

piccadily

Date: 03-09-2021

To,
The Manager,
BSE Limited,
25th Floor,
Pheroze Jeejebhoy Towers,
Dalal Street, Mumbai - 400001

Scrip Code: 507498

Subject: Submission of 28th Annual Report of the Company for the financial year ended 31st March, 2021 (Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Dear Sir/Madam,

Pursuant to Regulation 34(1) of the Listing Regulations, we are enclosing herewith the copy of 28th Annual Report of Piccadily Sugar and Allied Industries Limited for the financial year ended 31st March, 2021 which is scheduled to be held on 30th September 2021 at 12:00 noon through Video Conferencing (VC)/ Other Audio Visual Means (OAVM). Details are as under:

Particulars	Start Date	End Date
Book Closure Date	24 th September 2021	30 th September 2021
E-Voting	27 th September 2021 (9:00AM)	29 th September 2021 (5:00 PM)

Further, such Annual Report of the Company for the financial year ended 31st March, 2021 has also been uploaded at website of the Company i.e. www.psailpatran.com

This is for information and record.

Thanking You
Yours faithfully,

For Piccadily Sugar and Allied Industries Limited


Avneet Kaur
Company Secretary



Piccadily Sugar & Allied Industries Ltd.

CIN No. : L15424PB1993PLC013137

Registered Office : Jakhal Road, Patran, Distt. Patiala (Punjab)-147001
Phone : +91-01764-242027

Corresp. Address : # 304, Sector 9-D, Chandigarh-160009 Ph. : 0172-4660993
Website : www.psailpatran.com **Email :** piccadilygroup34@rediffmail.com

28th

ANNUAL REPORT
2020-21

PICCADILY
SUGAR & ALLIED
INDUSTRIES LTD.

Board of Directors

Mr. Devinder Sharma, Whole Time Director & Chairman
 Mr. Harvinder Singh Chopra, Director
 Mr. Jai Parkash Kaushik, Director
 Ms. Madhu Sharma, Director

Din No.

03264719
 00129891
 02354480
 07149078

Auditors:

M/s Agarwal Sahil & Associates, Chartered Accountants
 H. No. 3026, 2nd Floor, Sector 27-D,
 Chandigarh-160019

Company Secretary

Ms. Avneet Kaur

Chief Financial Officer

Mr. Sunil Kumar

CIN No. L15424PB1993PLC013137

Registered Office

Jakhal Road, Patran, Distt. Patiala,
 Punjab -147001

Registrar & Share Transfer Agent

Mas Services Limited
 T-34, 2nd Floor, Okhla Industrial Area,
 Phase-II, New Delhi-110020

Content's**Page No.**

Content's	Page No.
Notice	2 - 16
Director's Report	17 - 23
Annexure A to F to Director's Report	24 - 50
Auditor's Report	51 - 56
Balance Sheet	57
Profit & Loss Statements	58
Cash Flow Statements	59
Statement of Change in Equity	60
Notes to Financial Statements	61 - 74
Consolidated Auditors Report	75 - 79
Consolidates Balance Sheet	80
Consolidated Statement of Profit & Loss	81
Consolidated Cash Flow Statements	82
Consolidated Statement of Change in Equity	83
Notes & Significant Accounting Policy	84 - 97

NOTICE

Notice is hereby given that the 28th Annual General Meeting of the members of Piccadily Sugar & Allied Industries Limited will be held on Thursday, September 30th, 2021, at 12:00 Noon at Jakhal Road, Patran, Distt. Patiala, Punjab-147001 through Video Conferencing (VC) or Other Audio Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt:

- a. The Audited Financial Statements of the company for the financial year ended March 31, 2021, the reports of the Board of Directors and Auditors thereon; and
 - b. The Audited Consolidated Financial Statement of the company for the financial year ended March 31, 2021.
2. To appoint a Director in place of Ms. Madhu Sharma (DIN No :07149078) , who retires by rotation at this Annual General Meeting and being eligible has offered herself for re-appointment.

SPECIAL BUSINESS

3. Re-appointment of Mr. Devinder Sharma (DIN: 03264719) as Whole Time Director.

To consider and, if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution

"RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and all other applicable provisions of the Companies Act, 2013, the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force Mr. Devinder Sharma (DIN: 03264719) be and is hereby reappointed as Wholetime Director of the Company, for a period of one (1) year with effect from August 2, 2021 as per terms & conditions set out in explanatory statement annexed to the notice convening this meeting with liberty to the Directors to alter and vary the terms & conditions of the said appointment in such a manner as may be agreed between the Directors and Mr. Devinder Sharma, Whole-time Director."

4. To Increase Authorised Share Capital of the Company and consequential amendment in Memorandum of Association of the Company

To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 61 and other applicable provisions, if any, of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) and the Rules framed thereunder, consent of the members of the Company be and is hereby accorded for increase in the Authorised Share Capital of the Company from existing Rs. 30,00,00,000 (Rupees Thirty crore) divided into 3,00,00,000 (Three Crore) Equity Shares of Rs. 10/- each to Rs. 40,00,00,000 (Rupees Forty Crore) divided into 4,00,00,000 (four Crore) Equity Shares of Rs. 10/- each ranking pari passu in all respect with the existing Equity Shares of the Company as per the Memorandum and Articles of Association of the Company.

RESOLVED FURTHER THAT pursuant to Section 13 and all other applicable provisions, if any, of the Companies Act, 2013, consent of the members of the Company be and is hereby accorded, for alteration of Clause V of the Memorandum of Association of the Company by substituting in its place instead of the following:

"V. The Authorised Capital of the Company is Rs. 40,00,00,000 (Rupees Forty Crore) divided into 4,00,00,000 equity shares of Rs. 10/- each with power to increase and/or reduce the capital of the Company as provided in the Memorandum of Association of the Company."

RESOLVED FURTHER THAT approval of the Members of the Company be and is hereby accorded to the Board of Directors of the Company to do all such acts, deeds, matters and things and to take all such steps as may be required in this connection including seeking all necessary approvals to give effect to this Resolution and to settle any questions, difficulties or doubts that may arise in this regard.

5. To Increase Authorised Share Capital of the Company and consequential amendment in Articles of Association of the Company

To consider and, if thought fit, to pass with or without modification(s) the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 14 of the Companies Act, 2013 (including any re-enactment(s) and modification(s) made there under, if any, for the time being in force), and rules

framed thereunder for the time being in force consent of members of the company be and is hereby accorded for substitution of Following Existing Articles of Articles of Association of company with amended provisions as provided hereunder:

Article 5. The Authorised capital of the company shall be as per Clause V of the Memorandum of Association of the Company.

6. To approve Rights Issue of Equity Shares

To consider and, if thought fit, to pass with or without modification(s) the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to provisions of Section 62(1) and other applicable provisions, if any, of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) for the time being in force, Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements), 2018 (“SEBI ICDR Regulations”), as amended and in accordance with provisions of Memorandum and Articles of Association of the Company and regulation / guidelines, if any, and such amendments and modifications prescribed by the Government of India (“GOI”), the Reserve Bank of India (“RBI”), the Securities and Exchange Board of India (“SEBI”) and the BSE Limited (Stock Exchange) where the Equity Shares of the Company are listed or statutory, governmental and other authorities and departments, within or outside India, from time to time, to the extent applicable and subject to approvals, consents, permissions or sanctions as might be required and subject to such conditions as may be prescribed while granting such approvals, consent, permissions or sanctions and subject to such conditions and modifications which may be agreed by the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall include any Committee(s) constituted / to be constituted by the Board to exercise its powers including the power conferred by this Resolution), the consent of the members of the Company be and is hereby accorded to offer and issue (on such terms as is permitted by applicable law), equity shares on Rights basis (the “Rights Issue”) for an amount not exceeding Rs. 13.00 Crores to part finance the Ethanol Project, to the existing shareholders of the Company whose names appear on the Register of Members of the Company on a record date and in the ratio and price to be determined by the Board or Committee thereof.

RESOLVED FURTHER THAT the Equity Shares issued shall rank pari passu with the existing shares of the Company in all respect.

RESOLVED FURTHER THAT the Board shall be entitled to issue in consultation with and subject to the approval, if necessary, of any concerned authority, appropriate Offer Document, as the Board may at its absolute discretion think fit including applicable regulations not limited to the provisions relating to renunciation, listing of the new Equity Shares with the BSE Limited (Stock Exchange), issue opening and closing dates, extension of the issue closing date, price for equity shares, to vary the size of the issue, appoint Lead Managers, Bankers and other intermediaries or other agencies concerned and such other terms & conditions as may be necessary or stipulated in such Offer Document, and the Board be and is hereby expressly authorized and empowered to accept such variation and modification as the RBI / SEBI or any other concerned authority may stipulate in that behalf and to also at its discretion to amend, modify, vary or alter all or any other terms of the issue including the basis or proportion of the offer to be made to the aforesaid categories of persons noted above accordingly including the right to increase, decrease or recalculate the number of Equity Shares to be offered and alter the terms as to issue price, including, premium and their entitlement thereto and in the Offer Document, and all such other terms and conditions of offer as are necessary or expedient in the discretion of the Board and/ or may have to be incorporated on account of any modifications or amendment required or accepted by any concerned authority.

7. Approval for availing Loan(s)

To Consider and if thought fit, to pass, with or without modification, the following resolution(s) as a Special Resolution:

“RESOLVED THAT pursuant to Section 62(3) and other applicable provisions, if any, of the Companies Act, 2013 and subject to all such approvals, permissions or sanctions as may be necessary and subject to such condition(s) and modification(s) as may be prescribed or imposed, while granting such approvals, permissions or sanctions, which may be agreed by the Board of Directors of the Company (hereinafter referred to as “the Board”, which expression shall be deemed to include any Committee duly constituted/ to be constituted by the Board to exercise its powers, including the powers conferred by this resolution), the consent of the Members of the Company be and is hereby accorded to the Board in respect of the financial assistance, including unsecured loans, to be availed from Financial Institutions/Banks/any Bodies Corporate/Directors/Entities belonging to the Promoters' Group of the Company (hereinafter

collectively referred to as the "Lenders") from time to time aggregating to a sum not exceeding (Rs. 10.00 Crores) Rs. Ten Crores Only ("Facilities"), such that in the event of request by the Company for restructuring the facilities under the lending arrangements as may be executed between the Lenders and the Company or upon exercise of an option provided/agreed under the lending arrangements, Lenders, may be able to convert the outstanding facilities or part thereof, into equity shares in the Company upon such terms and conditions as may be deemed appropriate by the Board and at a price to be determined at the time of such conversion.

RESOLVED FURTHER THAT either upon the acceptance of the option provided by the Company to the Lenders to convert Facilities into equity shares of the Company or on receipt of notice from the Lenders exercising the option of conversion of Facilities into equity shares in terms of the lending arrangements, for the conversion of Facilities (or part thereof), the Board be and is hereby authorised to do all such acts, deeds and things as the Board may think necessary and shall allot and issue requisite number of fully paid-up equity shares in the Company to such Lenders.

RESOLVED FURTHER THAT the equity shares to be allotted and issued to such Lenders, either pursuant to the request forwarded by the Company for conversion of the existing Facilities (either in full or in part) or upon the right of conversion exercised by the Lenders, shall rank paripassu in all respects with the existing equity shares in the Company and be listed on the stock exchange(s) where the existing shares of the Company are listed.

RESOLVED FURTHER THAT the Board be and is hereby authorised to do all such acts, deeds and things, execute all such documents, instruments and writings and give such directions as may be deemed necessary or expedient, to give effect to this resolution."

8. To Approve Related Party Transactions

To consider and if thought fit, to pass, with or without modification, the following resolution(s) as a Special Resolution:

"RESOLVED that, pursuant to Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time (including any statutory modification thereof) and in terms of any other applicable law, rules and regulations, the consent of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall include any Committee constituted by the Board or any person(s) authorized by the Board to exercise its powers, including the powers conferred by this Resolution) to enter into contracts and arrangements with M/s Piccadilly Agro Industries Limited, a related party of the Company, with respect to sale, purchase or supply of goods or materials; availing or rendering of services; selling or otherwise disposing of, or buying, property of any kind; leasing of property of any kind; and other transactions which will be in ordinary course of business and at arm's length ("Transactions"), with effect from 1st April, 2021, and every year thereafter, upto the maximum value of transactions per annum of Rs. 22.00 Crores for a period of 5 years and thereafter until & unless revoked by the board.

FURTHER RESOLVED that the Board of Directors of the Company, which includes any Committee thereof and/or any individual(s) authorized by the Board be and are hereby severally authorized to do all such acts, matters, deeds and things, settle any queries, difficulties, doubts that may arise, with regard to any contract, transaction or arrangement with the aforesaid related party, finalize the terms and conditions as may be considered necessary, expedient or desirable and execute such agreements, documents and writings, to make such filings as may be necessary or desirable, and take all such steps as may be necessary, proper and expedient to give effect to the above resolution and for matters connected therewith or incidental thereto.

FURTHER RESOLVED that the Board is hereby authorized to delegate all or any of its powers conferred by the above resolution(s) to any director or directors or to any committee of directors or any other officer or officers of the Company to give effect to the aforesaid resolution."

By the order of the Board of Directors

Sd/

Avneet Kaur

Company Secretary

M.No. 60841

Date: 30-08-2021

Place: Gurugram

Notes:

1. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Special Businesses to be transacted at the 28th Annual General Meeting as set out in the Notice is annexed hereto.
2. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular dated May 5, 2020 read with circular no 14/2020 dated April 8, 2020 and General Circular no 17/2020 dated April 13, 2020, Circular no 33/2020 dated September 28, 2020 and general circular no 39/2020 dated December 31 2020 in relation to clarification on passing of ordinary & special resolutions by companies under the Companies Act 2013 and rules made there under on account of threat posed by Covid 19 and General Circular no 02/2021 dated January 13, 2021 (collectively referred to as "MCA Circulars") & SEBI vide its circular dated May 12, 2020 in relation to additional relaxation to compliance with certain provisions of SEBI (Listing obligation & Disclosure requirements) Regulations 2015 and circular dated January 15, 2021 (SEBI Circular have permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and above referred MCA Circulars, the AGM of the Company is being held through VC / OAVM. on Thursday, September 30th, 2021 at 12:00 Noon the deemed venue for the meeting shall be Registered office of the company i.e. Jakhhal Road Patran, Distt:Patiala, Punjab-147001 The procedure for participating in the meeting through VC/OAVM is explained in Point C (Instructions for Shareholders Attending the AGM through VC/OAVM).
3. As this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. The Route Map is also not required to be annexed to the Notice.
4. The facility for joining AGM through VC / OAVM will be available upto 1000 members who may join on first come first serve basis. However the above restriction shall not be applicable to the members holding more than 2% or more shareholding, promoters, Institutional Investors, Directors, Key Managerial personnel. The chairperson of Audit committee, Nomination and remuneration committee and stakeholders relationship committee, Auditors, Scrutinizer etc members can login and join 15 minutes prior to the scheduled time of meeting and window for joining shall be kept open till expiry of 15 minutes after scheduled time.
5. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum u/s 103 of the Companies Act, 2013.
6. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) can appoint their authorized representatives pursuant to section 112 & 113 of the Companies Act, 2013 as the case may be to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting. They are requested to send a certified copy of Board Resolution to the scrutinizer by e mail at kanwalcs@gmail.com with a copy marked to nsdl.
7. In case joint holder attending the AGM only such joint holder whose name appear first in order of names will be entitled to vote.
8. The Register of Directors and Key Managerial Personnel and their shareholding maintained u/s 170 of the Act and the register of contracts or arrangements in which Directors are interested maintained u/s 189 of the Act will be available for inspection by the members in electronic mode during the AGM. Members who wish to seek inspect may send their request through e mail at piccadilygroup34@rediffmail.com up to date of AGM.
9. M/s Aggarwal Sahil & Associates, Chartered Accountants were appointed as Statutory Auditors of the company at 24th Annual General Meeting held on 29th September 2017 for a period of 5 years pursuant to notification issued by Ministry of Corporate affairs as on 7th May 2018 amending section 139 of the Act and rules framed there under the mandatory requirement for ratification of appointment of Auditors by the member at every AGM has been omitted. Accordingly no resolution is being proposed for ratification of appointment of Statutory Auditors at this AGM.
10. In compliance with MCA Circulars dated May 5, 2020 and January 13, 2021 and SEBI Circular dated May 12, 2020 and January 15, 2021, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2020-21 will also be

available on the Company's website www.psailpatran.com, website of the Stock Exchanges i.e. BSE Limited at www.bseindia.com

11. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 24th September, 2021 to Thursday, 30th September, 2021 (Both days inclusive).
12. As per regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form w.e.f 1st April 2019 except in case of request received for transmission and transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form, members can contact the company's registrar and share transfer agent M/s Mas Services Limited for assistance in this regard.
13. Members are requested to intimate changes, if any pertaining to their name, postal address, email address, telephone/mobile no., permanent account no. (PAN), mandates nominations, power of attorney, bank details, such as , name of the bank and branch details, bank account no. MICR No., IFSC code etc. to their DP's in case the shares are held in electronic form to M/s Mas Services Limited in case the shares are held in physical form, quoting their folio no., further members may note that SEBI has mandated the submission of PAN by every participants in securities market.
14. As per the provisions of section 72 of the 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 name by submitting form no. SH-13 if a member desires to cancel the earlier nomination and record a fresh nomination he may submit the same in form SH-14. Members are requested to submit the said form to their DP in case the shares are held in electronic form and to the RTA at info@masserv.com in case the shares are held in physical form, quoting the Folio No.
15. Members holding shares in physical form in identical order of names in more than one folio are requested to send to the company or M/s Mas Services Limited (RTA) the details of such folios together with the shares certificates for consolidating their holdings in one folio. A consolidated shares certificate will be issued to such members after making requisite changes.
16.
 - i) Members who wish to inspect the relevant documents referred in the notice can send an email to piccadilygroup34@rediffmail.com by mentioning their DP Id and Client Id/ Physical Folio No.
 - ii) Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the company on or before 19/09/2021 through email on piccadilygroup34@rediffmail.com The same will be replied by the company suitably.
 - iii) Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at piccadilygroup34@rediffmail.com from 19th September, 2021 (9:00 a.m. IST) to 21st September, 2021 (5:00 p.m. IST). Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
17. To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with Registrar and Share Transfer Agents of the Company (RTA) i.e. M/s Mas Services Limited in case the shares are held by them in physical form.

Process for those members whose email id's are not registered:

- a) For members holding shares in Physical form- Please provide necessary details like- folio no., name of shareholder, scanned copy of share certificate (front and back), self attested scanned copy of PAN Card self attested scanned copy of adhar card by email to the company on email id piccadilygroup34@rediffmail.com or at email info@masserv.com
- b) For members holding shares in Demat form- Please provide demat account details (CDSL – 16 digit beneficiary id or NSDL- 6 digit DP id + Client id), name, client master or copy of consolidated account statement PAN (self attested scanned copy of PAN Card), Adhar (Self attested scanned copy of Aadhar card) to the company on email id piccadilygroup34@rediffmail.com or at email info@masserv.com on or before on 19/09/2021.
- c) In terms of SEBI circular dated December 9,2020 on e-voting facility provided by listed companies. Individual shareholders holding securities in demat mode are allowed to vote through their demat account, maintained with depositories and depository Participants. Shareholders are required to

update their mobile no. and email id correctly in their demat account in order to access e-voting facility.

18. Remote e-voting before/during the AGM

The remote e-voting period begins on 27-09-2021 at 09:00 A.M. and ends on 29-09-2021 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 23-09-2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 23-09-2021.

