical verification of aforesaid stocks followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - (c) The company has maintained proper records of inventories. In our opinion, the valuation of stock of finished goods, stores, spare parts and raw materials has been fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the preceding year. The discrepancies noticed on physical verification of the inventory as compared to book records have been properly dealt with in the books of account.
3.
 - (a) The Company has granted *interest free unsecured loan of Rs.30.72 lakhs to Nepun Cement and Power Limited.*
 - (b) In our opinion, the rate of interest and other terms and conditions of loan, secured or unsecured taken by the Company during the year from companies, firms and other parties listed in the register maintained under Section 189 of the Act are prima-facie not prejudicial to the interest of the Company.
 - (c) Interest free small advances in the nature of loans given to certain employees are generally being repaid as stipulated.