

To,  
Bombay Stock Exchange Limited,  
PhirozeJeejeebhoy Towers,  
Dalal Street,  
Mumbai-400001

Date: 22/07/2020

Company's Scrip Code:-BSE Code-512197

Sub: Audited Financial Results for Quarter and year ended 31<sup>st</sup> March, 2020 under Clause 33 of SEBI(LODR) Regulations, 2015.

Dear Sir,

We are enclosing herewith copy of the Audited Financial results for the quarter and year ended on 31<sup>st</sup> March 2020.

This is as per Regulation 33 of SEBI (LODR) Regulations, 2015.

Thanking you,  
For Silveroak Commercials Limited

  
Mr. Alkesh Rawka

Resolution Professional

IP Reg. No. - IBBI/IPA-001/IP-P01212/2018-19/1192





# Karwa Malani Kalantri & Associates

## CHARTERED ACCOUNTANTS

Head Office :- 1, First Floor, Aditya Apartments, Above Vaishnavi Electricals, Tidke Colony, Nashik - 422 002

Branch Office:- 803, Ratnamani Apartment, M.M.G.S. Marg, Dadar (E), Mumbai - 400 014

Email ID - kmkassociatesca@gmail.com

Date - July 22, 2020

To,  
Alkesh Rawka,  
Resolution Professional,  
Silveroak Commercials Limited  
Plot No. F-23 & 24, MIDC Satpur,  
Nashik - 422 007.

### INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF SILVEROAK COMMERCIALS LIMITED

### Corporate insolvency Resolution Process ("CIRP")

The Hon'ble National Company Law Tribunal, Mumbai ("NCLT") by an order dated May 1, 2019 admitted the Corporate Insolvency Resolution Process ("CIRP") consequent upon an application filed by Ultratech Cement Limited u/s 9 of IBC Code and appointed Mr. Rajendra Khandelwal as the Interim Resolution Professional ("IRP") who was replaced by Mr. Alkesh Rawka as per order passed by NCLT on 19.08.19 in term of the Insolvency and Bankruptcy Code, 2016 ("Code") to manage the affairs of the Company as per the provisions of the Code. The CIRP is ongoing. A miscellaneous application u/s. 33 of the The Insolvency and Bankruptcy Code, 2016 for liquidation of the corporate debtor had been filed by the RP on 31st January, 2020 before the Hon'ble NCLT, Mumbai Bench and is subject to NCLT Approval.

### Report on the Financial Statements

1. We have audited the accompanying financial statements of **Silveroak Commercials Limited** ("the Company"), which comprise the Balance Sheet as at **March 31, 2020**, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the



Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to 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, read with relevant rules there under. 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. 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.
4. The Board of Directors is also responsible for overseeing the Company's financial reporting process.
5. Pursuant to ongoing Corporate Insolvency Resolution Process (CIRP) powers of the board of Directors have been suspended and these Powers are now vested with Resolution Professional (RP) i.e. Mr. Alkesh Rawka.

#### **Auditors' Responsibility**

6. 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 Standards on Auditing 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.
7. As part of an audit in accordance with Standards on Auditing, 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.
8. 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.
  9. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of 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.

#### **Basis of Opinion**

10. We conducted our audit in accordance with the Standards on Auditing 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the 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.

#### **Opinion**

11. 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 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards (Ind AS) specified under sec 133 of the Act, the state of affairs of the Company as at March 31, 2020, its Loss (including total Comprehensive income), its cash flows and the changes in Equity for the year ended on that date.

#### **Qualifications -**

- i) *Material Uncertainty Related to Going Concern*



We draw attention to Note No 1.2 (Going Concern Assumption) to the financial statement, wherein it is indicated that the company has incurred a loss of Rs. 80.64 lakhs during the year ended March 31, 2020 due to which its net worth has been fully eroded and as of the date, the company's current liabilities exceeded its current assets by Rs. 1017.52 lakhs. Also no business operations were carried out during the year. Corporate Insolvency Resolution process (CIRP) has been initiated for the Company on May 1, 2019. These conditions indicate that a material uncertainty exist that may cast significant doubt regarding on the company's ability to continue as a going concern and therefore the company may be unable to realise its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying standalone financial statement. The above factors cast a significant uncertainty on the Company's ability to continue as a going concern. Pending the resolution of the above uncertainties, the Company has prepared the aforesaid statement on a going concern basis.