How do I vote electronically using NSDL e-Voting system?




The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of Shareholders	Login Method
<p>Individual Shareholders holding securities in demat mode with NSDL.</p>	<ol style="list-style-type: none"> Existing IDEAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDEAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. If you are not registered for IDEAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDEAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <div data-bbox="844 1452 1196 1659" style="text-align: right;"> <p>NSDL Mobile App is available on</p>    </div>

Type of Shareholders	Login Method
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: : Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

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

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

B. Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile
- Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.
6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
- a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nSDL.com.
Physical User Reset Password?
 - b) ” (If you are holding shares in physical mode) option available on www.evoting.nSDL.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.

4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to kanwalcs@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Ms. Soni Singh at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to (piccadilygroup34@rediffmail.com)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to ((piccadilygroup34@rediffmail.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **Step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

C) INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-

Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. 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.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (piccadilygroup34@rediffmail.com). The same will be replied by the company suitably.

19. Re-appointment of Directors

Mr. Devinder Sharma to be re-appointed as Whole Time Director of the Company, w.e.f 2nd August, 2021 and Ms. Madhu Sharma shall retire by rotation at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment. Additional information, pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meetings issued by The Institute of Company Secretaries of India, in respect of the Directors seeking re-appointment at this AGM, forms part of the Notice. Details mentioned at the end of notice.

None of the Directors of the Company are inter-se related to each other except Mr. Devinder Sharma and Ms. Madhu Sharma.

20. Other Instructions

- (i) Mr. Kanwaljit Singh, Practicing Company Secretary (Membership No. 5901, CP No. 5870), has been appointed as the scrutinizer by the board to scrutinize remote e-voting process before the AGM as well as remote e-voting during the AGM in a fair and transparent manner.
- (ii) The Chairman at the end of discussion on the resolutions on which voting is to be held, allow voting by use of remote e-voting system for all those members who are present during the AGM through VC/OAVM but have not casted their votes by availing the remote e-voting facility.
- (iii) The scrutinizer shall, immediately after the conclusion of voting at the AGM, unblock the votes casted and make, not later than 48 hours of conclusion of the AGM consolidated scrutinizer's report of the total votes casted in favour or against, if any, to the chairman or a person authorized by him in writing who will acknowledge the receipt of the same and declare the result of the voting forthwith.
- iv) The results will be declared within 48 hours of conclusion of the Annual General Meeting, the results declared alongwith the scrutinizers report shall be placed on the companies website www.psailpatran.com and on the website of NSDL immediately after the results are declared. The company shall simultaneously forward the results to BSE limited. ("BSE").
- v) Subject to the receipt of requisite no. of votes, the resolutions shall be deemed to be passed on the date of AGM i.e Thursday, 30th September 2021.

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

The following Statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice:

ITEM No. 3

Mr. Devinder Sharma (Din No .03264719) is a graduate in Arts is having more than 32 years experience and has been associated with Hotel, textile & engineering industry. He has got rich experience in project implementation, marketing & sales administration etc.

He has been managing the affairs of the company for the last Ten years with strong dedication and devotion.

The Board of Directors of the Company in its meeting held on 29th June 2021 has, subject to the approval of members, re-appointed Sh. Devinder Sharma (Din No .03264719) as Whole time Director, for a period of one (1) year w.e.f. 2nd August 2021 at the remuneration recommended by the Nomination & Remuneration Committee of the Board and approved by the Board, within the limit specified in Schedule V, Part II, Section

II(A) of the Companies Act, 2013.

Terms of remuneration of Sh. Devinder Sharma (Din No. 03264719) are as follows:

Period: 2nd August 2021 to 1st August 2022.

Nature of Duties: The Whole Time Director carry on the business of the company and carry on such duties as may be entrusted to him by the Board of Directors of the company from time to time and separately communicated to him and such powers as may be assigned to him, subject to superintendence, control & Directions of the board in connection with and in the best interests of the business of the company.

1) **A. Remuneration**

- a) Salary Rs. 50,000 (Rs. Fifty Thousand only) per month including all perquisites & allowances.
 b) Benefits, perquisites and allowances as will be determined by the Board from time to time. Reimbursement of expenses incurred on travelling, telephone expenses shall not be considered as perquisite.

B. Minimum remuneration

Notwithstanding anything to the contrary herein contained where in any financial year during the currency of the tenure of whole time Director, the company has no profits or its profits are inadequate, the company will pay remuneration by way of salary, benefits and perquisites, performance incentive as approved by the Board of Directors as per provisions of Companies Act 2013 & rules framed there under.

- 2) (i) The Whole time Director shall not become interested or otherwise concerned through his spouse and/children or any selling agency of the company.
 (ii) The appointment may be terminated by either party by giving to other party one month notice for such termination or the company paying one month remuneration in lieu thereof.

The Board recommends this resolution as a Special Resolution for the approval of the members in terms of Resolution set out in Item No. 3 of the Notice.

None of the Directors or Key Managerial Person of the Company or their relatives is interested in the resolution except Mr. Devinder Sharma and Ms. Madhu Sharma.

General Information

1.	Nature of Industry	The Company comes under Alcohol industry	
2.	Date or expected date of commencement of commercial production	The Commercial production started in the year 1995.	
3.	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Not applicable	
4.	Financial performance based on given indicators:	Given as below	
		Rs. In lacs	
	Particulars	31st March, 2021	31st March, 2020
	Total Income	3344.13	4493.62
	Profit Before Tax	45.87	23.84
	Provision for Tax/Deferred Tax	(45.19)	21.96
	Net Profit	91.06	1.88
5.	Export performance and net foreign exchange collaborations	Nil	
6.	Foreign investments or collaborators, if any	Nil	

The information as required under schedule V to the Companies Act, 2013 is given hereunder:

2. Information about the Appointee:

1.	Background details	As mentioned in the explanatory statements as mentioned above
2.	Past remuneration	Mr. Devinder Sharma (Din No. 03264719) was drawing Remuneration of Rs. 50,000/- p.m. including other benefits and Perquisites.
3.	Recognition or awards	Career profile already covered in the section Background detail.
4.	Job profile and his suitability	Mr. Devinder Sharma (Din No. 03264719) is managing the affairs of the Company for the last Ten Years and has given his strong dedication and devotion for the overall growth of the Company to a very sound state. He is very well suited to handle the responsibility of his designation/position and the responsibilities assigned to him by the Board of Directors of the Company.
5.	Remuneration proposed	Consolidated Salary amounting Rs. 50,000/- per month including other benefits and perquisites as mentioned in the Notice subject to maximum ceiling as allowed in Schedule V of the Companies Act, 2013.
6.	Comparative remuneration profile with respect to industry size of the company, profile of the position and person	In the present scenario the remuneration being paid to the managerial personnel by companies in Sugar & Alcohol trade is very high. Devinder Sharma (Din No.03264719) has business experience of approximately more than thirty Two years and taking into account the responsibilities assigned, the remuneration proposed to be paid to him is very reasonable in comparison of remuneration packages paid to similar senior level appointee(s) in other Companies in the industry.
7.	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any	Sh. Devinder Sharma (Din No. 03264719) Whole Time Director; has no other pecuniary relations with the Company except drawing of remuneration as approved by shareholders of the company. None of the KMP or any other Director or their relatives is interested in the resolution except Ms. Madhu Sharma, Director.

3. Other Information

1.	Reasons of loss or inadequate profits	In view of the highly competitive market scenario in Liquor Industry the company has posted profits before tax of Rs. 45.87 Lacs and net profit after tax of Rs. 91.06 Lacs for the year ended 31st March, 2021.
2.	Steps taken or proposed to be taken for improvement	The Company is constantly looking forward to improve its productivity, sales and consequently its profits and therefore steps have been taken for addition of new machinery equipped with latest technology, cost cutting, optimum utilization of resources to cater the needs of customers

3.	Expected increase in productivity and profit in measurable terms	Considering the present market conditions and the steps taken by the Company, the production, sales and profitability of the Company is expected to increase substantially in the ensuing years.
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None of the Directors or Key Managerial Person of the Company or their relatives is interested in the resolution except Mr. Devinder Sharma, Whole time Director and Ms. Madhu Sharma, Director.

The Board recommends the Special Resolution set out at Item No. 3 of the Notice for approval by the shareholders.

ITEM NO. 4.

The Board of Directors of the company are planning to establish a Ethanol Project as the demand for the petroleum products is increasing day by day. Moreover the aim of Government of India is to achieve 10% ethanol blending in petrol by 2022 and 20% blending by 2025; this will cut down carbon emissions in vehicles and will also save valuable foreign currency. It will lead to better product mix and profitability.

The present Authorised Share Capital of the Company is Rs. 30,00,00,000 (Rupees Thirty crore) comprising of 3,00,00,000 (three crore) Equity Shares of Rs.10/- each. Considering the increased fund requirements of the Company, the Board, has accorded its approval for increasing the Authorised Share Capital from Rs. 30,00,00,000 (Rupees Thirty crore) to Rs. 40,00,00,000 (Rupees Forty Crore) by creation of 1,00,00,000 (one Crore) additional equity share of Rs.10/- each, subject to shareholders approval. It is therefore proposed to increase the Authorised Share Capital of the Company from Rs. 30,00,00,000 (Rupees Thirty crore) to Rs. 40,00,00,000 (Rupees Forty Crore) by creation of 1,00,00,000 (One Crore) additional equity of Rs.10/- each.

Consequently, Clause V of the Memorandum of Association would also require alteration so as to reflect the changed Authorised Share Capital. The proposal for increase in Authorised Share Capital and amendment of Memorandum of Association of the Company requires approval of members at a general meeting. None of the Directors or Key Managerial Personnel of the Company or their respective relatives, are in any way concerned or interested, financially or otherwise in the said resolution. The consent of the members is, therefore, being sought for passing the aforesaid resolution of the notice as an Ordinary Resolution on the Order of the Board.

None of the Directors or Key Managerial Person of the Company or their relatives is interested in the resolution.

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

ITEM NO. 5

Considering the increased fund requirements of the Company, the Board, has accorded its approval for increasing the Authorised Share Capital from Rs. 30,00,00,000 (Rupees Thirty crore) to Rs. 40,00,00,000 (Rupees Forty Crore) by creation of 1,00,00,000 (one Crore) additional equity share of Rs.10/- each, subject to shareholders approval. It is therefore proposed to increase the Authorised Share Capital of the Company from Rs. 30,00,00,000 (Rupees Thirty crore) to Rs. 40,00,00,000 (Rupees Forty Crore) by creation of 1,00,00,000 (One Crore) additional equity of Rs.10/- each.

Accordingly Articles of Association are also required to be amended to incorporate necessary changes for increase in the Authorized Share Capital.

None of the Directors or Key Managerial Person of the Company or their relatives is interested in the resolution.

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval by the shareholders

ITEM NO. 6

In order to part finance the upcoming Ethanol Project of the Company at Patran, Distt. Patiala, Punjab at an approximate cost of Rs. 35.00 Crores, it is proposed to issue equity shares on Rights Basis to eligible Equity Shareholders for an amount not exceeding Rs.13.00 Crores at a price to be decided by the Board in accordance with the provisions of The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirement) Regulations 2018 as amended from time to time.

The Board of directors have therefore proposed to offer further shares to existing holders of Equity Shares of the Company on a date to be fixed hereafter by the directors of the Company to part finance the Ethanol Project in the manner and upon the terms and conditions as set out in the resolution. The right to decide on various terms including timing, pricing, ratio and other incidental matters is being left to the discretion of the Board of Directors who would take decisions as they deem fit in the best interest of the Company.

The Board of Directors recommend the Special Resolution for approval of the Members.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolutions set out at Item No. 6 of this AGM Notice except to the extent of their shareholding in the Company.

ITEM NO. 7

To meet funding requirements towards proposed Ethanol plant of the Company and for general corporate purposes, the Company is proposing to avail financial assistance to the tune of upto Rs. Ten Crores Only by way of Rupee Term Loans, unsecured loans, Corporate Loans etc. ("Facilities"), from time to time from various Lenders i.e. Bank(s) / Financial Institution(s)/ any Bodies Corporate/Directors. The Company is in initial discussions with Lenders for availing the Facilities upon such terms and conditions stipulated by them and approved by the Board and specifically set out under the lending arrangement to be executed by and between the Company and the Lenders.

As per the terms mentioned in the lending arrangements, the said facilities may be converted into Equity Shares of the Company upon happening of any of the following events:

- a. Request forwarded by the Company requesting the Lenders to convert their existing loan into the Equity Shares in the Company; or
- b. Upon exercise of an option to convert whole or part of the outstanding Facilities into fully paid up Equity Shares of the Company; or
- c. Any other event like Rights Issue etc. wherein such conversion has been approved by the Board of Directors or a Committee thereof.

The Equity Shares to be allotted upon conversion of the Loan shall be done at a price to be determined at the time of such conversion.

In terms of the provisions of the Section 62(3) and other applicable provisions of the Companies Act, 2013, an increase of the subscribed capital of a Company caused by the exercise of an option as a term attached to the loan raised by the Company to convert such loans into shares in the company, can only be done, if the terms of issue of loan containing an option to convert such loans into shares in the company, have been approved before the raising of loan by a special resolution passed by the Company in general meeting. Accordingly, approval of the members of the Company is being sought under Section 62(3) of the Companies Act, 2013 to authorise the Lenders to convert their outstanding Facilities into equity shares in the Company.

Accordingly, the Board recommends the resolution as set out in Item No. 7 above for approval of the members of the Company as a special resolution.

None of Directors, KMPs of the Company and their relatives are, in any way, concerned or interested in the resolution, except to the extent of their shareholding in the Company, if any.

ITEM NO. 8

Your Company works closely with one of related companies to meet its business objectives and enters into a range of transactions with these entities, including purchase and sale of goods and services in the ordinary course of business. The Companies Act, 2013 and the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 aims to ensure transparency in the transactions and dealings between the Company and its related parties. Regulation 23(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 provides that all material related party transactions require approval of the shareholders through resolution. Further, as per Regulation 23(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a transaction with a related party shall be considered material if the transaction(s) to be entered into individually or taken together with previous transactions during a financial year, exceeds ten per cent of the annual consolidated turnover of the listed entity as per the last audited financial statements of the listed entity. Piccadilly Agro Industries Limited (PAIL) is a related party of the Company within the meaning of Section 2(76) of the Companies Act, 2013. The Company enters into various transactions with (PAIC) inter alia sale, purchase or supply of goods or materials; availing or rendering of services; selling or otherwise disposing of, or buying, property of any kind. All these transactions are in the

ordinary course of business and at arm's length. Considering that the aggregate value of the Company's transactions with Piccadily Agro Industries Limited exceeds the threshold of material related party transactions. Therefore it is proposed to seek approval from the Members for material related party transactions as per following detail:

1. Sale of goods and material 10 crores
2. Purchase of goods and material 10 crores
3. Availing /rendering of services 2 crores

Piccadily Sugar and Allied Industries Limited is an Associate Company of Piccadily Agro Industries Limited.

Pursuant to Regulation 23(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, no Member/s of the Company being a related party shall be entitled to vote on this resolution.

None of Directors, KMPs of the Company and their relatives are, in any way, concerned or interested in the resolution, except to the extent of their shareholding in the Company, if any.

Details of Directors seeking appointment/ re-appointment in Annual General Meeting [Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Name of Director	Ms. Madhu Sharma	Sh. Devinder Sharma
Director Identification Number (DIN)	07149078	03264719
Date of Birth & Age	22/03/1975 & 46	13/02/1968 & 53
Date of Appointment	31/03/2015	02/08/2010
Qualifications	Graduate	Graduate
Expertise	Well experienced and possess expertise in administration , business, & entrepreneurship qualities	Well experience and associated with Hotel, Textile & engineering industry.
Shareholding of Director in the Company	NIL	NIL
Relationship with other directors and KMPs of the Company	Sh. Devinder Sharma (Husband)	Ms. Madhu Sharma (Wife)
List of outside Director-ships as on Appointment Date	NIL	1. Six Trees Drinks Pvt. Ltd. 2. Sharma Engineering Corporation Pvt. Ltd. 3. White House Export Pvt. Ltd.
Chairmanship/Membership of Committee	NIL	NIL

DIRECTOR'S REPORT

Dear Share Holders,

Your Directors have the pleasure in presenting their 28th Annual Report together with Audited Accounts of the Company for the year ended 31st March 2021.

FINANCIAL RESULTS:

(Rs. In lacs)

Particulars	Consolidated		Standalone	
	2020-21	2019-20	2020-21	2019-20
Income	2799.20	4361.37	2799.20	4361.37
Add: other income	544.93	132.25	544.93	132.25
Total income	3344.13	4493.62	3344.13	4493.62
(Increase)/decrease of Stock in trade	(43.16)	(89.77)	(43.16)	(89.77)
Profit before Interest , Depreciation, Tax & Exceptional items	441.32	152.84	441.40	152.91
Less : Interest	49.45	60.08	49.45	60.08
Depreciation	350.93	363.27	350.93	363.27
Profit before Tax	45.80	23.77	45.88	23.84
Provision for Tax	5.58	0	5.58	0
Deferred Tax	(53.33)	21.96	(53.35)	21.96
Earlier years	2.58	0	2.58	0
Net Profit	90.97	1.80	91.07	1.88
Transfer to Profit & Loss A/c	90.97	1.80	91.07	1.88

1. REVIEW OF THE OPERATIONS OF COMPANY

A) Distillery

Patran (Punjab): The distillery unit has produced 266411 cases of Punjab Medium Liquor (PML) consisting of 50 degree & 65 degree. The unit has also produced 4940 boxes of Indian made foreign Liquor (IMFL) consisting of 2035 boxes of Whistler whisky, 2055 boxes of Golden Wings, 850 boxes of Pure Super Premium Matured XXX Dark Rum. The unit has achieved a turnover & other income of 1475.03 Lacs during the year.

Bawal (Haryana): The distillery unit has produced 433741 cases of Country Liquor & has made a turnover & other income of 1420.65 Lacs.

B) Sugar Mill

Sugar Mill did not commence the crushing operations during the season 2020-21, due to adverse conditions prevailing in the entire area. The sugar availability in the country is much more than the consumption in the country. More over the steep increase in the prices of sugarcane rendered the prices of finished sugar un- remunerative. There is a other income of R.448.45 Lacs during the year.

C) Expansion Plan

Your Company is planning to establish a grain based ethanol plant at Jakkhal Road, Patran, Distt:Patiala, Punjab-147001 to cater the needs of petroleum products.

2. STANDALONE RESULTS

During year under review the total income of the Company on standalone basis at Rs. 3344.13 lacs with a Profit before Tax (PBT) of Rs. 45.88 lacs against the income of 4493.62 lacs and Profit before Tax of Rs. 23.84 lacs in the previous year. Your Company is continuously putting efforts to increase margins by increasing sales on high margin products and product mix optimization.

3. CONSOLIDATED RESULTS

The Consolidated financial statements of the company for the year ended on 31st March 2021 comprises the Standalone Financial Statements of company and its Subsidiary (together referred to as "the group")

The Consolidated revenue of the company during the year under review was Rs. 3344.13 lacs with a Profit before Tax of Rs. 45.80 lacs against Rs. 4493.62 lacs and profit before tax of Rs. 23.77 lacs in the previous year.

4. DIVIDEND

Your Directors have not recommended any dividend on the equity shares for the financial year ended March 31st, 2021 due to accumulated Losses.

5. SHARE CAPITAL

The paid up Equity Share Capital as at March 31, 2021 stood at Rs. 2322.09 lacs consisting of 23254527 equity shares of Rs.10/- each .During the year under review, the company has not allotted shares or convertible securities or shares with differential voting rights nor has granted any stock options or sweat equity or warrants.

6. SUBSIDIARY/ASSOCIATE COMPANY

Six Trees Drinks Pvt. Ltd is subsidiary company of the Company as provided in form AOC-1 as **Annexure-C**.

7. DIRECTORS & KEY MANAGERIAL PERSONNEL

(a) Independent Directors

As on 31st March, 2021 the company has 2 Independent Directors on its board. The Independent Directors have submitted their disclosure to the Board that they fulfill all the requirements as to qualify as an independent director under section 149 (6) of the Companies Act 2013 & 16 (1) (b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

(b) Retirement by Rotation

In accordance with the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, Ms. Madhu Sharma (Din no. 07149078) Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible for re-appointment.

(c) Appointment/Re-appointment of Director

Mr. Devinder Sharma re-appointed as Whole Time Director of the Company w.e.f 2nd August, 2021 for a period of one year subject to the approval of shareholder in the forthcoming Annual General Meeting.

(d) Number of meetings of Board of Directors

During the year under review 6 (Six) meetings of the Board of Directors were held to transact the business of the company. The time gap between the two consecutive meetings was not exceeding 120 days. Details of the Board meetings including attendance of Directors at these meetings are provided in the Corporate Governance Report annexed to this report.

(e) Board Evaluation

The Board of Directors has carried out an annual evaluation of its own performance, Board Committees and individual Directors pursuant to the provisions of the Act and the Corporate Governance requirements as prescribed by Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations 2015 ("SEBI Listing Regulations").

The performance of the Board and Committees thereof was evaluated on the basis of the criteria such as the composition and structure, effectiveness of processes, information, involvement of the Members and functioning etc. The Board reviewed the performance of the individual Directors on the basis of the criteria such as the contribution of the individual Director to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive discussion and inputs in meetings, etc.

In a separate meeting of Independent Directors, the performance of Non-Independent Directors, the performance of the Board as a whole was evaluated. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

The review concluded by affirming that the Board as a whole, the Committees of the Board as well as all of its Members, individually, continued to display commitment to good governance, ensuring a constant improvement of processes and procedures. It was further acknowledged that every individual Member of the Board and the Committee thereof contribute its best in the overall growth of the organization.

(f) Details of Familiarization Programme

The details of the programmes for familiarization of independent directors with the company, their roles, rights, responsibilities in the company, nature of industry in which the company operates and related matters are posted on the website of the company at www.psailpatran.com

(g) Committees of Board

Pursuant to requirement under Companies Act , 2013 & Listing Regulations the Board has constituted the following committees

- a) Audit Committee
- b) Stakeholder Relationship Committee.
- c) Nomination & Remuneration Committee
- d) Corporate Social Responsibility Committee

The details of committees viz composition , number of meeting held & attendance of committee members in the meeting are given in Corporate Governance Report forming part of Annual Report.

(h) Key Managerial Personnel

During the financial year ended March 31, 2021 the following persons are the Whole Time Key Managerial Personnel (KMP) of the Company in term of provision of section 203 of the Companies Act, 2013.

Sr. No.	Name	Designation
1.	Mr. Devinder Sharma*	Whole Time Director
2.	Ms. Avneet Kaur	Company Secretary
3.	Mr. Sunil Kumar	Chief Financial Officer

*Mr. Devinder Sharma re-appointed as Whole Time Director of the Company w.e.f 2nd August, 2021 for a period of one year.

8. 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 act and rules framed there under.

9. STATE OF AFFAIRS OF THE COMPANY

The state of affairs of the company is presented as part of Management Discussion and Analysis Report in a separate section forming part of this report, as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

10. MATERIAL CHANGES & COMMITMENT AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes affecting the financial position of the company subsequent to the close of the financial year 2020-21 till the date of report.

11. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

There are no significant material orders passed by the regulators or Courts or Tribunal which would impact the going concern status of the company and its future operation. However, Members attention is drawn to the statement on Contingent Liabilities and commitments in the notes forming part of the financial statement.

12. DEPOSITS

Your company has not accepted any deposits from the public during the year. Further there is not any non-compliance of Chapter 5 of Companies Act 2013 and rules framed there under.

13. RISK MANAGEMENT

Your company carries out a periodical exercise to identify various risks involved in the business & operations of the company. After identification, such risks are assessed for the degree of risks involved and accordingly steps are taken to mitigate those risks. The objective of such exercise is to mitigate the probable adverse impact on business operations and thus enhance the competitiveness. The risk assessment process of the company defines the risk management approach at all levels across the organization including determination of the degree of risks and proper steps to be taken to avoid the probable harm. The Board is updated periodically on the risks identified and steps taken for mitigating them.

14. LISTING WITH STOCK EXCHANGE

The Company's Share continues to be listed at the BSE Limited (BSE). The Annual Listing fee the financial year 2021-22 has already been paid..

15. COMPANY'S RESPONSE TO COVID-19

In December, 2019, the COVID-19 pandemic created a world crisis. To control the impact of the pandemic the Government of India declared a nationwide lock-down w.e.f. 24th March, 2020, of all economic activities. This impacted the economy adversely. Your Company's - operations were not materially affected. The situation improved after a short time and full operation of all the plants resumed. Your Company's management and employees worked very hard to minimize the impact and ensured that Company's plants were operated safely and requirements of the customers were met. This extraordinary effort minimized the impact on Company's performance. The Company has been organizing Vaccination camps to provide free doses of vaccine to the employees. The Company has also distributed hand sanitizers and masks to the employees/workers of the company. The Company continues to monitor the situation of COVID -19 and operating in line with the guidelines / instructions issued by the Central / State Government from time to time for health and safety of the employees.

16. POLICY ON DIRECTORS APPOINTMENT & REMUNERATION

The Company has adopted a Remuneration Policy for executive and non-executive directors and persons who may be appointed in Senior Management and Key Managerial positions and to determine their remuneration as approved by the Board of Directors on the recommendation of Nomination and Remuneration Committee. The remuneration so approved is subject to the approval by the shareholders and such other authorities as the case may be. The Non-Executive Directors do not draw any remuneration from the Company. The aforesaid policy is annexed in "Annexure- E".

17. AUDITORS & AUDIT REPORT**a. Statutory Auditors**

M/s Aggarwal Sahil & Associates, the Statutory Auditors of the company were appointed by the members at the 24th Annual General meeting of the company for an initial term of 5 years i.e. from the conclusion of 24th Annual General Meeting till the conclusion of 29th Annual General meeting of the company pursuant to section 139 of the Companies Act 2013. They have confirmed that they are not disqualified from continuing as Auditors of the company.

The Auditors Report does not contain any qualification, reservation or adverse remark. The Notes on Financial statements referred to in the Auditors report are self-explanatory and do not call any further comments.

b. Secretarial Auditor

Pursuant to the provisions of section 204 of the Companies Act, 2013 read with the Companies (Appointment and remuneration of Managerial Personnel) Rules 2014 the Board has appointed Mr. Kanwaljit Singh, Practicing Company Secretary as Secretarial Auditors of your company for the financial year 2021-22.

The Secretarial Audit report for the financial year 2020-21 is annexed to this report as "Annexure-A".

The Auditors Report does not contain any qualification, reservation or adverse remark.

18. AMOUNTS PROPOSED TO BE CARRIED TO RESERVES

Particulars of the amounts proposed to be carried to reserves have been covered as part of the financial performance of the company.

19. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

As required under Section 134 (3)(m) of the Companies Act 2013 read with rule 8 of the Companies (Accounts) Rules 2014, the information relating to the conservation of the energy, technology absorption and foreign exchange earnings and outgo, is annexed and forms part of the report as per "Annexure-B".

20. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There are no material related party transactions made by the Company with the Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. A statement giving details of all related party transactions is placed before the Audit Committee. The transactions entered into pursuant to the omnibus and specific approval are reviewed periodically by the Audit Committee. In compliance with the SEBI (LODR), and related party disclosures under the Accounting Standards, please refer Note 38 of the Standalone and Consolidated Financial statements.

The policy on Related Party Transactions as approved by the Board is uploaded on the Company's

website at www.psailpatran.com. In compliance with Section 134(h) of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014, we enclose Form AOC-2 at **Annexure-D** of this Report.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of Loans, Guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements, and however there is no transaction during the year.

22. INTERNAL CONTROLS

The Audit Committee actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same. The Management Information System of the Company is an integral part of the control mechanism.

The Audit Committee, Board of Directors, Statutory Auditors and the Business Heads are periodically apprised of the internal audit findings and the corrective actions taken.

Audit plays a key role in providing assurance to the Board of Directors. Significant audit observations and corrective actions taken by the management are presented to the Audit Committee of the Board. To maintain its objectivity and independence, the Internal Auditor has an access to the Chairman of the Audit Committee.

23. CHANGE IN THE NATURE OF BUSINESS

During the year under review, there has been no change in the nature of business of the company.

24. EXTRACT OF ANNUAL RETURN

As per the requirements of Section 92(3) of the Act and Rules framed thereunder, the extract of the Annual Return for FY 2020-21 is uploaded on the website of the Company and the same is available at www.psailpatran.com.

25. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE-CSR REPORT

The expenditure on the corporate social responsibility is not applicable on the company as there are no average profits as provided u/s 135 of Companies Act 2013 during the last three preceding years.

26. ENVIRONMENT / POLLUTION CONTROL, HEALTH AND SAFETY:

A clean environment and safe operations has always been top priority of the management. Safety of all employees, compliances of environmental regulations and preservation of natural resources are regularly monitored. The effluent and emissions from the plants are regularly monitored and treated.

27. CEO/CFO CERTIFICATION

In terms of the SEBI (Listing obligation and disclosures requirement) 2015, the Certificate duly signed by Mr. Devinder Sharma, Whole Time Director and Mr. Sunil Kumar, Chief Financial Officer (CFO) of the Company was placed before the Board of Directors along with the annual financial statements for the year ended on March 31, 2021, at its meeting held on 29th June 2021. The said Certificate is also annexed to the Corporate Governance Report.

28. MANAGEMENT DISCUSSION AND ANALYSIS & CORPORATE GOVERNANCE & POLICIES

Pursuant to regulation 34 (3) of SEBI (Listing obligation and disclosure requirements) 2015. Management discussion and Analysis, Corporate Governance Report and Auditors certificate regarding compliance of conditions of corporate governance are made part of the Annual Report as per "Annexure-F".

Your board has in accordance with the requirements of Companies Act 2013 & SEBI (Listing obligation and disclosures requirement) 2015 has adopted policies such as Related Party Transaction, Corporate Social Responsibility Policy, Whistle Blower, Vigil Mechanism policy etc. These policies are available on the website of the company and can be viewed on www.psailpatran.com.

Your board has in accordance with the requirements of Companies Act 2013 & SEBI (Listing obligation and disclosure requirements) 2015, has formed Nomination & Remuneration Committee, Corporate Social Responsibility Committee, Audit Committee & Stakeholders relationship Committee is given in "Annexure-F".

29. WHISTLE BLOWER / VIGIL MECHANISM POLICY

Whistle Blower / Vigil Mechanism policy regulation 22 of the Listing regulations and subsection (9 & 10) of section 177 read with rule 7 of the companies (Meetings of Board & its powers) Rules, 2014, inter-alia, provides, for all listed companies to establish a Whistle Mechanism called "whistle blower policy" for Directors & employees to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the company's code of conduct or ethics policy.

As a conscious & vigilant organization, the company believes in the conduct of the affairs of its constituents in a fair & transparent manner, by adopting the highest standards of professionalism, honesty, integrity & ethical behavior. In its endeavor to provide its employee a secure & fearless working environment, the company has established the 'Whistle Blower Policy'.

The Whistle Blower Policy and establishment of Vigil Mechanism have been appropriately communicated within the company. The purpose of the policy is to create a fearless environment for the Directors & employees to report any instance of unethical behavior, actual or suspected fraud or violation of the company's code of conduct or ethics policy. It protects Directors & employees wishing to raise a concern about serious irregularities within the company.

During the year, the company has not received any complaint under Vigil mechanism / whistle blower policy.

30. INSURANCE

The Company has taken adequate Insurance policies for its assets against the possible risks like fire, flood, public liability, marine etc.

31. POLICY ON SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSED ACT 2013)

Your company is committed in creating & maintaining a secured work environment where its employees, agents, vendors & partners can work and pursue business together in an atmosphere free of harassment, exploitation & intimidation. To empower women & protect women against sexual harassment, a policy for prevention of sexual harassment had been rolled out & an internal complaints committee as per legal guidelines had been setup. This policy allows employees to report sexual harassment at the workplace. The internal committee is empowered to look into all complaints of sexual harassment & facilitate a free & fair enquiry process with clear timelines. The policy on prevention of sexual harassment is also posted on the website of the company.

During the year ended 31st March 2021, No complaints pertaining to sexual harassment were received by the company.

32. CHANGE IN REGISTRAR & SHARE TRANSFER AGENT

The board of Directors in its meeting held on 13th February 2021 has appointed M/s Mas Services Limited, New Delhi in place of M/s Abhipra Capital Limited.

M/s Mas Services has started the services on 23rd March 2021.

33. EMPLOYEES AND INDUSTRIAL RELATIONS

The Board of Directors and the Management are extremely thankful to all the employees for their commitment, competence and dedication in the affairs of the Company. The relation between the management and employees is transparent, healthy and cordial.

The Board of Directors are pleased and place on record its appreciation for all categories of employees for their sincere efforts and the sense of belongingness and commitment towards the Company. Their support and sacrifices during COVID-19 had helped the Company to continue its operations. The management took all required efforts to keep them safe and educated.

The disclosure in terms of the provisions of Section 197(12) of the Act read with Rules 5(1), 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and the name and details of employees in terms of remuneration drawn and every person employed throughout the year, who were in receipt of remuneration in terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other details of the concerned employees is annexed as Annexure E and forms an integral part of this annual report.

34. DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 134 (3) (c) and section 134(5) of the Companies Act 2013, your Directors hereby report that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- b) The Directors had selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable & prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit & Loss of the Company for the said period.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records

in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities

- d) The Directors have prepared the Annual Account ongoing concern basis.
- e) The Directors in the case of a listed company had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) 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.

35. SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

36. APPRECIATION

Your Directors wish to place on record their appreciation towards the contribution of all the employees of the company and their gratitude to the company's valued customers, farmers, bankers, vendors, for their continued support and confidence in the company.

For Piccadily Sugar & Allied Industries Limited

Date: 29/06/2021
Place: Gurugram

Sd/-
(Madhu Sharma)
Director
DIN No.07149078

Sd/-
(Devinder Sharma)
Wholetime Director & Chairman
DIN No. 03264719

Annexure to the Directors Report for the year 2020-21
Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021

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

To,
 The Members,
 Piccadily Sugar and Allied Industries Limited,
 Jakhhal Road, Patran,
 Distt.: Patiala,
 Punjab- 147001

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by PICCADILYSUGAR AND ALLIED INDUSTRIES LIMITED (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the PICCADILYSUGAR AND ALLIED INDUSTRIES LIMITED'S books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on March 31, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by PICCADILY SUGAR AND ALLIED INDUSTRIES LIMITED ("the Company") for the financial year ended on March 31, 2021 under the provisions of below mentioned regulations, which were shared with me.

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2013.
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - c) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations 2014: Not Applicable as the company has not given any share based employee benefits during the year.
 - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018- Not Applicable to the company during the financial year under review.
 - e) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: Not Applicable as there was no instance of Buy-Back during the financial year.
 - f) The erstwhile Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and Chapter V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015- Not applicable as the company has not issued any debt securities during the financial year under review.
 - g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client- Not applicable as the company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review.
 - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 including the amendments thereof- Not applicable as the company has not delisted any securities from any stock exchange during the financial year under review.

(vi) The major provisions and requirements have also been complied with as prescribed under all applicable Labour laws viz. The Factories Act, 1948, The Payment of Wages Act, 1936, The Minimum Wages Act, 1948, The Payment of Bonus Act, 1965, Industrial Dispute Act, 1947, Employee State Insurance Act, 1948, The Employee's Provident Fund and Miscellaneous Provisions Act, 1952.

(vii) Environment Protection Act, 1986 and other environmental laws.

(viii) Hazardous Waste (Management and Handling) Rules, 1989 and the Amendments Rules, 2003.

(ix) The Air (Prevention and Control of Pollution) Act, 1981

(x) The Water (Prevention and Control of Pollution) Act, 1974

I have also examined compliance with the applicable clauses of the following:

a) Secretarial Standards issued by The Institute of Company Secretaries of India as notified by Government of India.

b) The SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 being listed on the BSE Limited;

During the period under review the Company has complied with the provisions of the act, rules, regulations, guidelines, standards, etc. mentioned above.

Based on our examination and the information received and records maintained, I further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board during the audit period.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent well in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All decisions are carried out through majority, while the dissenting members' views, if any, are captured and recorded as part of the minutes.
4. The company has proper board processes.

Based on the compliance mechanism established by the company and on the basis of the compliance certificate(s) issued by the Company Secretary/ Officers and taken on record by the board of directors in their meeting(s), I am of an opinion that:

1. There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
2. On examination of the relevant documents and records, on test check basis, the company has complied with the following laws specifically applicable to the company:
 - a. Sugar Cess Act, 1982
 - b. Essential Commodities Act, 1955
 - c. Sugar Development Fund Act, 1982
 - d. Levy Sugar Price Equilization Fund Act, 1976

I further report that there were no instances of:

- (i) Public / Rights / Preferential issue of shares / debentures / sweat equity.
- (ii) Redemption / buy-back of securities.
- (iii) Major decisions taken by the Members in pursuance to Section 180 of the Companies Act, 2013.
- (iv) Merger / amalgamation / reconstruction etc.
- (v) Foreign technical collaborations.

Place: Chandigarh
Date: 17.06.2021

Sd/-
KANWALJIT SINGH
FCS No. 5901
C P No.: 5870
UDIN: F005901C000476338

This report is to be read with our letter of even date which is annexed as "Annexure A" and forms an integral part of this report.

To,
The Members,
Piccadily Sugar and Allied Industries Limited,
Jakhhal Road, Patran,
Distt.: Patiala,
Punjab- 147001

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records, based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the extent of verification of procedures on test basis.
6. The secretarial audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Chandigarh
Date: 17.06.2021

Sd/-
KANWALJIT SINGH
FCS No. 5901
C P No.: 5870
UDIN: F005901C000476338

Annexure to the Directors Report for the year 2020-21

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS OUTGO IN ACCORDANCE WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES 1988.

(A) CONSERVATION OF ENERGY

(i) The step taken or impact on conservation of energy

The Company is continuously working on conservation of energy through innovative measures and has taken following steps towards the same:

1. Replacement of old and in-efficient motors and panels to improve efficiency of equipment.
2. Water circulation arrangement is "steam condensate, MEE condensate re circulate in process all used water as like Boiler Blow down, cooling tower Blow down etc reuse after treatment through ETP. The same will reduce ground water consumption significantly, as well as unit had installed Rain Water Harvesting Pits and adopted ponds of nearby villages to recharge ground water.
3. Replacement of conventional lights with LED Light.
4. Old Air compressors replaced with new oil free air compressors of high efficiency.
5. Some of the present equipments are being replaced with better designed and alternate equipments to improve efficiency, safety and to reduce the time cycle for energy saving.