- ii) The Management has confirmed that they have not provided for gratuity expenses in the FY 2019-20.
- iii) The investments disclosed in current assets pertain to investments made by the company in shares. These shares are valued at cost of acquisition.
- iv) The Management has confirmed that the company has not accounted for deferred tax because the computation as per the Ind AS leads to generation of Deferred Tax Asset. However, due to the events like arbitration, Loan NPA's & insolvency proceedings, since the Company does not expect immediate future cash flows to utilize this Deferred Tax Asset, therefore Deferred Tax Asset is not recognised for the current financial year and Deferred tax Liability is reversed to the extent of deferred tax asset.
- v) The Management has confirmed during the year 2019-20 the Company has not appointed a Company Secretary as KMP per the provision of Companies Act, 2013 and rules made there under.
- vi) The management has confirmed that, the securities of the company are listed at BSE Limited. The Company has not paid listing fees for the year 2019-20.
- vii) The management has confirmed that there are various statutory dues pending to be paid viz GST, PF, ESIC, TDS, etc. details of the same are reported in Annexure A to Audit Report i.e. CARO Audit report Pt. no. vii(a)
- viii) There are various cases registered by or against the company in the matters of GST, Income Tax, MSME, Wilful Defaulter, SARFAESI, etc. as listed out in notes to accounts to the financial statements.
- ix) In respect of miscellaneous application u/s. 33 of the The Insolvency and Bankruptcy Code, 2016 for liquidation of the corporate debtor had been filed by the RP on 31st January, 2020 before the Hon'ble NCLT, Mumbai Bench and is subject to NCLT Approval, pending admission or redressal of the Liquidation process, we are unable to comment on the consequential impact, if any, on the accompanying Financial Statement.
- x) Since the Company is in the process of Insolvency resolution, the CIRP expenses in the nature of Advocate expenses, Valuer Expenses, Forensic audit expenses, and other related expenses are paid by Nashik Merchants Co Operative Bank and are sent by the



Bank for reimbursement to the Company. The invoices are raised by the vendors in the name of the Company (SOCL), however payments are made by NAMCO after deduction of TDS. The Company (SOCL) has not deducted TDS on CIRP expenses as such to be reimbursed to the NAMCO bank. The total amount of expenses of the aforementioned nature is Rs. 39.95 Lacs.

- xi) Few vendors who have billed Expenses to the Company with GST, however the input tax credit of the same is not evident from GSTR2A. Financial impact being Rs. 0.50 lacs of GST input credit unavailable.
- xii) The balances of receivables & payables viz. Trade receivables, Advances to suppliers, Loans and advances, Trade payables, other current liabilities, are subject to confirmations.
- xiii) SCOPE LIMITATION - The Company was subject to Forensic Audit in the year under Audit. The reports of the same were not made available for verification.

For Karwa Malani Kalantri & Associates  
Chartered Accountants  
Firm Registration Number: 136867W



Durgesh Kalantri  
Partner  
Membership Number 141042

Place – Nashik  
Date – July 22, 2020

UDIN: 20141042AAAACY4551

**Statement Of Audited Financial Results For The Quarter & Year Ended On 31st March 2020**

Particulars	Standalone				
	Quarter Ended			Year Ended	
	31-Mar-20 (Audited)	31-Dec-19 (Unaudited)	31-Mar-19 (Unaudited)	31-Mar-20 (Audited)	31-Mar-19 (Audited)
1 Revenue from operations					
Net Sales/Income from operations (Inclusive of excise duty)	0.000	0.000	428.798	0.000	442.490
2 Other Income	5.568	4.796	6.501	19.955	19.220
3 Total Revenue from operations (1+2)	5.568	4.796	435.299	19.955	461.710
4 Expenses					
(a) Cost of materials consumed	0.000	0.000	148.850	0.000	148.850
(b) Purchases of stock-in-trade	0.000	0.000	0.000	0.000	0.000
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.000	0.000	226.955	0.000	245.190
(d) Employee benefits expense	1.693	1.693	45.386	12.284	51.080
(e) Finance costs	0.130	0.000	-46.046	6.003	122.280
(g) Depreciation and amortisation expense	5.894	5.894	5.593	23.576	23.740
(h) Other expenses(Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	16.458	11.284	630.185	45.126	637.990
Total Expenses	24.176	18.871	1010.923	86.990	1229.130
5 Profit / (Loss) before exceptional item and tax (3-4)	-18.608	-14.075	-575.624	-67.034	-767.420
6 Exceptional Item	0.000	0.000	0.000	0.000	0.00
7 Profit / (Loss) before tax	-18.608	-14.075	-575.624	-67.034	-767.420
8 Tax Expenses :					
(1) current Tax (incl. earlier years)	13.616	0.000	0.000	13.616	28.240
(2) Deferred Tax	0.000	0.000	-12.910	0.000	-12.320
9 Profit / (Loss) for the period from continuing operations (7 - 8)	-32.223	-14.075	-562.714	-80.650	-783.340
10 Profit / (Loss) from discontinued operations	0.000	0.000	0.000	0.000	0.000
11 Tax expense of discontinued operation	0.000	0.000	0.000	0.000	0.000