(ii) Steps taken by the Company for utilizing alternate sources of energy: NIL

(iii) The capital investment on energy conservation equipment's: NIL

(B) TECHNOLOGY ABSORPTION

(i) The efforts made towards technology absorption

1. Water recycle technology for cooling tower.
2. Dissemination of technique of tranche and paired row planting.
3. To improve upon the raw material efficiency and better quality of its products continuous up gradation of technology is undertaken.
4. Quality of the products improving by controlling impurities as per new norms laid down by the customers.

(ii) Benefits derived as a result of the above

The above mentioned measures will result in saving of ground water, healthy cane with higher recovery will be available to the Company and enhanced income to farmers too.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): Not Applicable.

(C) FOREIGN EXCHANGE EARNING AND OUTGO

Foreign Exchange Earning	:	Nil
Foreign Exchange Outgo	:	Nil

For Piccadily Sugar & Allied Industries Limited

Date: 29/06/2021
Place: Gurugram

Sd/-
(Devinder Sharma)
Chairman
DIN No. 03264719

Sd/-
(Madhu Sharma)
Director
DIN No. 07149078

Annexure to the Directors Report for the year 2020-21**Form AOC-1**

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

Statement containing salient features of the financial statement of subsidiaries/ associate companies/joint ventures**Part "A": Subsidiaries**

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

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Six Trees Drinks Pvt. Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period Reporting currency and Exchange rate as on the last	Financial Year 2020-2021
3.	date of the relevant Financial year in the case of foreign subsidiaries	INR
4.	Share capital	Rs. 100000
5.	Reserves & surplus	Rs. (18,149)
6.	Total assets	Rs. 1,03,117
7.	Total Liabilities	Rs. 21,266
8.	Investments	-
9.	Turnover	-
10.	Profit before taxation	Rs. (7,253)
11.	Provision for taxation	Rs. (2,382)
12.	Profit after taxation	Rs. (9,635)
13.	Proposed Dividend	-
14.	% of shareholding	100%

Notes: Six Trees Drinks Pvt Ltd is yet to commence its operations.

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/Joint Ventures	
1. Latest audited Balance Sheet Date	-
2. Shares of Associate/Joint Ventures held by the company on the year end No.	-
Amount of Investment in Associates/Joint Venture	-
Extend of Holding%	-
3. Description of how there is significant influence	-
4. Reason why the associate/joint venture is not consolidated	-
5. Net worth attributable to shareholding as per latest audited Balance Sheet	-
6. Profit/Loss for the year	
i. Considered in Consolidation	-
ii. Not Considered in Consolidation	-

For Piccadily Sugar & Allied Industries Limited

Date: 29/06/2021
Place: Gurugram

Sd/-
(Madhu Sharma)
Director
DIN No. 07149078

Sd/-
(Devinder Sharma)
(Whole Time Director)
DIN No. 03264719

Annexure to the Directors Report for the year 2020-21

Form 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 arm's 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: NA
- c) Duration of the contracts/arrangements/transactions: NA
- d) Salient terms of the contracts or arrangements or transactions including the value, if any: NA
- e) Justification for entering into such contracts or arrangements or transactions: NA
- f) Date(s) of approval by the Board: NA
- g) Amount paid as advances, if any: NA
- h) Date on which the special resolution was passed in general meeting required under first proviso to section 188: NA

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

Name(s) of the related party and nature of relationship	Piccadily Agro Industries Limited	Six Trees Drinks Pvt. Ltd
Nature of contracts / arrangements/ transactions	Purchase and Sale of Goods	Purchase of goods, Sale of goods, Rendering of Services, Receiving of Services.
Duration of the contracts /arrangements / transactions	1st April, 2020 to 31st March, 2025	1st April, 2020 to 31st March, 2025
Salient terms of the contracts or arrangements or transactions including the value, if any	Price charged for the transactions shall be based on the prevailing market price and shall not be less than the price charged for such transactions to unrelated third party customers having such dealings or transactions with them	Price charged for the transactions shall be based on the prevailing market price and shall not be less than the price charged for such transactions to unrelated third party customers having such dealings or transactions with them
Date(s) of approval by the Board, if any	-	-
Amount paid as advances, if any	-	-

For Piccadily Sugar & Allied Industries Limited

Date: 29/06/2021
Place: Gurugram

Sd/-
(Madhu Sharma)
Director
DIN No. 07149078

Sd/-
(Devinder Sharma)
(Whole Time Director)
DIN No. 03264719

Annexure-E

Annexure to the Directors Report for the year 2020-21

Disclosure Required under section 197(12) of the Companies Act, 2013 Read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sr. No.	Information required	Disclosure Amount (in Rs.)			
		Director's Name	Remuneration (in Rs.)	Ratio to MRE	% increase/decrease in remuneration in 2020-21 over 2019-20
1.	The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2020-2021 and percentage increase / decrease in the remuneration of each Director.	Mr. Devinder Sharma	6,00,000	4.13	-
		Mr. Jai Parkash Kaushik	NIL	-	-
		Ms. Madhu Sharam	NIL	-	-
		Mr. Harvinder Singh Chopra	NIL	-	-
2.	The percentage increase in remuneration of Chief Financial officer , Company Secretary or manager, if any in the financial year 2020-21	Name	Designation	Remuneration (in Rs.)	% increase in Remuneration
		Mr. Sunil Kumar	Chief Financial Officer	10,20,000	785%
		Ms. Avneet Kaur	Company Secretary	3,36,000	261%
3.	The percentage increase in the median remuneration of employees in the financial year.	Median FY 2020-2021		Median FY 19-2020	% increase/decrease
		145418		182754	-20%
4.	The number of permanent employees on the rolls of company	73			
5.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	Average percentile increase of 1046% in salaries of managerial personnel: Average percentile increase of 0.6% in salaries of non-managerial personnel:			
6.	Affirmation that the remuneration is as per the remuneration policy of the company	The remuneration paid to the Directors is as per the remuneration policy of the company.			

Sr. No.	Information required	Disclosure						Rs. in lacs
6.	Affirmation that the remuneration is as per the remuneration policy of the company	The remuneration paid to the Directors is as per the remuneration policy of the company.						
7.	Statement showing The detail of employees drawing aggregate remuneration exceeding one crore and two lakh rupees as per Rule 5 of Chapter XIII, the Companies (Appointment and Remuneration of Managerial Personnel Rules, 2014.	Employee name, designation and age	Educational Qualification	Remuneration	Date of joining and experience	Previous employment and designation	Relation with any other Director / Manager	
		-	-	-	-	-	-	

For Piccadily Sugar & Allied Industries Limited

Date: 29/06/2021
Place: Gurugram

Sd/-
(Madhu Sharma)
Director
DIN No. 07149078

Sd/-
(Devinder Sharma)
(Whole Time Director)
DIN No. 03264719

Remuneration policy for Directors, Key Managerial Personnel and other employees

I Introduction

This policy applies to the Board of Directors, Key managerial Personnel and Senior Management personnel of Piccadily Sugar and Allied Industries Limited. "The Company"

This policy envisages the framework for nomination, remuneration and evaluation of Board of Directors, Key Managerial Personnel and Senior Management personnel as provided provisions of Section 179(3) of Companies Act 2013 including rules thereof and Regulation 19 read along with Schedule II of the SEBI listing Regulations.

II Definitions

1. Board 'means Board of Directors of the company.
2. "Committee" means Nomination and Remuneration Committee of the company as constituted or reconstituted by the Board from time to time.
3. "Key managerial Personnel" (KMP) means:
 - a) Chief Executive officer or Managing Director or the Manager
 - b) Whole time Director
 - c) Chief Financial officer
 - d) Company Secretary and
 - e) Such other officers as may be prescribed under the Act from time to time.
4. "Senior management Personnel" (SMP) means personnel of the company who are members of the core management team, excluding Board of Directors and are one level below the Executive Directors including "Functional heads"

III Appointment and Removal of Director, KMP & SMP

A. Directors

1. The committee shall consider criteria such as qualifications, skills, expertise and experience of the person to be appointed as Director, KMP or at a senior Management Level and accordingly recommend to the Board his/her appointment.
2. The age of the person to be appointed as a Non executive Director shall not be less than 21 years and not more than 75 years. The Committee at its discretion may recommend to the Board for the continuation of Director for a further term of appointment who has completed 75 years.
The age of the person to be appointed as an Executive Director shall not be less than 21 years and not more than 75 years
3. The appointment, tenure of Director/Independent Director, removal, disqualification of any Director, KMP or at a senior Management Level shall be as per provisions and procedure laid down under the rules made thereunder the Companies Act 2013, Listing regulations or any other enactment for the time being in force.
4. All actions of the committee shall be made as recommendation to the Board of Directors of the company.

IV Board Diversity

The Board shall have an optimum composition of Directors by comprising expert from different fields viz finance, law, management, sales, marketing, engineering, research, technical operations or any other areas related to the company business.

The board shall ensure that there is a appropriate balance of skills, experience and knowledge so as to enable the Board to discharge its functions and duties effectively.

V Remuneration of Director, KMP and SMP

The Board of Directors of the company shall decide the remuneration of Executive /Non- Executive Directors on the basis of recommendation of the Committee subject to overall limits provided under the Companies Act 2013 and rules made there under, including any amendments, modifications and re-enactments thereto and in compliance with Listing regulations or any other enactment for the time being in force.

The remuneration of Directors shall be approved by the shareholders of the company as & when required.

I Executive Directors

The Board of Director upon the recommendation of committee may appoint any Executive Directors, finalize/ vary terms & conditions, tenure subject to overall limits as prescribed under the act.

a. Fixed salary

Each Executive Director shall be paid fixed salary consisting of basic salary and such other allowances and perquisites as may be recommended by the committee and decided by the Board and performance evaluation of each Executive Director from time to time, subject to overall limits as prescribed under the Act.

Option1. The salary may be revised annually. Or

Option2. The salary shall remain fixed for the tenure of Executive Directors

b. Commission

The Board may approve payment of commission subject to limits provided under the Act. The eligibility and amount of commission to be paid to each Director shall be recommended by the committee on the basis of performance evaluation of the Director undertaken by the committee and the Board

c. Non monetary benefits

Executive Directors may be entitled to club membership, company vehicle with Driver, petrol reimbursement, vehicle maintenance, telephone expenses, fax, internet at residence, payment of mobile phone bills, fully furnished accommodation, house rent allowance in lieu thereof, reimbursement of gas, electricity bills, reimbursement of medical expenses.

d. Separation/retirement benefits

Executive Director shall be eligible to the following perquisites which shall be included in the computation of the ceiling on remuneration provided in the Act:

- (a) Contribution to Provident Fund, superannuation fund or annuity fund 1961 or any amendment thereof. to the extent these are either singly or put together are not taxable under the Income tax Act
- (b) Gratuity payable at a rate not exceeding one month's salary for each completed year service and
- (c) Encashment of Leave at the end of tenure.

In case of Loss or inadequacy of profits, the aforesaid perquisites shall not be included in computation of the ceiling on remuneration provided in the Act.

II NON-EXECUTIVE DIRECTORS

The Committee shall evaluate the balance of skills, knowledge and experience of the Non Executive Director on the board and on the basis of such evaluation the committee shall prepare a description of the roles and capabilities required for an independent director. The Company shall issue a letter of appointment to every Non-Executive Independent Director.

The components of payment of remuneration to Non-Executive Directors shall include:

a. Sitting fees:

Sitting fees may be paid for Board Meetings and any Committee Meetings attended by the Director. Different amount of sitting fees may be paid for different types of meetings within limits as prescribed under the Act.

Committee shall include Audit Committee, Nomination and Remuneration Committee Stakeholders Relationship Committee, Corporate Social Responsibility Committee or such Committees as may be constituted by the Board from time to time.

b. Commission:

The Board may approve payment of commission subject to the limits provided in the Act. The eligibility and the amount of commission to be paid to each Director shall be recommended by the Committee on the basis of annual performance evaluation of the Director.

c. Professional fees:

Non Independent Directors may be paid fees for services of professional nature, if in the opinion of Committee, the Director possesses the requisite qualification for the practice of the profession. Such professional fees shall not be considered as remuneration for the purpose of Act.

B. Key Managerial Personnel and Senior Management Personnel

The Company shall issue an appointment letter to every KMP and SMP.

The remuneration components payable to KMP/SMP may be:

a. Fixed Salary:

Each KMP/SMP shall Be Paid Fixed Salary consisting of basic salary and such allowances and perquisites as per service rules of the Company. The band of the salary shall be determined according to the industry standards, market conditions, scale of Company's business relating to the position, educational parameters and experience in the industry as detailed in the service rules of the Company and such other factors as may be prescribed therein.

The same shall be reviewed annually based on the Company's annual appraisal policy.

b. Variable pay:

A portion of the overall salary may be paid as variable pay to every KMP/SMP. This shall be as per the Performance Linked Pay Scheme of the Company, which is designed to bring about increase in overall organizational effectiveness through alignment of Company, Functional and Individual objectives.

c. Perquisites/Other Benefits:

Perquisite / Other Benefits are benchmarked with Industry practices from time to time keeping an overall salary structure in mind. These may, include petrol reimbursement, vehicle maintenance, telephone, reimbursement of mobile phone bills, leave travel assistance and reimbursement of medical expenditure for self and family and such other benefits as per Company Policy.

KMP/SMP may be entitled to personal accident insurance, group accident insurance coverage, medical insurance coverage, term insurance and such other benefits as per Company policy.

d. Annual Pay Revision /Promotion:

Evaluation of KMP/SMP shall be based on appraisal against stated Objectives/goals of the individual which in turn shall be aligned to the Functional and Enterprise Score Card. Key Result Areas (KRAs)

are set at the beginning of the year in consultation with the Executive Director. Pay revisions/promotions will be achievement oriented and will also have reference to industry benchmarks, where appropriate.

e. Separation/Retirement Benefits:

Separation /retirement benefits as per Company policy which shall include contribution to provident fund, superannuation, gratuity and leave encashment.

C. DIRECTORS AND OFFICERS LIABILITY INSURANCE:

The Company will take Directors and Officers Liability Insurance or such insurance of like nature for indemnifying any of the Director, KMP and SMP against any liability in respect of any negligence, default, misfeasance, breach of duty or trust for which they may be guilty in relation to the Company.

The premium paid on such insurance shall not be treated as part of remuneration payable to Managing Director, Whole time Director, Chief Executive Officer, Chief Financial Officer or Company Secretary, Provided that if any such person is proved to be guilty, the premium paid shall be treated as part of the remuneration.

D. Stock Options:

The Committee may recommend issue of stock options to Directors (other than Independent Directors and Promoter Directors), KMP/SMP, which may be granted by the Board subject to the compliance of the provisions of applicable laws.

VI Criteria for Evaluation of Board

The evaluation of Board shall be carried out annually as per the provisions of the Companies Act, 2013 rules there of and the Listing Regulations. Performance evaluation of each Director will be based on the criteria as laid down from time to time by the Nomination and Remuneration Committee.

Criteria for performance evaluation shall include aspects such as attendance for the meetings, participation and independence, during the meetings, Interaction with Management, role and accountability, knowledge and proficiency and any other factor as may be decided by the Nomination and Remuneration Committee.

Further, performance evaluation of an Executive Director will also be based on business achievements of the Company.

VII Amendment

Based on the recommendation of the Committee, the Board reserves its right to amend or modify this Policy in whole or in part, at any time, when it deems appropriate, in accordance with any amendment to the applicable provisions of the Companies Act, 2013, including rules thereof and the Listing Regulations.

Annexure to the Directors Report for the year 2020-21

Management Discussion and Analysis Report

The country is facing Covid-19 pandemic situation for two successive years. It has led to lockdowns, and economic activities have come to a grinding halt. But contrary to the general trend, Sugar and Allied industries sales have remained in the positive zone.

Sugar Availability position in the Country & Sugar Exports.

The current season began with an opening balance of 107 lakh tons of sugar. With an expected sugar production of 309 lakh tons, the total availability of sugar is expected to be at 416 lakh tons. The expected sugar consumption is 260 lakh tons and sugar export is pegged at 70 lakh tons. This means that the total opening balance of sugar stocks for 2021-22 would be around 86 lakh tons (total sugar availability 416 lakh tons minus total sugar off take 330 lakh tons). This would be around 21 lakh tons lower than the of 2020-21, but this is still higher than the comfort zone of sugar mills. The opening balance for 2021-22 appears to be more than enough to meet country's 2.5 months sugar consumption requirement, which is generally the acceptable normative stock requirement ,to ensure carry-forward sugar stocks meet first two to three month's supply demand of the new season, before new sugar gets supplied into the market.

The current season production s is almost 35 lakh tons higher than that of last year, when mills produced about 274 lakh tons sugar

Problems of Indian Sugar Industry

Sugarcane in India is a profitable crop for the farmers. The returns from cane are almost double in comparison to any other competing crops like wheat, paddy, maize etc. In fact, sugarcane farmers get 100% more than A2+FL cost ('A2' covers all paid-out costs directly incurred by the farmer — in cash and kind — on seeds, fertilisers, pesticides, hired labour, leased-in land, fuel, irrigation, etc. and FL is the imputed value of unpaid family labour.), whereas farmers who grow paddy, pulses, oil seeds, jowar, cotton, maize, ground nut etc. get only about 50-65% over the A2+FL cost. This high price of sugarcane increases the cost of production of sugar, and it becomes financially burdening for the sugar mills to pay cane farmers on time. The twin problems faced by Indian sugar mills- low price of sugar and high cost of sugar production have been taken up at multiple platforms, by the industry and the Government, to look at solutions to ensure sustainability of sugar industry and benefit cane farmers by ensuing timely payment of cane price. Government has introduced many short-term measures like making ethanol production remunerative for sugar mills and sugar export schemes with export subsidy to ensure there is enough liquidity for sugar mills during sugar season. However, these measures are not adequate enough to ensure long-term survival of sugar industry and for making it competitive enough against other sugar exporting nations.

Ethanol

In the Ethanol Supply Year (ESY) of 2019-20, the blending percentage achieved was 5%. In the current sugar season, the total ethanol quantity finalized by the OMCs is 325 cr ltrs, out of which almost 80% supplied by ethanol producers. The over-all blending percentage achieved in the country is already at 7% in first week of March 2021

Currently, the aim is to achieve 10% ethanol blending in petrol by 2022 and 20% blending by 2030 — something that will cut down carbon emissions in vehicles.

Distillery

Haryana (Bawal Distillery)

The Excise & Taxation Department of Haryana in its Excise Policy for the year 2020-21 has fixed the sale price of country Liquor (Ex Distillery issue price) Rs. 291 for quarts, Rs.318 for Pints and Rs. 350 for Nips per case.

Punjab (Patran Distillery)

The Excise & Taxation Department of Punjab in its Excise Policy for the year 2020- 2021 has fixed the sale price of country Liquor (Ex Distillery issue price) as below:

50 Degree	Rs.	65 Degree	Rs.
QUARTS	296.11	QUARTS	354.85
PINTS	320.87	PINTS	379.61
NIPS	393.01	NIPS	451.75

Out Look / Projection :

Sale of 6.00 lacs cases of Punjab Medium Liquor at Patran

Sale of 7.00 lacs cases at Bawal-Haryana

Opportunities' & threats

Sugar is an important food nutrient that our body requires. It is the preferred source of body's fuel for brain power, muscle energy and every natural process that goes on in every functioning cell. Sugar enhances taste of food and makes it palatable to eat. In our Indian culture, sugar has been an integral part of festivals celebrations and ceremonies in every Indian house. We celebrate good news by eating sugar in any form. This has been a century old practice. With only 15 calories per teaspoon, sugar is no more fattening than any other 15 calories from any other source. Unfortunately, for some time now, sugar is being singled out as the cause of health issues like diabetes, obesity, dental caries etc. Much of this negative propaganda against sugar is baseless and unsubstantiated. There is absolutely no scientific evidence or any research paper which concludes or establishes that consumption of sugar in itself leads to any particular disease, be it diabetes, obesity or dental caries

Risk and Concern

The steep escalation in the prices of sugarcane & raw materials will adversely affect profitability of sugar mill & other products of the company.

Competition from the other distilleries in the state of Punjab & Haryana may affect the sale of Country Liquor.

Internal Control System & their Adequacy

The auditor have felt that the company has a reasonable system of authorization at proper levels with necessary controls on the purchase of sugar cane, issue of materials and components & other related system of Internal control is commensurate with the size of the company. They also felt that the company has a reasonable system of recording receipts of raw materials and components and the company is recording the sales and purchase through the software. The Software engineers regularly check software program me.

Material Development in HRD/IR

The company has appointed regular staff of 73 persons in various departments along with contractual & seasonal staff for the efficient working of all the units of the company.

Other Key Indicators

Sr. No.	Particulars	2020-21	2019-20	% Increase /Decrease	Explanation For Change
i	Debtors Turnover Ratio	11.27	12.12	-7.02	-
ii	Inventory Turnover Ratio	3.81	7.88	-51.61	Due to decrease in Cost of Goods Sold
iii	Interest Coverage Ratio	1.92	-4.52	142.40	Due to decrease in Profit before Interest and Tax
iv	Current Ratio	0.44	0.33	35.54	Due to Increase in Inventory and other current assets and decrease in current liabilities
v	Debt Equity Ratio	0.27	0.26	3.94	-
vi	Operating Profit Ratio (%)	-10.89	-6.99	-55.81	Due to decrease in Operating Profit
vii	Net Profit Ratio (%)	3.25	0.04	7432.11	Due to decrease in Net Profit
viii	Change in Net Worth Ratio (%)	5.96	0.12	4728.29	Change in Net Worth due to decrease in net profit

CORPORATE GOVERNANCE REPORT

Pursuant to regulation of 34(3) SEBI (Listing Obligation & Disclosure Requirement) Regulations 2015, the company has been incorporating for the past few years, a separate section on Corporate Governance, in its Annual report. The shareholders and investors would have found the information informative and useful. Company's policies on the Corporate Governance and due compliance report on specific areas, where ever applicable, for the financial year ended 31st March 2021 are given here under, divided into following areas :

1. Company's philosophy on Corporate Governance

The Company's philosophy on corporate governance revolves around sound, transparent and fair business practices with accountability. The key features of the Corporate Governance Policy of your Company are to maintain the highest standards for disclosure practices, professionalism, transparency and accountability in all its dealings. We practice Good corporate governance not only for compliances of applicable statutes in the organization, but also to ensure transparency and ensure the interest of all stakeholders is protected. The Company as a good Corporate citizen complies with the conditions of corporate governance pursuant to the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 ("SEBI Listing Regulations") as amended from time to time.

Code of Business Conduct & Ethics

The Company has adopted a Code of Conduct and Business Ethics for Directors and Senior Management of the Company, as required under Regulation 17(5)(a) of the Listing Regulations. The Company has received confirmations from the Directors and Senior Management regarding compliance with the Code for the year ended 31st March, 2021. A certificate from the Managing Director to this effect is attached to this Report.

Code of Conduct for Prevention of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading pursuant to the provisions of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and amended as per SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018. The Company Secretary acts as the Compliance Officer

2. Composition of Board of Directors

The Board consists of four Directors. The Directors on our board are highly qualified and experienced individuals who are active participants in the decision-making process and provide guidance and objective judgment to the company. The names of the directors are as following:

Composition of the Board

Name of Directors	Category	Attendance Particulars		No. of other Directorship	Member ship of other Board (Listed)	Committee position in other companies (Audit & Stakeholder Committee)		No of shares held on 31/03 /21
		Board meetings	Last AGM held on 23/09/20			Member	Chairman	
Mr. Devinder Sharma Din No. 03264719	Wholetime Director/ Executive Director	6	Yes	3	--	--	--	--
Ms. Madhu Sharma Din No. 07149078	Non Independent /Non Exective woman Director	6	No	0	--	--	--	--
Mr. Harvinder Singh Chopra Din No. 00129891	Non Executive /Independent Director	6	Yes	5	Piccadily Agro Industries Limited	1	--	--
Mr. Jai Parkash Kaushik Din No. 02354480	Non Executive/ Independent Director	6	Yes	1	Piccadily Agro Industries Limited	1	--	--

Chart on the Core skill/expertise/competence of the Directors

Name of Director	Category	Core skill/expertise/competence
Mr. Devinder Sharma Din No. 03264719	Wholetime Director/ Executive Director	Mr. Devinder Sharma is a graduate in Arts is having more than 32 years experience and has been associated with Hotel, textile & engineering industry. He has got rich experience in project implementation, marketing & sales, administration etc. He is involved in Strategic planning, operational management.
Mr. Harvinder Singh Chopra Din No. 0129891	Non Executive/ Independent Director	Mr. Harvinder Singh Chopra is a qualified Chartered Accountant and is having more than 36 years experience in Finance, Accounts, Project implementation, administration, designing, construction, expansion, .Commercial Banking , Direct & Indirect taxation etc. Expertise in overall management.
Mr. Jai Parkash Kaushik Din No. 02354480	Non Executive/ Independent Director	Mr. Jai Parkash Kaushik is retired IAS officer of the government of India and he is Well experienced and possesses expertise in administration, business, & entrepreneurship qualities. He has got special talent for Risk management.
Ms. Madhu Sharma Din No. 07149078	Non Independent/ Non Executive woman Director	Ms. Madhu Sharma has more than 22 years experience with leadership qualities, expertise in computers , Human Relation Development techniques, devising motivational policies for employees, controlling all production activities.

Notes:

- The Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company except as mentioned in Note No.38 of the Standalone and Consolidated Financial Statements.
- None of the Directors have received any loans and advances from the Company during the year.
- The Whole Time Director is paid remuneration as approved by the members of the Company within the overall ceiling prescribed under the Companies Act, 2013.

Board Independence

Based on the confirmation/disclosures received from the Directors and on evaluation of the relationships disclosed, Independent Directors including the Chairman are independent in terms of Listing Regulations, 2015.

Independent Directors Role

As trustees of shareholders, Independent Directors play a pivotal role in upholding corporate governance norms and ensuring fairness in decision making. Being experts in various fields, they also bring independent judgment on matters of strategy, risk management, controls and business performance. The Directors' Report contains the disclosures regarding fulfillment of the requisite independence criteria by Company's Independent Directors.

Memberships of other Boards

None of the Directors on the Company's Board is a Director of more than 10 (ten) Companies and Chairman of more than 5 (five) Companies. None of the Directors of the Company is a member of more than 10 Committees across all the Companies and Chairman of 5 committees (Committees being, Audit Committee and Stakeholders' Relationship Committee) across all the companies in which he/ she is a Director. All the Directors have made necessary disclosures regarding their positions held by them in other companies and notify the changes as and when it takes place. No Independent Director serves as Independent Director in more than seven listed companies or three listed companies in case he/ she is a Whole-time Director in any listed Company. Independent Directors are expected not to serve on the boards of competing companies. The composition of the Board is in conformity with the Regulation 17 of the SEBI Listing Regulations.

Membership Term

As per Companies Act, 2013, as amended and the Articles of Association of the Company, at least two-third of

the Board members shall be retiring Directors, excluding Independent Directors and Promoter Director. One-third of such Directors are required to retire every year and if eligible, the retiring Directors can opt for re-appointment.

Independent Directors shall hold office for up to two terms of five years each.

Familiarization Programs

Familiarization Programs for independent Directors in respect of their roles, rights, responsibilities in the company, nature of the industry & business model was imparted. The details of Familiarization Programs are available on the website of the company i.e. www.psailpatran.com

Annual Independent Directors Meeting

During the year under review, an annual independent Directors meeting in accordance with the provisions of Section 149(8) read with Schedule IV of the Act and regulation 25(3) and 25(4) of SEBI Listing regulations was convened on February, 12th 2021 wherein all independent Directors were present to review the performance of Non-Independent Directors and performance of the Board as a whole.

Confirmation

On the basis of declaration received from the Independent Directors, the Board confirms that in their opinion the Independent Directors of the Company fulfill the conditions specified in the SEBI Listing Regulations 2015 and are independent of the management.

Board Procedure

The Board Meetings are convened as and when require. In any case the gap between two Board meetings does not exceed 120 days as prescribed under the Companies Act. The Board meetings are properly structured with detailed Agenda and comprehensive information on the matters require discussion, consideration and approval.

The said meetings were held on 18th June 2020, 20th June 2020, 10th September 2020, 7th November 2020, 11th November 2020, 13th February 2021. The necessary quorum was present for all the meetings. Detailed presentations are made at the Board /Committee meetings covering finance and operations of the Company, global business environment, all business areas of the Company including business opportunities, business strategy and the risk management practices before taking on record the quarterly / half yearly/annual financial results of the Company.

The required information as enumerated in Part A of Schedule II to SEBI Listing Regulations is made available to the Board of Directors for discussion and consideration at every Board Meetings. The Board periodically reviews compliance reports of all laws applicable to the Company as required under Regulation 17(3) of the SEBI Listing Regulations. The important decisions taken at the Board / Committee meetings are communicated to departments concerned promptly.

Board effectiveness Evaluation

Pursuant to the provisions of regulation 17(10) of the SEBI Listing regulations and provisions of the Act , Board evaluation involving evaluation of Board of Directors, its committees and individual Directors, including the role of the Board Chairman , was considered during the year. For details pertaining to the same kindly refer the Boards report.

During the year, none of the Independent Director has resigned before the expiry of his/her tenure as Independent Director of the Company.

COMMITTEES OF THE BOARD

The Board Committees play a vital role in ensuring sound Corporate Governance practices. The Committees are constituted to handle specific activities and ensure speedy resolution of the diverse matters. The Board Committees are set up under the formal approval of the Board to carry out clearly defined roles. The Board supervises the execution of responsibilities by the Committees and is responsible for their action. The minutes of the meetings of all the Committees are placed before the Board for review.

3. Board Committees – Meetings and Procedures

1. Audit Committee

Terms of Reference

The Audit Committee of the Board of Directors is entrusted with the responsibility to supervise the Company's internal controls, monitor and provide an effective supervision of the Management's financial reporting process. It has to ensure accuracy, timely disclosure of all financial results. The terms of reference of the Audit Committee are as per the Listing Regulations and the Act. The broad terms of reference of Audit Committee as adopted by the Board are as under:

1. Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommendation for appointment, remuneration and terms of appointment of the Auditors.
3. Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors.
4. Reviewing, with the management, the annual financial statements and Auditor's report thereon before submission to the Board for approval, with particular reference to:
 - a) Matters required to be included in the Director's Responsibility Statement to be included in the Directors' Report in terms of Section 134 (3) (C) of the Act;
 - b) Changes, if any, in accounting policies and practices and reasons for the same
 - c) Major accounting entries involving estimates based on the exercise of judgment by management;
 - d) Significant adjustments made in the financial statements arising out of audit findings;
 - e) Compliance with listing and other legal requirements relating to financial statements;
 - f) Disclosure of any related party transactions;
 - g) Modified opinion (s) in the draft audit report;
5. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (Public Issue, Rights Issue, Preferential Issue, among others), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency, monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
7. Reviewing and monitoring the Auditor's independence and performance, and effectiveness of audit process.
8. Approval or any subsequent modification of transactions of the Company with related parties.
9. Scrutiny of Inter-Corporate loans and investments.
10. Valuation of undertakings or assets of the Company, wherever it is necessary.
11. Evaluation of Internal Financial Controls and Risk Management Systems.
12. Reviewing, with the management, performance of the Statutory and Internal Auditors and the adequacy of the Internal Control Systems.
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with Internal Auditors of any significant findings and follow up there on.
15. Reviewing the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of Internal Control Systems of a material nature and reporting the matter to the Board.
16. Discussion with Statutory Auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern.
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividend) and creditors.
18. To review the functioning of the Whistle Blower Mechanism of the Company and to review the findings of investigation into cases of material nature and the actions taken in respect thereof.

19. Approval of appointment of CFO after assessing the qualifications, experience and background, among others of the candidate.
20. To grant Omnibus approval for Related Party Transactions which are in the ordinary course of business and on an arms' length pricing basis and to review and approve such transactions subject to the approval of the Board.
21. Provide guidance to the Compliance Officer for setting forth policies and implementation of the revised Code of Conduct for Prevention of Insider Trading.
22. Carrying out such other functions as may be specifically referred to the Committee by the Company's Board of Directors and/ or other Committees of Directors. The Audit Committee has been granted powers as prescribed under Regulation 18 (2) (c) of the Listing Regulations.

Composition and attendance at the Meetings

The role and terms of reference of Audit Committee shall cover areas mentioned under SEBI Listing Regulations/ and Section 177 of the Companies Act, 2013 and rules related thereto/other SEBI Laws/Regulations, as applicable from time to time besides other matters as may be delegated by the Board of Directors from time to time. The Audit Committee comprises of three Directors, one Executive & two non-executive directors. The Audit committee met four times during the year and attendance of members at the meetings were as under:

Name of Member	Status	No. of meetings held	Attended
Sh. Jai Parkash Kaushik	Chairman(Non-Executive Independent Director)	4	4
Sh. Harvinder Singh Chopra	Member, (Non-Executive Independent Director)	4	4
Sh. Devinder Sharma	Member,(Whole-Time Director Executive Director)	4	4

Audit Committee meetings were held on 17th June 2020, 10th September 2020, 10th November 2020, 12th February 2021.

Chief Financial Officer and Statutory Auditors are invitees. The Company Secretary is the Secretary of the Committee.

Powers of the Audit Committee

- To investigate any activity within terms of reference
- To seek information from any employee
- To obtain outside Legal or other professional advice

To secure attendance of outsiders with relevant expertise, if it considers necessary.

II Nomination and Remuneration Committee

In terms of Section 178 (1) of the Act and SEBI Listing Regulations, the Company has constituted a Nomination and Remuneration Committee. The broad terms of reference of Nomination and Remuneration Committee as adopted by the Board are as under:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration of the Directors, Key Managerial Personnel (KMP) and other senior employees.
- Formulation of criteria for evaluation of Independent Directors and the Board
- Devising a policy on Board diversity.
- Identifying qualified candidates for Directorship, who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.
- Whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors.

The board has constituted a Nomination & remuneration Committee as per the requirements of Companies Act 2013 and formulates the terms of reference in conformity with the Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations 2015.

Details of Directors remuneration paid for the year 2020-21

Name of Member	Status	No. of meetings held	Attended
Mr. Jai Prakash Kaushik (Non-Executive-Independent Director)	Chairman	2	2
Ms. Madhu Sharma (Non-Executive-Non Independent Director)	Member	2	2
Mr. Harvinder Singh Chopra (Non-Executive-Independent Director)	Member	2	2

Whole Time Director-Rs.50,000/- per month.

During the year 2 meetings were held on 17th June 2020, 30th September 2020.

The Nomination and Remuneration Policy devised in accordance with Section 178(3) and (4) of the Companies Act, 2013, has been published on the Company website at www.psailpatran.com

III Stakeholders Relationship Committee

Terms of Reference:

The Stakeholders Relationship Committee ('SRC') ensures cordial investor relations and oversees the mechanism for redressal of investors' grievances for the benefit of shareholders. The redressal of shareholders'/investors' complaints/ grievances pertains to share transfers/transmission, non receipts of annual reports, non-receipt of declared dividend and other allied complaints is also reviewed by the committee. The working of the Registrar and Share Transfer Agents of the Company providing various investor services are also monitored, and if require suggest the measures for improvement.

The terms of reference of the SRC includes:

- Review statutory compliance relating to all shareholders.
- Consider and resolve the grievances of shareholders of the Company, including complaints related to transfer / transmission of securities, non receipt of annual report/ declared dividends/notices/ balance sheet, issue of new/duplicate certificates, general Meetings, among others.
- Review measures taken for effective exercise of voting rights by shareholders. Oversee compliances in respect of dividend payments and transfer of unclaimed amounts to the Investor Education and Protection Fund
- Oversee compliances in respect of transfer of shares to the Investor Education and Protection Fund, in accordance with the provisions of the Companies Act, 2013 and Rules made thereunder, as applicable from time to time
- Review the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company
- Oversee and review all matters related to the transfer of securities of the Company
- Approve issue of duplicate certificates of the Company
- Review movements in shareholding and ownership structures of the Company
- Ensure setting of proper controls, review adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar and Share Transfer Agents and oversee performance of the Registrar and Share Transfer Agents
- Recommend measures for overall improvement of the quality of investor services

The Stakeholders Relationship Committee consists of following Directors:

Name of Member	Status	No. of meetings held	Attended
Mr. Harvinder Singh Chopra (Non Executive Director/ Independent director)	Chairman	6	6
Ms. Madhu Sharma (Non Executive/Non Independent Director)	Member	6	6
Mr. Devinder Sharma (Executive Director)	Member	6	6

Terms of reference

- To monitor share transfer process
- To oversee the performance of company's Registrar & Transfer Agents.
- Recommend methods to upgrade the standard of services to investors
- Carry out any other function as is referred by the Board from time to time or enforced by any statutory notification/amendment or modification as may be applicable
- Monitor implementation of the code of conduct for prohibition of insider Trading
- To look into the redressing of shareholders and investors complaints like transfer of shares, non-receipt of shares, non-receipt of Balance sheet, non-receipt of dividend etc.
- To do all other acts or deeds as may be necessary or incidental thereto. The main object of the committee is to strengthen the investor relations

During the year 6 meetings were held on 17th June 2020, 30th September 2020, 10th November 2020, 16th January 2021, 1st February 2021, 12th February 2021.

During the year 18 Complaints were received complaints from the shareholders and all stands resolved. There were no pending complaints at the closure of the financial year.

In order to expedite the process of share transfer & demat of shares, Board has appointed Ms. Avneet Kaur, Company Secretary as Compliance officer of the company

M/s Mas Services Limited, Registrar & Share transfer agent of the company to look into the work of Share Transfer, Share Demat work, & liaison with National Securities & Depository Limited (NSDL) & Central Depository Services (India) Ltd (CDSL).

IV Corporate Social Responsibility Committee

In compliance with the requirements of section 135 read with schedule VII of the Companies Act 2013, the Board had constituted Corporate Social Responsibility Committee comprising Sh. Harvinder Singh Chopra Director as Chairman & Sh. Devinder Sharma, Whole time Director as Member & Sh Jai Parkash Kaushik, Director as member. During the year no meeting was held by the Company.

4. General Body Meeting

(A) (i) Details of the last three Annual General Meetings were held as under:

Year	Meeting	Location	Date	Time	Special Resolution Passed
2017-18	Annual General Meeting	Piccadily Sugar & Allied Industries Limited, Jakhhal Road, Patran Distt. Patiala, Punjab.	Saturday 29/09/2018	11:00 AM	1. Appointment of Sh. Raju Sharma as Independent Director.
2018-19	Annual General Meeting	Piccadily Sugar & Allied Industries Limited, Jakhhal Road, Patran Distt. Patiala, Punjab.	Monday 30/09/2019	11:00 AM	1. Re-appointment of Sh. Jai Parkash Kaushik Independent Director for second term. 2. Re-appointment of Sh. Harvinder Singh Chopra as Independent Director for second term. 3. Re-appointment of Sh. Devinder Sharma Whole Time Director for one year.
2019-20	Annual General Meeting	Deemed Venue Piccadily Sugar & Allied Industries Limited, Jakhhal Road, Patran Distt. Patiala, Punjab. through Video Conferencing (VC) or Other Audio Visual Means (OAVM)	Wednesday 23/09/2020	11:00 AM	1. Re-appointment of Sh. Devinder Sharma Whole Time Director for one year

(ii) Resolution passed through Postal Ballot

During the financial year ended March 31, 2021 no resolution was passed through Postal Ballot process.