12	Profit / (Loss) from discontinued operations (after tax) (10-11)	0.000	0.000	0.000	0.000	0.000
13	Profit / (Loss) for the period (9+12)	-32.223	-14.075	-562.714	-80.650	-783.340
14	<b>Other Comprehensive Income</b>					
	A(i) Items that will not be reclassified to profit or loss	0.000	0.000	0.000	0.000	0.000
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.000	0.000	0.000	0.000	0.000
	B(i) Items that will be reclassified to profit or loss	0.000	0.000	0.000	0.000	0.000
	(ii) Income tax relating to items that will be reclassified to profit or loss	0.000	0.000	0.000	0.000	0.000
15	<b>Total Comprehensive Income for the period (13+14) (Comprising Profit (Loss) and Other Comprehensive Income for the Period)</b>	-32.223	-14.075	-562.714	-80.650	-783.340
16	<b>Paid-up equity share capital</b> (Face Value of the Share shall be indicated)	275.000	275.000	275.000	275.000	275.000
17	<b>Earnings per share (for continuing Operation):</b> <b>(of Rs. 10/- each) (not annualised):</b>					
	(a) Basic	-1.172	-0.512	-20.462	-2.933	-28.485
	(b) Diluted	-1.172	-0.512	-20.462	-2.933	-28.485
18	<b>Earnings per share (for discontinuing Operation):</b> <b>(of Rs. 10/- each) (not annualised):</b>					
	(a) Basic	0.000	0.000	0.000	0.000	0.000
	(b) Diluted	0.000	0.000	0.000	0.000	0.000
19	<b>Earnings per share (for discontinuing &amp; continuing Operation):</b>					
	(a) Basic	-1.172	-0.512	-20.462	-2.933	-28.485
	(b) Diluted	-1.172	-0.512	-20.462	-2.933	-28.485

**Notes:**

- The Statutory Auditors have carried out a Limited Review of the results for the quarter ended 31st March 2020.
  - Figures of the previous periods have been regrouped & reclassified wherever necessary, to correspond with classification of figures for current period.
  - The Company adopted the Indian Accounting Standards (IND AS) from 01-04-2017 and these financial results have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 ("Ind AS") prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
  - The format of unaudited quarterly results as prescribed by SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November 2015 has been modified to company with the requirements of SEBI Circular dated 5th July 2016, Ind AS and Schedule III to the Companies Act, 2013
- As the Company major business activity falls within a single significant business segment, viz. " Construction & related trades ", no separate segment information is enclosed.





- 5 The Hon'ble National Company Law Tribunal, Mumbai ("NCLT") by an order dated May 1, 2019 admitted the Corporate Insolvency Resolution Process ("CIRP") consequent upon an application filed by Ultratech Cement Limited u/s 9 of IBC Code and appointed Mr. Rajendra Khandelwal as the Interim Resolution Professional ("IRP") who was replaced by Mr. Alkesh Rawka as Resolution Professional ("RP") as per order passed by NCLT on 19.08.19 (CTC received on 04.09.2019) in term of the Insolvency and Bankruptcy Code, 2016 ("Code") to manage the affairs of the Company as per the provisions of the Code. The CIRP is ongoing. A miscellaneous application u/s. 33 of the The Insolvency and Bankruptcy Code, 2016 for liquidation of the corporate debtor had been filed by the RP on 31st January, 2020 before the Hon'ble NCLT, Mumbai Bench and is subject to NCLT Approval. As the company is undergoing Corporate Insolvency Resolution Process, the powers of the Board of Directors of the Company have been suspended and the same have been vested in the Resolution Professional. Hence the above results have been approved by the Resolution Professional on 16th July 2020.
- 6 The investments disclosed in current assets pertains to investments made by the company in shares. These shares are valued at cost of acquisition.
- 7 The Company has not appointed Company Secretary as per the provisions of the Companies Act, 2013.