(iii) There is no item in the Notice for the forthcoming Annual General Meeting that is proposed to be passed through Postal Ballot.**(B) Means of Communication**

- i) All price- sensitive information & matters that are material to shareholders are disclosed to the BSE limited, where the securities of the company are listed .All submissions to the BSE limited are made through the respective Electronic Filing systems.
- ii) The company intimates un-audited quarterly, half yearly & audited quarterly & annual financial results to the BSE limited immediately after these are approved & taken on record by the Board. These financial results are normally published in the Business Standard (English) and Desh Sewak (Punjabi).

The quarterly results, shareholding pattern, quarterly/half yearly /annual compliances & all other material events or information as detailed in regulation 30 of the Listing regulations are filed electronically with BSE Limited through BSE on line portal. These communications are also posted on the Companies' website: www.psailpatran.com

5. General Shareholder Information**a) Annual General Meeting Date, Time & Venue**

Date	: 30th September 2021 (Thursday)
Time	: 12.00 Noon
Venue	: Through Video Conferencing (VC)/other Audio Visual (Deemed Venue) Jakhal Road, Patran Distt. Patiala, Punjab-147001
Financial Year	: 2020 – 2021
Date of Book Closure	: Friday, September 24, 2021 to Thursday, September 30th 2021 (Both days inclusive).for the purpose of 28th Annual General Meeting.

b) Listing of Stock Exchange & Stock Code

The shares of the company continue to be listed on BSE Limited. (BSE) & Stock code of the company is **507498, ISIN No. INE544C01023**

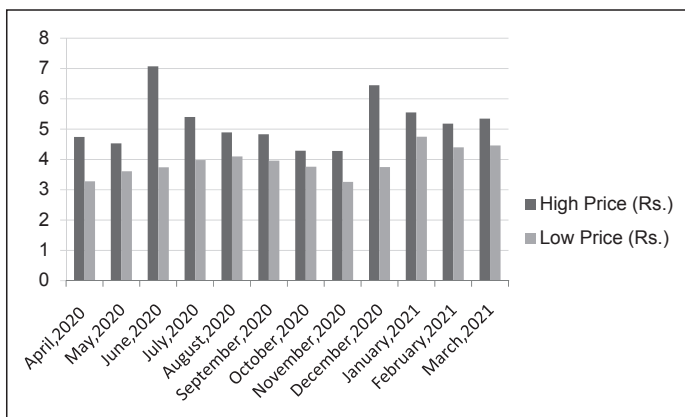
Note: Company has already made the payment of Annual listing Fees for the year 2021-2022

Dividend payment: No dividend has been declared by the company for the year 2020-2021.

Stock Market Data

The details of monthly highest and lowest closing quotations of the equity shares of the company and number of shares traded during the each calendar month at BSE Limited during the year ended 31st March 2021 are as under:

Month	High Price (In Rs.)	Low Price (In Rs.)	No. of Shares traded
April 2020	4.74	3.28	167375
May 2020	4.53	3.61	49903
June 2020	7.07	3.74	185587
July 2020	5.4	3.98	116370
August 2020	4.89	4.1	104393
September 2020	4.83	3.96	67210
October 2020	4.29	3.76	66935
November 2020	4.28	3.26	327405
December 2020	6.45	3.75	421473
January 2021	5.55	4.75	135819
February 2021	5.18	4.4	93042
March 2021	5.35	4.46	219795



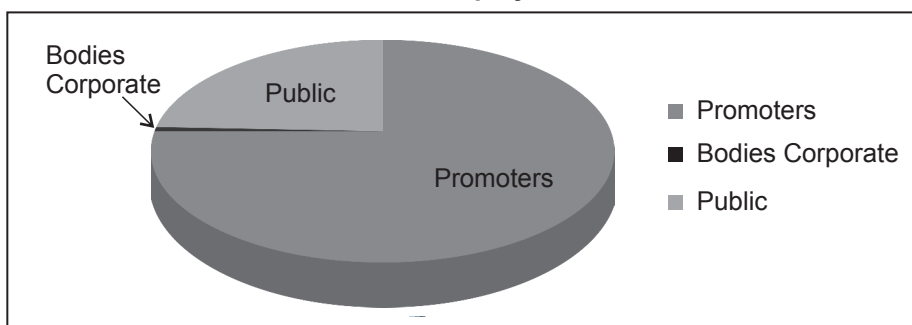
Distribution of Shareholding as at 31st March 2021

Share Holding of Nominal Value of Rs	No of SH Holders	% to Total	No. of Share	Amount in Rs.	% to Total
1 - 5000	44491	98.08%	3454765	34547650	14.854
5001-10000	441	0.972%	346482	3464820	1.49
10001- 20000	214	0.472%	319389	3193890	1.373
20001-30000	73	0.161%	186412	1864120	0.802
30001-40000	35	0.077%	123539	1235390	0.531
40001-50000	27	0.06%	123796	1237960	0.532
50001-100000	41	0.09%	315156	3151560	1.355
100001 and Above	40	0.088%	18384988	183849880	79.062
Total	45362	100%	23254527	232545270	100

Share Holding Pattern at 31st March 2021

Particulars	No. of Equity Shares	Percentage
Promoters	17435554	74.98
Bodies Corporate	68707	0.3
Individuals	5674454	24.3
NRI	66995	0.29
Clearing Members	8817	0.04
Total	23254527	100

Number of Equity Shares



6. Outstanding GDRs/ ADRs warrants or convertible instruments, conversion data and likely impact on equity. N.A.**7. Demat of Shares as on 31/03/2021**

The detail of demat of shares is as under:

Particulars	No. of Equity Shares	Percentage
NSDL	15946378	68.57
CDSL	4851607	20.86
PHYSICAL	2456542	10.57
TOTAL	23254527	100.00

Company has already made the Annual custodial charges of both NSDL & CDSL

8. DISCLOSURES

- a) All related party transactions that entered into during the financial year 2020-21 were on arm's length basis, in the ordinary course of business & were in compliance with the applicable provisions of the Act & the listing regulations.

There were no materially significant related party transactions made by the company with promoters, Directors, KMPs or other designated persons which may have a potential conflict with the interest of the company at large. Suitable disclosure as required by the accounting Standards (IND AS-24) has been made in the financial statements .as required under SEBI (LODR), Detailed related party disclosures as per accounting standards, Please refer Note 39 & 39 of the Standalone & Consolidated financial Statements.

- b) Statutory compliance, structures & Penalties

The Company has complied with the requirement of the Stock Exchanges, SEBI & other statutory authorities on the matters related to Capital markets during the last three years. No Structures/penalties have been imposed on the company by these authorities.

- c) Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under regulation 32 (7A) Not applicable.

- d) A certificate from a Company Secretary in practice that None of the Directors on the Board of the company have been debarred or disqualified from being appointed or continuing as Directors of companies by the Board/Ministry of Corporate Affairs or any other such Statutory authority.

The company has taken required certificate from Mr. Kanwaljit Singh, Practicing Company Secretary.

- e) The company adopted Indian Accounting Standards (Ind-AS) from 01 April 2017 with the transition date 01 April 2016 and accordingly the financial results of the company for the three quarters /annual have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind-As)

- f) India Ratings and research Private Limited has accorded IND-BBB- ratings for the purpose of borrowings from the Bank.

- g) CEO/CFO CERTIFICATION In terms of Regulation 17(8) of the Listing Regulations, the Certificate duly signed by Mr. Devinder Sharma, Whole Time Director & Mr. Sunil Kumar Chief Financial Officer was placed before the Board of Directors along with the financial statements for the year ended March 31, 2021 at its meeting held on June 29 2021, forms part of this report.

- h) Vigil Mechanism / Whistle Blower Policy

The Company has adopted a Whistle blower policy and Vigil Mechanism to provide a formal mechanism to the Directors, employees and other external stakeholders to report their concerns about unethical behavior, actual or suspected fraud or violation of the Company's Conduct or Ethics policy. The policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. The said policy is placed on the website of the Company www.psalpatran.com and no personnel of the Company have been denied access to the Audit Committee.

- i) Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A). Not Applicable

- j) Mandatory Requirements. The Company has complied with all the mandatory requirements of the Listing Regulations relating to Corporate Governance.

9. WEBSITE

The company's website www.psailpatran.com which contains all the Familiarization program of independent Directors, related party transactions, policy relating to material subsidiaries & other policies are mentioned at website.

10. (i) New Registrar & Transfer Agent (RTA)

M/s Mas Services Limited

Address: T-34, 2nd Floor, Okhla Industrial Area,

Phase-2, New Delhi-110020

Tel No. 01126387281, Fax No. 01126387384

Email: info@masserv.com Website: www.masserv.com

(ii) The Share transfer system

Shares in physical forms are processed by the RTA within 15 days from the date of receipt, if the documents are complete in all respects. The Whole Time Director, or Company Secretary has been severally empowered to approve transfers.

Requests for dematerialization of shares are processed & confirmation thereof is given to the respective depositories i.e. National Securities Depository Limited (NSDL) & Central Depository Services (India) Limited (CDSL) within the statutory time limit from the date of receipt of share certificates provided the documents are complete in all respects.

A summary of transfer /transmission of shares etc, so approved by the Company Secretary is placed before the Stakeholders Relationship committee.

(iii) Secretarial Audit

a) As per regulation 40(9) of the Listing regulations, a certificate from the practicing Company Secretary has been submitted to the BSE Limited within stipulated on half yearly basis confirming the due compliance.

b) Mr. Kanwaljit Singh , Practicing Company Secretary has conducted the Secretarial Audit of the company. The Audit report confirms that the company has complied with the applicable provisions of the act and the rules made there under, its Memorandum & Articles of Association, Listing regulations and the applicable SEBI Regulations.

11. Investors' correspondence may be addressed to

Ms. Avneet Kaur, Company Secretary,

House No. 304, Sector 9D, Chandigarh-160009

Phone No. : 0172-4660993, E-mail: piccadilygroup34@rediffmail.com

12. Address for Correspondence

Piccadily Sugar & Allied Industries Limited

House No. 304, Sector 9-D, Chandigarh – 160009

13. Plant Location

i) Piccadily Sugar & Allied Industries Limited

Jakhal Road, Patran, Distt: Patiala, Punjab-147001

ii) Piccadily Sugar & Allied Industries Limited

Plot No. 358, Sector 3, IMT Phase II, Bawal, Rewari Haryana-122050

14. Reconciliation of Share Capital

Pursuant to Regulation 76 of the SEBI (Depositories and participants) Regulations 1996, quarterly audit of the company's share capital is carried out by M/s Jain & Associates, Chartered Accountants, Panchkula for the purpose of reconciliation of the total share capital admitted with National Securities Depository limited (NSDL) and Central Depository Services (India) Limited (CDSL) and in physical form with the issued & Listed capital of the company. The Audit confirms that the total issued /paid up capital is in agreement with the aggregate of the total number of shares in physical form and the total number of shares in dematerialized form (held with NSDL & CDSL)

15. General

Company has complied with the corporate Governance requirements specified in regulations 17 to 27 and Clauses (b) to (i) of regulation 46(2) of listing regulations

16. Total fees for all Services paid by the listed and its subsidiaries

The detail of payment of total fees to the Statutory is under:

Statutory Audit	100000
Tax Audit	25000
Total	125000

*GST Extra

17. Prevention of Sexual Harassment at Workplace

The Company values the dignity of individuals and strives to provide a safe and respectable work environment to all the employees. The Company is committed to providing an environment, which is free of discrimination, intimidation and abuse. The Company believes that it is the responsibility of the organization to protect the integrity and dignity of the employees and also to avoid conflicts and disruptions in the work environment due to such cases.

The company has complied with provisions under the Sexual Harassment Act, 2013. During the year, no complaint pertaining to sexual harassment was received by the Company.

18. Insider Trading

There have been no instances of insider trading by any of the employees of the company at any stage or any Exchange.

19. Certificate on Compliance of Code of Conduct

I hereby confirm that all Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct for the Directors and Senior Management Personnel as approved by the Board for the Financial Year ended 31st March, 2021.

For Piccadily Sugar & Allied Industries Limited

Date: 29/06/2021
Place: Gurugram

Sd/-
(Devinder Sharma)
Whole Time Director
DIN No. 03264719

20. Compliance Certificate pursuant to Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

We, Devinder Sharma, Whole Time Director and Sunil Kumar, Chief financial officer do hereby certify that in respect of the annual accounts and cash flow statement for the financial year ending on March 31st, 2021.

- a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
 - i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee that:
 - i) There has not been any significant changes in internal control over financial reporting during the year under reference;
 - ii) There has not been any significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii) There has not been any instances of significant fraud of which we had become aware and the involvement therein, any, of the management or an employee having a significant role in the Company's internal control system over financial reporting during the year.

Date: 29/06/2021
Place: Gurugram

Sd/-
(Devinder Sharma)
Whole Time Director
DIN No. 03264719

Sd/-
(Sunil Kumar)
Chief Financial Officer

21. Certificate of Non-Disqualification of Director-(pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
Piccadily Sugar and Allied Industries Limited
Jakhal Road Patran
Distt: Patiala, Punjab

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Piccadily Sugar and Allied Industries Limited having CIN: L15424PB1993PLC013137 and having registered office at Jakhal Road Patran, Distt: Patiala, Punjab (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of the Director	DIN	Date of appointment in the company
1.	Mr. Harvinder Singh Chopra	00129891	25.10.1993
2.	Mr. Jai Parkash Kaushik	02354480	12.11.2011
3.	Mr. Devinder Sharma	03264719	02.08.2010
4.	Ms. Madhu Sharma	07149078	31.03.2015

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

Date: 17.06.2021
Place: Chandigarh

Sd/-
Kanwaljit Singh Thanewal
M No. 5901
C P No. 5870
UDIN: F005901C000476382

22. Auditors' Certificate on Corporate Governance

To

The Members of

Piccadily Sugar & Allied Industries Limited

We have examined the compliance of conditions of Corporate Governance by Piccadily Sugar & Allied Industries Limited CIN No. : L15424PB1993PLC013137 ("The Company") for the year ended on March 31, 2021, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub regulation (2) of Regulation 46 and Para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company. Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and representations made by the Directors and the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India warranted due to the spread of the COVID-19 pandemic, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended March 31, 2021.

We further state that this compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For AGGARWAL SAHIL & ASSOCIATES
Chartered Accountants
(Regd No.:026978N)

Sd/-
Sahil Aggarwal
Partner
(Membership No.: 523581)

Place: Chandigarh
Date: 29/6/2021

INDEPENDENT AUDITOR'S REPORT

To the Members of Piccadily Sugar and Allied Industries Ltd
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying stand alone financial statements of Piccadily Sugar and Allied Industries Ltd ("the Company"), which comprises the Standalone Balance Sheet as at March 31, 2021, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity for the year then ended March 31, 2021, and a summary of significant accounting policies and other explanatory information. (Hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following matters in the Notes to the financial Statements:

We draw attention to Note 32 of the accompanying standalone financial statements, which describes the management's evaluation of impact of uncertainties related to COVID-19 and its consequential effects on the operations of the Company. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

Sr.No.	Key Audit Matters	Auditor's Response
1.	<i>Evaluation of uncertain tax positions</i> The Company did not have material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes	<i>Principal Audit Procedures</i> Obtained details of completed tax assessments and demands for the year ended March 31, 2021 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. possible outcome of these disputes

Other Information

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

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

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

If, based on the work we have performed, we conclude that there is no material misstatement of this other information that we required to report.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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.

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the 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 standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by section 143 (3) of the Act, 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, Statement of Profit and Loss including Other Comprehensive income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone Financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of 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 Reporting "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with 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 its standalone Ind AS financial statements – Refer Note 29 to the standalone Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts and equity shares, required to be transferred, to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197 (16) which are required to be commented upon by us.

For AGGARWAL SAHIL & ASSOCIATES
Chartered Accountants
(Regd No.:026978N)

Sahil Aggarwal
Partner
(Membership No.: 523581)
UDIN: 21523581AAAACJ4757

Date: June 29, 2021

Place: Gurugram

Annexure “A” to the Independent Auditors' Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Piccadily Sugar and Allied Industries Limited of even date).

Report on the Internal Financial Controls Over Financial Reporting under Clause

(1) 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 **PICCADILY SUGAR AND ALLIED INDUSTRIES LIMITED** (“the Company”) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for the Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable

assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the respective companies 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 AGGARWAL SAHIL & ASSOCIATES
Chartered Accountants
(Regd No.:026978N)

Sahil Aggarwal
Partner
(Membership No.: 523581)
UDIN : 21523581AAAACJ4757

Date: June 29, 2021

Place: Gurugram

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Piccadily Sugar and Allied Industries Limited of even date)

- I. In respect of the Company's fixed assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
 - b) According to information and explanations given by the management, the company has a program of physical verification of property, plant and equipment to cover all the items in a phased manner over a period of three years. In accordance with this program, certain property, plant and equipment were physically verified by the Management during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - c) According to information and explanations given by the management, the title deeds of immovable properties included in fixed assets are held in the name of the Company.
- ii. As explained to us, the inventories, excluding stocks with some of the third parties, were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification. In respect of inventories lying with third parties, these have substantially been confirmed by them.
- iii. According to information and explanations given to us the Company has not granted loans secured or unsecured during the year to companies, firms, Limited Liability Partnerships or other parties covered in

- the register maintained under section 189 of the Companies Act, 2013, and hence reporting under Accordingly, paragraph 3 (iii) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, in respect of loans, investments, guarantees and security made.
 - v. The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
 - vi. According to information and explanations given to us in respect of Statutory Dues;
 - (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income-tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it.
 - (b) There were no undisputed amounts payable in respect of Provident fund, Income-tax, Goods and Services Tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - (c) According to the records of the Company, there are no dues outstanding on account of Income-tax, Goods and Services Tax, sales-tax, , service tax, duty of custom, duty of excise , value added tax and cess.
 - vii. In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or Government. The Company did not have any outstanding debentures during the year.
 - viii. In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). The term loans availed by the company during the year have been applied for the purpose for which it has been availed.
 - ix. According to the information and explanations given by the management, we report that no fraud by the Company or no fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
 - x. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/ provided managerial remuneration within limits under section 197 read with Schedule V to the Act.
 - xi. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.
 - xii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable accounting standards.
 - xiii. According to the information and explanations given to us the Company has not issued shares under preferential allotment during the year. Therefore, the provisions of clause 3(xiv) of the Order are not applicable to the Company and hence not commented upon.
 - xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
 - xv. The Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

For AGGARWAL SAHIL & ASSOCIATES
Chartered Accountants
(Regd No.:026978N)

Sd/-
Sahil Aggarwal
Partner

(Membership No.: 523581)
UDIN :21523581AAAACJ4757

Date: June 29, 2021
Place: Gurugram

BALANCE SHEET AS ON 31st MARCH 2021			
(Amount in Rs)			
S.No. Particulars	Note	Standalone as at 31.03.2021	Standalone as at 31.03.2020
A) ASSETS			
1 Non-Current assets			
		71,82,16,128	81,52,56,715
		36,96,78,957	42,86,53,718
(a)	1	34,85,37,171	38,66,02,997
(b)		7,72,361	7,72,361
(c)		13,38,301	12,90,572
(d)			
	2	1,00,010	1,00,010
	3	65,66,472	1,33,10,535
(e)	4	1,18,22,557	64,87,326
(f)	5	21,45,115	21,45,115
		-	-
Total non-current assets		37,12,81,987	41,07,08,916
Current assets			
(a)	6	5,13,51,595	4,19,41,523
(b)		-	-
	7	3,39,65,567	1,57,27,121
	8	91,86,930	31,99,010
	9	9,78,701	9,21,535
(c)	10	58,401	78,621
(d)	11	3,68,84,123	4,33,90,535
Total current assets		13,24,25,317	105258346
Total assets		50,37,07,304	51,59,67,262
B) EQUITY AND LIABILITIES			
1 EQUITY			
(a)	12	23,22,09,520	23,22,09,520
(b)	13	(7,02,10,127)	(7,93,16,945)
Total equity		16,19,99,393	15,28,92,575
Liabilities			
Non-current liabilities			
(a)			
	14	4,36,63,954	3,96,46,078
(b)	15	3,24,637	26,84,266
Total non-current liabilities		4,39,88,591	4,23,30,344
Current Liabilities			
(a)			
	16	17,62,07,662	19,60,17,902
	17	9,06,79,037	9,27,74,852
(b)	18	5,53,902	5,56,248
(c)	19	5,57,983	-
(d)	20	2,97,20,735	3,13,95,341
Total current liabilities		29,77,19,319	32,07,44,343
Total equity and liabilities		50,37,07,304	51,59,67,262
The accompanying notes form an integral part of the standalone financial statements 1-43			
Notes on Financial Statements '1-43'			
AUDITOR'S REPORT		For and on behalf of Board	
As per our separate report of even date			
For Aggarwal Sahil & Associates			
Chartered Accountants			
FRN: 026978N			
Sd/- Sahil Aggarwal (Partner) M.No. 523581	Sd/- Madhu Sharma (Director) DIN No. 07149078	Sd/- Devinder Sharma (Whole Time Director) DIN No. 03264719	Sd/- Sunil Kumar (Chief Financial Officer)
Date: 29/06/2021 Place: Gurugram UDIN: 21523581AAAACJ4757			Sd/- Avneet Kaur (Company Secretary) M.No. : 60841

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 MARCH 2021

S.No.	Particulars	Note	STANDALONE AS AT	STANDALONE AS AT
			31.03.2021	31.03.2020
			(Amount in Rs)	(Amount in Rs)
I.	Revenue from operations	21	27,99,20,307	43,61,36,693
II.	Other Income	22	5,44,93,491	1,32,25,343
III.	Total Income		33,44,13,798	44,93,62,036
IV.	Expenses:			
	Cost of materials consumed	23	10,04,40,449	17,99,85,417
	Change in F.G, WIP, and Stock-in-Trade		-	-
	Purchase and Related Cost of Stock in Trade	24	(43,15,846)	(89,76,668)
	Excise duty on sale of goods		4,23,77,439	4,72,32,951
	Employee Benefit Expenses	25	2,05,60,119	2,81,90,716
	Finance costs	26	49,44,925	60,08,396
	Depreciation and amortization expense	27	3,50,93,019	3,63,26,779
	Other expenses	28	13,12,11,959	18,76,38,767
	Total expenses		33,03,12,065	47,64,06,358
V.	Profit before exceptional items and tax		41,01,733	(2,70,44,322)
VI.	Exceptional items			
	Profit (Loss) on sale of fixed assets		4,85,864	2,94,28,657
VII.	Profit before tax		45,87,597	23,84,335
VIII.	Tax expense:			
	(1) Current tax		5,57,983	-
	(2) Deferred tax		(53,35,231)	21,95,954
IX.	Income tax of Previous Year		2,58,026	-
XI.	Profit after tax		91,06,819	1,88,381
	Other comprehensive income			
	(i) Items that will not be re-classified to profit or loss:			
	-Remeasurements of defined benefit obligation (net)		-	-
	-Income tax relating to items that will not be reclassified to profit or loss		-	-
	(ii) Items that may be re-classified to profit or loss:			
	-Income tax relating to items that may be reclassified to profit or loss		-	-
	Total other comprehensive income (net of tax)		-	-
XII.	Total comprehensive income		91,06,819	1,88,381
	Earnings per equity share-basic /diluted:			
	-Before exceptional item		0.39	0.01
	-After exceptional item		0.39	0.01
	Nominal Value of each share		10	10
The accompanying notes form an integral part of the standalone financial statements 1-43				
Notes on Financial Statements '1-43'				
AUDITOR'S REPORT				
As per our separate report of even date			For and on behalf of Board	
For Aggarwal Sahil & Associates				
Chartered Accountants				
FRN: 026978N				
Sd/- Sahil Aggarwal (Partner) M.No. 523581	Sd/- Madhu Sharma (Director) DIN No. 07149078	Sd/- Devinder Sharma (Whole Time Director) DIN No. 03264719	Sd/- Sunil Kumar (Chief Financial Officer)	Sd/- Avneet Kaur (Company Secretary) M.No. : 60841
Date: 29/06/2021				
Place: Gurugram				
UDIN: 21523581AAAACJ4757				

STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2021			
(Amount in Rs.)			
Particulars	For the year ended	For the year ended	
	31.03.2021	31.03.2020	
	AUDITED	AUDITED	
Cash Flow From Operating Activities:			
Profit After Tax	91,06,819	1,88,381	
Adjustments To Reconcile Profit Before Tax To	-	-	
Net Cash Provided By Operating Activities:	-	-	
Income Tax Charged In Profit And Loss A/C	(47,77,248)	21,95,954	
Depreciation And Amortization	3,50,93,019	3,63,26,779	
Finance Costs	49,44,925	60,08,396	
Loss/(Profit) On Sale Of Fixed Assets	(4,85,864)	(2,94,28,657)	
Interest Income Received	(3,23,626)	(8,29,325)	
	-	-	
Operating Profit Before Working Capital Changes	4,35,58,025	1,44,61,528	
Changes In Operating Assets And Liabilities:	-	-	
Trade Receivables	(1,82,38,446)	4,05,34,758	
Other Receivables	1,32,13,530	(55,82,880)	
Inventory	(94,10,072)	(87,10,349)	
Provisions	(23,59,629)	25,361	
Trade And Other Payables	(2,35,83,007)	(6,09,85,617)	
Biological Assets	(47,729)	(17,492)	
Cash Generated From Operations	31,32,672	(2,02,74,690)	
	-	-	
Income Tax (Net)	-	7,03,054	
	-	-	
Net Cash Flow From Operating Activities (A)	31,32,672	(2,09,77,744)	
Cash Flow From Investing Activities:	-	-	
Net Purchase Of Fixed Assets	(34,29,629)	(39,56,640)	
Proceeds From Sale Of Fixed Assets	68,88,300	3,21,30,830	
Interest Income Received	3,23,626	8,29,325	
Purchase Of Investments	-	(1,00,010)	
	-	-	
Net Cash Flow From Investing Activities (B)	37,82,297	2,89,03,505	
Cash Flow From Financing Activities:	-	-	
Proceeds From Long-Term Borrowings	40,17,876	(1,15,26,003)	
Finance Cost	(49,44,925)	(60,08,395)	
Net Cash Flow From Financing Activities (C)	(9,27,049)	(1,75,34,398)	
	-	-	
Net Increase In Cash And Cash Equivalents (A+B+C)	59,87,920	(96,08,637)	
	-	-	
Opening Cash And Cash Equivalents	31,99,010	1,28,07,647	
	-	-	
Closing Cash And Cash Equivalents	91,86,930	31,99,010	
Notes:			
1) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard-7 on Statement of Cash Flow.			
2) Additions of fixed assets include movement of Capital work-in-progress during the year.			
3) Proceeds/(repayment) of Short-term & Long-Term borrowings have been shown on net basis.			
4) Figure in brackets represents cash outflow from respective activities.			
Notes on Financial Statements '1-43'			
AUDITOR'S REPORT			
As per our separate report of even date		For and on behalf of Board	
For Aggarwal Sahil & Associates			
Chartered Accountants			
FRN: 026978N			
Sd/- Sahil Aggarwal (Partner) M.No. 523581	Sd/- Madhu Sharma (Director) DIN No. 07149078	Sd/- Devinder Sharma (Whole Time Director) DIN No. 03264719	Sd/- Sunil Kumar (Chief Financial Officer)
Date: 29/06/2021 Place: Gurugram UDIN: 21523581AAAACJ4757			Sd/- Avneet Kaur (Company Secretary) M.No. : 60841

Statement of Changes in Equity for the year ended March 31st, 2021

	Equity Share Capital		Reservers and Surplus		Other Equity		Total equity attributable to the equity holders of the company (Amount in Rs.)
			Capital Subsidy	Retained Earnings	Total Other Equity		
As at 1st April 2019	23,22,09,520	-	30,00,000	(8,25,05,328)	1,88,381	(7,95,05,328)	15,27,04,192
Profit for the period	-	-	-	1,88,381	-	-	1,88,381
Other Comprehensive Income	-	-	-	-	-	-	-
As At 31st March 2020	23,22,09,520	-	30,00,000	(8,23,16,946)	91,06,819	(7,93,16,946)	15,28,92,574
Profit for the period	-	-	-	91,06,819	-	91,06,819	91,06,819
Other Comprehensive Income	-	-	-	-	-	-	-
At 31st March, 2021	23,22,09,520	-	30,00,000	(7,32,10,127)	(7,02,10,127)	(7,02,10,127)	16,19,99,393

Notes on Financial Statements '1-43'

AUDITOR'S REPORT

As per our separate report of even date

For Aggarwal Sahil & Associates

Chartered Accountants

FRN: 026978N

Sd/-

Sahil Aggarwal

(Partner)

M.No. 523581

Date: 29/06/2021

Place: Gurugram

UDIN: 21523581AAAAACJ4757

For and on behalf of Board

Sd/-

Madhu Sharma

(Director)

DIN No. 07149078

Sd/-

Devinder Sharma

(Whole Time Director)

DIN No. 03264719

Sd/-

Sunil Kumar

(Chief Financial Officer)

Sd/-

Ameet Kaur

(Company Secretary)

M.No. : 60841

Property, Plant & Equipment as on 31st March 2021

	Land	Building	Plant & Machinery	Furniture & Fixture	Office Equipment	Agriculture Equipment's	Vehicle	Tractor	Computer	Total
Gross carrying Amount										
Balance as at April 1, 2019	7,57,59,383	16,06,31,794	59,60,28,630	24,24,197	35,78,698	11,38,004	1,53,24,101	4,59,974	20,46,679	85,73,91,459
Additions	1,30,154		37,75,916		50,570					39,56,640
Disposals			4,47,69,162				13,22,221			4,60,91,383
Balance as at March 31, 2020	75759383	160761948	555035384	2424197	3629268	1138004	14001880	459974	2046679	815256716
Additions	3,35,159		30,73,645		20,825					34,29,629
Disposals			10,04,70,216							10,04,70,216
Balance as at March 31, 2021	75759383	161097107	457638813	2424197	3650093	1138004	14001880	459974	2046679	718216129
Accumulated Depreciation										
Balance as at April 1, 2019	-	6,79,12,117	35,43,24,064	19,87,592	30,46,274	9,51,039	51,76,209	4,36,975	18,71,880	435716150
Depreciation charged for the year	-	76,94,428	2,69,45,107	63,671	91,583	41,374	14,57,915		32,701	36326779
Disposals	-	-	4,21,33,102		313,7857	992,413	53,78,016	43,6975	19,04,581	43389211
Balance as at March 31, 2020	0	75606545	339136069	2061263	3137857	992413	5378016	436975	1904581	428653718
Depreciation charged for the year	-	76,95,605	2,57,26,971	61,643	97,528	51,192	14,27,379		32,700	3,50,93,018
Disposals	-	-	9,40,67,780		323,5385	104,3605	68,05,395	43,6975	19,37,281	9,40,67,780
Balance as at March 31, 2021	0	83302150	270795260	2122906	3235385	1043605	6805395	436975	1937281	369678957
Net Carrying Amount										
Balance as at March 31, 2021	75759383	77794957	186843553	301291	414707	94399	7196485	22999	109398	348537172
As at March 31, 2020	75759383	85155403	215899315	362934	491410	145591	8623864	22999	142098	386602997
As at April 1, 2019	75759383	92719676	241704565	426605	532424	186965	10147892	22999	174799	421675309
Capital Work In Progress										
Balance as at March 31, 2021										772361
As at March 31, 2020										772361
As at April 1, 2019										772361

Details of under capital work-in-progress as on 31.03.2021 is as under:

Opening Balance of Capital Work in Progress as at 1st April 2019	772361
(+) Additions	-
(-) Transfers	-
(-) Disposals	-
Closing Balance of Capital Work in Progress as at 31st March 2020	772361
(+) Additions	2801651
(-) Transfers	2801651
(-) Disposals	-
Closing Balance of Capital Work in Progress as at 31st March 2021	<u>7,72,361</u>

Notes on Financial Statements '1-43'

AUDITOR'S REPORT

As per our separate report of even date

For Aggarwal Sahil & Associates

Chartered Accountants

FRN: 026978N

Sd/-
Sahil Aggarwal
(Partner)
M.No. 523581

Date: 29/06/2021

Place: Gurugram

UDIN: 21523581AAAAACJ4757

Sd/-
Devinder Sharma
(Whole Time Director)
DIN No. 03264719

Sd/-
Sunil Kumar
(Chief Financial Officer)

Sd/-
Avneet Kaur
(Company Secretary)
M.No. : 60841

For and on behalf of Board

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2021

(Amount in Rs)

	Standalone as at	Standalone as at
NOTE 2 INVESTMENTS		
Investment in Equity Instruments of Subsidiary - At Cost		
Six Trees Drinks Pvt. Ltd. (10000 equity shares of Rs 10/- each)	1,00,000	1,00,000
Investment in Equity Instruments (Others) - At FVTPL		
Piccadily Agro Industries Ltd. (4 equity shares)	10	10
TOTAL	1,00,010	1,00,010
NOTE 3 OTHER NON CURRENT FINANCIAL ASSETS	31.03.2021	31.03.2020
PSEB. Security Deposit (with Electricity PSPCL)	65,66,472	65,66,472
FDRs maturing after 12 Months	-	67,44,063
TOTAL	65,66,472	1,33,10,535
NOTE 4 DEFERRED TAX ASSETS (NET)	31.03.2021	31.03.2020
A. Deferred Tax Assets :		
On Account of Disallowance under section 43B of Income Tax Act	2,28,420	8,15,573
On Account of Carried Forward Losses	5,62,23,002	5,15,86,278
Total:	5,64,51,422	5,24,01,850
B. Deferred Tax Liability :		
Depreciation	4,46,28,865	4,59,14,524
Net Deferred Tax Assets (A-B)	1,18,22,557	64,87,326
Last Year Balance in Deferred Tax Assets	64,87,326	86,83,280
Charged Through P&L Account	(53,35,231)	21,95,954
NOTE 5 OTHER NON CURRENT FINANCIAL ASSETS	31.03.2021	31.03.2020
Capital advances	21,45,115	21,45,115
TOTAL	21,45,115	21,45,115
NOTE 6 INVENTORIES	31.03.2021	31.03.2020
(As per inventories taken ,valued & certified by the management)		
Raw Materials -Molasses and ENA	84,56,420	88,95,296
Work in progress	-	-
Finished Goods	1,49,09,333	1,05,93,487
Stores Chemicals and Packing Material	2,79,85,842	2,24,52,739
TOTAL	5,13,51,595	4,19,41,523
<i>* refer note on significant accounting policies for the valuation of inventories</i>		
NOTE 7 TRADE RECEIVABLES	31.03.2021	31.03.2020
Considered Good- Unsecured		
Trade Receivables	3,39,65,567	1,57,27,121
TOTAL	3,39,65,567	1,57,27,121
NOTE 8 CASH & CASH EQUIVALENTS	31.03.2021	31.03.2020
a) Cash in Hand	45,760	37,303
b) Balance with Schedule Banks		-
in Current Accounts	59,91,020	31,61,707
in Fixed Deposits	31,50,150	
TOTAL	91,86,930	31,99,010
NOTE 9 OTHER CURRENT FINANCIAL ASSETS	31.03.2021	31.03.2020
Other debts considered good	9,78,701	9,21,535
TOTAL	9,78,701	9,21,535

		(Amount in Rs.)	
NOTE 10	CURRENT TAX ASSETS	31.03.2021	31.03.2020
	Tax Deducted at source	58,401	78,621
	TOTAL	58,401	78,621
NOTE 11	OTHER CURRENT ASSETS	31.03.2021	31.03.2020
	Advances recoverable in cash or kind or for value to be received		
	Unsecured - Considered Good	10,68,395	14,10,567
	Truck Hiring Charges Recoverable	-	-
	Prepaid expenses	2,40,24,714	2,00,38,000
	Balances with Statutory Authorities	1,17,91,014	2,19,41,968
	TOTAL	3,68,84,123	4,33,90,535
NOTE 12	EQUITY SHARE CAPITAL	31.03.2021	31.03.2020
1. A)	AUTHORISED		
	30,000,000 Equity shares of Rs. 10/-each	30,00,00,000	30,00,00,000
B)	ISSUED SUBSCRIBED & PAID UP		
	23,254,527 Equity Shares of Rs. 10/- each fully called up and paid up.	23,25,45,270	23,25,45,270
	LESS: Unpaid Calls	(3,35,750)	(3,35,750)
	67150 Equity Shares of Rs.5 each Unpaid		
		23,22,09,520	23,22,09,520
2)	Reconciliation of number of shares and amount outstanding at the beginning and at the end of the reporting period:		
	Subscribed and fully paid up equity Shares	No. of Shares	No. of Shares
	As at April 1st, 2019	2,31,87,377	2,31,87,377
	As at March 31st, 2020	2,31,87,377	2,31,87,377
	As at March 31st, 2021	2,31,87,377	2,31,87,377
	Subscribed and Partly paid up equity Shares	No. of Shares	No. of Shares
	As at April 1st, 2019	67,150	67,150
	As at March 31st, 2020	67,150	67,150
	As at March 31st, 2021	67,150	67,150
3)	RIGHT OF SHAREHOLDERS		
A)	Each Shareholder is entitled to one vote per share.		
B)	Each Shareholder has the right in profit/surplus in proportion to amount paid up with respect to share holding.		
C)	In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets if any, in proportionate to their individual shareholding in the paid up equity capital of the company.		
D)	There is no change in the Number of Share outstanding at the beginning and at the end of the Financial year.		
4)	DETAIL SHAREHOLDERS HOLDING MORE THAN 5% SHARES	No. of Shares held	No. of Shares held
	1. Mr. Siddhartha Sharma	34,75,263	34,75,263
	2. Soon-N-Sure Holdings LTD	55,69,702	55,69,702
	3. Piccadily Agro Ind. LTD	83,41,936	83,41,936
NOTE 13	OTHER EQUITY	31.03.2021	31.03.2020
	Capital subsidy	30,00,000	30,00,000
	Profit & Loss Account		
	As per last Balance Sheet	(8,23,16,946)	(8,25,05,326)
	As per profit & Loss Account	91,06,819	1,88,381
		(7,32,10,127)	(8,23,16,945)
	Grand Total	(7,02,10,127)	(7,93,16,945)
NOTE 14	LONG TERM BORROWINGS (AT AMORTIZED COST)	31.03.2021	31.03.2020
	SECURED		
	Loans and Advances from Banks		
	HDFC BANK	25,600	14,07,052
	(Secured against hypothecation of vehicles under Hire purchase agreement)		
	J & K BANK TERM LOAN	4,36,38,354	3,82,39,026
		4,36,63,954	3,96,46,078
NOTE 15	LONG TERM PROVISIONS	31.03.2021	31.03.2020
	Provision For Employees Benefit		
	- Gratuity	3,24,637	26,84,266
	TOTAL	3,24,637	26,84,266