For Silveroak Commercials Limited

*Alkesh*

Mr. Alkesh Rawka

Resolution Professional

IP Reg. No. - IBBU/PA-001/IP-P01212/2018-2019/11924



Place: Aurangabad

Date: 22nd July 2020

**BALANCE SHEET**  
**Silveroak Commercials Limited**  
**Balance Sheet as at 31-03-2020**

		(Rupees in Lakhs)	
Particulars		Figures as at the end of current reporting period 31-03-2020 (Audited)	Figures as at the end of current reporting period 31-03-2019 (Audited)
<b>ASSETS</b>			
[1]	<b>Non-current assets</b>		
	(a) Property, Plant and Equipment	540.514	564.090
	(b) Capital work-in-progress	-	-
	(c) Investment Property	-	-
	(d) Goodwill	-	-
	(e) Other Intangible assets	-	-
	(f) Intangible assets under development	-	-
	(g) Biological Assets other than bearer plants	-	-
	(f) Intangible assets under development	-	-
	(h) Financial Assets	-	-
	(i) Investments	26.756	26.756
	(ii) Trade receivables	-	-
	(iii) Loans	-	-
	(iv) Others (to be specified) FD With Banks	-	0.000
	(i) Deferred tax assets (net)	-	-
	(j) Other non-current assets	-	-
[2]	<b>Current assets</b>		
	(a) Inventories	0.000	0.000
	(b) Financial Assets	-	-
	(i) Investments	13.116	13.116
	(ii) Trade receivables	1034.984	1023.179
	(iii) Cash and cash equivalents	0.006	0.006
	(iv) Bank balances other than (iii) above	4.600	3.643
	(v) Loans	-	-
	(vi) Others (to be specified)	0.928	0.928
	(c) Current Tax Assets (Net)	-	0.000
	(d) Other current assets	118.347	117.814
	<b>Total Assets</b>	<b>1,739.249</b>	<b>1,749.532</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
	(a) Equity Share capital	275.000	275.000
	(b) Other Equity	(725.254)	(644.604)
<b>LIABILITIES</b>			
[1]	<b>Non-current liabilities</b>		
	(a) Financial Liabilities	-	0.000
	(i) Borrowings	-	380.808
	(ii) Trade payables	-	0.000
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	0.000
	(b) Provisions	-	0.000
	(c) Deferred tax liabilities (Net)	-	0.000
	(d) Other non-current liabilities	-	-
[2]	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	1,207.921	224.067
	(ii) Trade payables	627.498	622.618
	(iii) Other financial liabilities (other than those specified in item (c))	-	0.000
	(b) Other current liabilities	354.085	891.642
	(c) Provisions	-	0.000
	(d) Current Tax Liabilities (Net)	-	-
	<b>Total Equity and Liabilities</b>	<b>1,739.249</b>	<b>1,749.531</b>



Silveroak Commercials Limited

Statement of Cash Flows as at 31.03.2020

Rupees in lacs

Particulars	as at 31-03-2020		as at 31-03-2019	
	(Audited)		(Audited)	
<b>Cash flows from operating activities</b>	(67.03)		(767.42)	
Profit/(Loss) Before Taxation				
Adjustments for :	23.58		23.74	
Depreciation & Amortization	(19.96)		(19.22)	
Interest Income	8.00		122.28	
Interest Expense	(57.41)		(640.61)	
Operating Profit before Working Capital changes	(11.80)		216.54	
(Increase) / Decrease in Sundry Debtors	-		289.98	
(Increase) / Decrease in Inventories	(0.53)		16.96	
(Increase) / Decrease in Other Current Assets	4.88		(4.89)	
Increase / (Decrease) in Sundry Creditors	61.58		60.72	
Increase / (Decrease) in Other Current Liabilities	-		-	
Cash generated from Operations	(3.29)		(61.31)	
Income Taxes Paid (Net of refund)	15.35		5.54	
Net Cash generated from Operations	(18.64)		(66.85)	
<b>Cash flows from Investing Activities</b>				
(Increase) / Decrease in Fixed Assets	-		-	
(Increase) / Decrease in Investments	-		11.80	
(Increase) / Decrease in Other Non Current Assets	-		-	
Increase / (Decrease) in Creditor for Fixed Assets	19.96		19.22	
Interest received / Others	19.96		31.02	
Net Cash from Investing Activities	-		-	
<b>Cash flows from Financing Activities</b>				
Proceeds / (Repayment) of Long Term Borrowings	(380.81)		(129.45)	
Proceeds / (Repayment) of Short Term Borrowings	386.45		242.94	
Interest paid	(6.00)		(122.28)	
Other Long-term Liabilities	(0.36)		(8.79)	
Net Cash from Financing Activities	-		-	
Net increase in cash and cash equivalents	0.96		(44.63)	
Cash and cash equivalents at beginning of period	3.65		48.28	
Cash and cash equivalents at end of period	4.61		3.65	

As per our Audit Report of even date  
For Karwa Malani Kalantri & Associates  
Firm Registration No.:136867W  
Chartered Accountants

Durgesh A. Kalantri  
Membership No. 141042



Place : Aurangabad  
Date : 22/07/2020

For Silveroak Commercials Limited

Mr. Alkesh Rawka  
Resolution Professional  
IP Reg. No. - IBB/IPA-001/IP-  
P01212/2018-19/11924