		(Amount in Rs.)	
NOTE		31.03.2021	31.03.2020
NOTE 16	TRADE PAYABLES		
	1. Sundry Creditors		
	A) Total Outstanding dues of Micro and Small Scale Industrial Enterprises	1,30,03,730	-
	B) Total Outstanding dues of creditors other than Micro and Small Scale Industrial Enterprises	16,32,03,932	19,60,17,902
	TOTAL	17,62,07,662	19,60,17,902
	<i>*dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.</i>		
	<i>*Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2021 has been provided in Note 41</i>		
NOTE 17	OTHER CURRENT FINANCIAL LIABILITIES		
	Creditors for capital expenditure	8,35,72,174	8,55,62,237
	Expenses Payable	56,89,689	41,17,712
	Current Maturities of long term debts.	14,17,174	30,94,903
		9,06,79,037	9,27,74,852
NOTE 18	SHORT TERM PROVISION		
	1 Bonus Payable	5,53,902	5,56,248
		5,53,902	5,56,248
NOTE 19	CURRENT TAX LIABILITIES		
	Income Tax Provision For Current Year	5,57,983	-
	Less: Advance Tax paid during the year	-	-
		5,57,983	-
NOTE 20	OTHER CURRENT LIABILITIES		
	Statutory Levies	2,87,89,755	3,06,43,360
	Advance received from customers	9,30,980	7,51,981
		2,97,20,735	3,13,95,341
NOTE 21	DETAIL OF REVENUE FROM OPERATIONS		
	Sale of Product		
	Gross Sales	27,99,20,307	43,61,36,693
		27,99,20,307	43,61,36,693
NOTE 22	OTHER INCOME		
	Interest Income	3,23,626	8,29,325
	Other non-operative Income	5,30,89,865	80,76,018
	Truck Hire Charges	10,80,000	43,20,000
		5,44,93,491	1,32,25,343
NOTE 23	COST OF RAW MATERIAL CONSUMED		
	Opening Stock of Raw Materials	88,95,296	36,64,000
	Purchases during the year	10,00,01,573	18,52,16,713
		10,88,96,869	18,88,80,713
	Less Closing Stock	84,56,420	88,95,296
		10,04,40,449	17,99,85,417
NOTE 24	CHANGES IN FG, WIP, STOCK IN TRADE		
	Opening Stock		
	FG. Stock	1,05,93,488	92,04,915
	TOTAL 'A'	1,05,93,488	92,04,915
	Closing Stock		
	FG. Stock	1,49,09,333	1,05,93,488
	TOTAL 'B'	1,49,09,333	1,05,93,488
	TOTAL (A - B)	(43,15,846)	(13,88,573)

		(Amount in Rs.)	
NOTE		31.03.2021	31.03.2020
25	EMPLOYEE BENEFIT EXPENSES		
	Contribution to Provident Fund	49,100	58,209
	Staff & Labour Welfare	10,83,422	12,61,715
	Salaries, Wages & Bonus	1,94,11,500	2,68,45,431
	Gratuity	16,097	25,361
		2,05,60,119	2,81,90,716
26	FINANCE COST		
	Interest Expense		
	Interest cost on financial liabilities measured at amortized cost	44,75,005	48,98,661
	Other Borrowing Cost		
	Bank Charges	1,99,008	5,36,835
	Interest - Others	2,70,913	5,72,900
		49,44,925	60,08,396
27	DEPRECIATION AND AMORTIZATION EXPENSE		
	Depreciation of property, plant and equipment	3,50,93,019	3,63,26,779
		3,50,93,019	3,63,26,779
	Manufacturing Expenses		
	Electrical Repair	70,929	12,00,032
	Chemicals	22,71,958	48,25,134
	Packing Material	7,05,53,304	7,89,23,406
	Env. & ETP Expenses	56,97,421	89,47,901
	Power & Fuel	80,98,172	3,13,95,089
	Machinery Repair	5,46,451	32,36,883
	Total A	8,72,38,236	12,85,28,446
	Selling Expenses		
	Freight/Carriage Outwards	5,28,000	16,79,401
	L-13/L-1 Operating Expenses	40,20,163	32,35,358
	Loading Charges	6,24,109	8,41,077
	Total B	51,72,272	57,55,836
	Administrative & Other Expenses		
	Water Expenses	3,88,195	1,75,239
	Insurance	2,22,066	2,90,069
	Professional / Legal / Royalty Fees	14,10,427	26,83,828
	Fee & Taxes	2,78,69,323	4,14,95,877
	Printing & Stationery	2,78,210	4,82,759
	Audit Fee	1,36,000	1,00,000
	Tax Audit Fee	29,500	34,000
	Postage, Telephone & Internet	2,10,596	5,56,224
	Travelling & Conveyance	12,47,634	20,46,994
	Rent	-	2,36,000
	News Paper & Periodicals	3,210	3,630
	Running & Maintenance of Vehicles	18,88,815	17,82,668
	Repair & Maintenance		
	Computer	64,260	22,048
	Building	1,37,524	3,55,222
	Other	1,46,419	2,00,329
	Donation	22,200	29,300
	Farm expenses	14,22,907	13,85,699
	Director Remuneration	6,00,000	6,00,000
	Advertisement	49,581	3,33,345
	Balances W/o	26,74,584	5,41,254
	Total C	3,88,01,451	5,33,54,485
	Grand Total (A+B+C)	13,12,11,959	18,76,38,767
29	CONTINGENT LIABILITIES		
a)	Additional demand raised by Sales tax authorities pending in appeals	Unascertained	Unascertained
b)	Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances).	Unascertained	Unascertained
c)	Contingent Liability in respect of Interest on cane cess, if any.	Unascertained	Unascertained
d)	Contingent Liability in respect of Unassessed cases of Income Tax, Sales Tax, Cane Cess, Excise duty etc.	Unascertained	Unascertained

		(Amount in Rs.)	
NOTE	30 REMUNERATION PAID TO DIRECTORS	31.03.2021	31.03.2020
		Rs. In Lacs	Rs. In Lacs
	The remuneration paid to directors is as follows :		
	Whole time director	6.00	6.00
	The Remuneration to Directors is paid in accordance with Part II of Schedule V of Companies Act, 2013.		
NOTE	31 DISCLOSURE AS PER IND AS 108 SEGMENT REPORTING	31.03.2021	31.03.2020
	The company operates in single segment, thus reporting requirements of Ind AS 108 is not applicable to the company.		
NOTE	32 CORONAVIRUS (COVID-19) IMPACT ON FINANCIAL REPORTING – ACCOUNTING YEAR ENDING MARCH 31, 2021		
	Impact of COVID-19 -		
	The company has considered the possible impact of internal and external factors known to the management upto the date of approval of these accounts, to assess and finalise the carrying amount of its assets and liabilities. Accordingly as on date, no material impact is anticipated in these financial statements		
NOTE	33 PAYABLES & RECEIVABLES		
	Balance of certain sundry debtors, loans & advances (including capital advances), creditors and other process of confirmation/reconciliation. The management is of the opinion that adjustment, in liabilities if any, arising out of such reconciliation would not be material.		
NOTE	34 ADVANCES RECOVERABLE		
	In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business. The provision for known liabilities is adequate and not in excess of amount reasonably necessary.		
NOTE	35 DISCLOSURE AS PER IND AS - 36 IMPAIRMENT OF ASSETS		
	In terms of Ind AS 36 on impairment of assets, there was no impairment indicators exist as of reporting date as per the internal management estimates done and hence no impairment charge is recognised during the year under review.		
NOTE	36 DISCLOSURE AS PER IND AS - 33 EARNING PER SHARE	31.03.2021	31.03.2020
	Profits for the year attributable to equity holders of the Company (Rs.)	91,06,819	1,88,381
	Weighted average number of equity shares (Nos.)	2,32,20,952	2,32,20,952
	Face Value	10	10
	Basic and Diluted Earning Per Share	0.39	0.01
NOTE	37 Income Tax Expense	31.03.2021	31.03.2020
	A Income Tax Expense		
	Current Tax		
	Current Tax on Profits for the Year	5.58	-
	Adjustments for current tax of prior year	2.58	-
	Total Current Tax Expense	8.16	-
	Deferred Tax		
	Deferred Tax Charge/(Income)	(53.35)	21.96
	Total Tax Expense	(45.19)	21.96
	B Reconciliation of tax expense and the accounting profit		
	Profit Before Tax	45.88	23.84
	Income Tax (Calculated at 15.6% for FY 2020-21 and 25.169% for FY 2019-20)	7.16	6.00
	- Tax effect due to non-taxable income for Income tax purposes	(1.58)	(5.80)
	- Brought Forward Tax Losses	-	-
	- Expenses not allowed for tax purpose	-	3.56
	- Others	(50.65)	18.19
	Income Tax Expense	(45.07)	21.96

		(Amount in Rs.)	
NOTE	38 DISCLOSURE AS PER IND AS-24 RELATED PARTY DISCLOSURE	31.03.2021	31.03.2020
		(Rs. in Lakhs)	(Rs. in Lakhs)
	A. List of Related Parties and Relationships:		
	Related Party		
	i. Piccadily Agro Industries Limited		
	ii. Harvinder & Associates		
	iii. Piccadily Hotels Private Limited		
	Key Managerial Persons		
	i. Devinder Sharma		
	ii. Avneet Kaur		
	iii. Sunil Kumar		
	B. Related Party Transactions:		
	Nature of Transaction	2020-21	2019-20
	Related Party		
	i. Purchase of Goods Piccadily Agro Industries Limited	421.87	1,164.17
	ii. Sale of Goods Piccadily Agro Industries Limited	13.99	321.13
	iii. Professional Charges Harvinder & Associates	1.80	1.80
	iv. Remuneration to Key Managerial Persons		
	Devinder Sharma (Director)	6.00	6.00
	Avneet Kaur (Company Secretary)	3.42	0.93
	Sunil Kumar (Chief Financial Officer)	10.20	-
	C. Balance outstanding with related parties		
	Piccadily Agro Industries Ltd.	1,216.86	1,774.30
	Harvinder & Associates	0.28	0.14
	Piccadily Hotels Private Limited	-	-
NOTE	39 FOREIGN EXCHANGE TRANSACTION	31.03.2021	31.03.2020
	(a) Value of imports calculated on CIF basis by the company during the financial year in respect of :		
	1. Raw Materials	NIL	NIL
	2. Components and Spare Parts	NIL	NIL
	3. Capital Goods	NIL	NIL
	(b) Expenditure in Foreign Travelling	NIL	NIL
	(c) Earning in Foreign Currency	NIL	NIL
NOTE	40 DISCLOSURE AS PER IND AS-41 AGRICULTURE	31.03.2021	31.03.2020
	PARTICULARS		
	Opening balance	12,90,572	12,73,080
	Additions due to Recognition	30,81,069	21,23,982
	Changes in fair value less Cost to Sell	-	-
	Decrease due to harvested	30,33,340	21,06,490
	Closing Balance	13,38,301	12,90,572
NOTE	41 MICRO SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006	31.03.2021	31.03.2020
	Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2021		
	(a) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act:		
	Principal	1,30,03,730	-
	Interest	-	-
	(b) Principal amount paid (includes unpaid) beyond the appointed date		
	(c) Interest due and payable for the year	-	-

<p>(d) The amount of interest accrued and remaining unpaid at the end of accounting year.</p>	-	-	
<p>(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.</p>	-	-	

NOTE 42 REGROUPING OF FIGURES

The previous year figures have been recast/ regrouped whenever considered necessary to facilitate comparison with revised Schedule III, Division (ii).

Notes on Financial Statements '1-43'

AUDITOR'S REPORT

As per our separate report of even date

For and on behalf of Board

For Aggarwal Sahil & Associates

Chartered Accountants

FRN: 026978N

Sd/-

Sahil Aggarwal

(Partner)

M.No. 523581

Date: 29/06/2021

Place: Gurugram

Sd/-

Madhu Sharma

(Director)

DIN No. 07149078

Sd/-

Devinder Sharma

(Whole Time Director)

DIN No. 03264719

Sd/-

Sunil Kumar

(Chief Financial Officer)

Sd/-

Avneet Kaur

(Company Secretary)

M.No. : 60841

Notes to the Standalone Financial Statements

1. Corporate Information

Piccadily Sugar & Allied Industries Limited ('the Company') is a public limited company incorporated in India. The Company is incorporated with an aim to provide boost to state industry by establishing an eco friendly sugar mill in the year 1994 and distillery in 2004 at village Hamjheri, Jakhal Road, Patran, Distt. Patiala in the State of Punjab. The financial statements have been approved by Board of Directors in their board meeting dated June 29, 2021.

It manufactures Rectified Spirit, Extra Natural Alcohol (ENA) from Molasses/ Rice / Wheat, Ethanol, IMFL, PML, Country Liquor.

2. Statement of Compliance

These standalone financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time.

3. Basis of Preparation

These standalone financial statements have been prepared on historical cost basis, except for certain financial instruments and defined benefit plans which are measured at fair value or amortised cost at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realization in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months. The statement of cash flows have been prepared under indirect method. These standalone financial statements have been prepared in Indian Rupee (₹) which is the functional currency of the Company. Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are retranslated at the exchange rate prevailing on the balance sheet date and exchange gains and losses arising on settlement and restatement are recognised in the statement of profit and loss.

4. Going Concern

The Board of Directors have considered the financial position of the Company as at 31st March, 2021 and projected cash flows and financial performance of the Company for at least twelve months from the date of approval of these financial statements as well as planned cost and cash improvement actions, and believe that the plan for sustained profitability remains on course.

The board of directors have taken actions to ensure that appropriate long-term cash resources are in place at the date of signing the accounts to fund the Company's operations.

5. Significant Accounting Policies

a) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss, if any. Cost of acquisition or construction is inclusive of freight, duties, taxes, other directly attributable incidental expenses and gains or losses on effective portion of cash flow hedges related to purchase in foreign currency and interest on loans attributable to the acquisition or construction of assets up to the date of commissioning of assets.

The Company is following straight line method of depreciation in respect of buildings, plant and equipment and other assets.

Depreciation on all tangible assets is provided on the basis of estimated useful life and residual value determined by the management based on a technical evaluation considering nature of asset, past experience, estimated usage of the asset, vendor's advice etc., which coincides with the useful life as prescribed under Schedule II of the Companies Act 2013 except for certain items of Plant and Equipment.

i) Estimated Useful Lives

ASSET	USEFUL LIFE
FACTORY BUILDING	30 Years
ADMINISTRATIVE BUILDING	30 years
PLANT & MACHINERY	15 years
FURNITURE & FIXTURE	10 Years
COMPUTERS	3 Years
OFFICE EQUIPMENTS	5 Years
VEHICLES	10 Years

(ii) Estimated residual value

The Estimated residual value of assets other than Land is taken as 5% of its original cost.

Depreciation is calculated on a pro-rata basis from the date of additions. On assets sold, discarded etc. during the year, depreciation is provided up to the date of sale/discard.

b) Inventories

Inventories are valued as follows: Raw materials, stores and spares, Material in transit and packing materials Valued at lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on FIFO Basis. Finished goods Valued at lower of cost and net realizable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Work-in-process Valued at lower of cost and net realisable value up to estimated stage of process. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. By-products are valued at Net realisable value.

c) Revenue recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of trade discounts, sales returns. Effective from April 1, 2018, the Company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. The Company has adopted Ind AS 115 retrospectively from the date of initial application (i.e. April 1, 2018). The impact of the adoption of the standard on the financial statements of the Company is insignificant. Revenue includes excise duty however, sales tax/ value added tax (VAT)/Goods and Services Tax(GST) is not received by the company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue. Income against claims of the company, viz., export incentives, insurance claims, etc., is recognised on accrual/right to receive basis.

d) Other revenue streams

Interest Income

For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument(for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in finance income in the statement of profit and loss.

e) Employee benefits**(I) Defined contribution plans**

Company's contribution paid/payable during the year to provident fund and superannuation fund are recognized in the statement of profit and loss.

(ii) Defined benefit plans

The liability recognized in respect of gratuity is the present value of defined benefit obligation at the end of the reporting period less the fair value of plan assets, where applicable. The defined benefit obligation is calculated annually by actuary using the Projected Unit Credit Method. Re-measurement comprising actuarial gains and losses and return on plan assets (excluding net interest) are recognized in the other comprehensive income for the period in which they occur and is not reclassified to profit or loss.

(iii) Bonus Plans

The company recognizes a liability and an expense for bonus. The Company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

f) Foreign currency transactions

The functional currency of the Company is Indian rupee. Transactions in foreign currencies are recorded on initial recognition at the exchange rate prevailing on the date of the transaction.

Monetary items (i.e. receivables, payable, loans etc) denominated in foreign currency are reported using the closing exchange rate on each reporting date.

The exchange difference arising on the settlement of monetary items or on reporting these items at rates different from rates at which these were initially recorded/reported in previous financial statements are recognized as income/expense in the period in which they arise except for exchange difference on foreign currency borrowings relating to asset under construction for future use, which are included in the cost of those assets when they are regarded as an adjustment to interest cost on those foreign currency borrowings.

g) Financial instruments- Initial Recognition

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial asset or financial liabilities, as appropriate, on initial recognition.

Subsequent measurement**A. Non-derivative financial instruments****(i) Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortised cost if it is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets carried at fair value through other comprehensive income (FVTOCI)

A financial asset is subsequently measured at fair value through other comprehensive income (FVTOCI) if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets carried at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently measured at fair value through profit or loss.

(iv) Financial liabilities

Financial liabilities are subsequently measured at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

De-recognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

h) Impairment**i) Financial assets**

The Company recognizes loss allowances using the expected credit loss for the financial assets

which are not measured at fair value through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime expected credit loss.

ii) **Non-financial assets: Tangible and intangible assets**

Property, plant and equipment and intangible assets are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit or loss. The Company review/assess at each reporting date if there is any indication that an asset may be impaired

i) **Income taxes**

The Income-tax liability is provided in accordance with the provisions of the Income-tax Act, 1961. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Income tax and deferred tax are measured on the basis of the tax rates and tax laws enacted or substantively enacted at the end of the reporting period and are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the income tax and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

j) **Leases**

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As per Ind AS 116 each lease component within the contract is accounted as a lease separately from non-lease components of the contract and the consideration in the contract is allocated to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components. A right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date is recognised. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognized in the statement of profit and loss.

The lease liability is measured at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the incremental borrowing rate is used.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The amount of the re-measurement of lease liability due to modification is recognised as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in statement of profit and loss.

Company as a lessee

The Company has elected not to apply the requirements of Ind AS 116 Leases on short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

k) Borrowing Costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Other borrowing costs are expensed in the period in which they are incurred.

l) Government Grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions. Government grants relating to income are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income. Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss on a straight-line basis over the expected lives of the related assets and presented within other income.

m) Provisions

Provisions for claims including litigations are recognized when the Company has a present obligation as a result of past events, in the year when it is established by way of orders of court or government notifications etc. that it is probable that an outflow of resources will be required to settle the obligations and the amount can be reasonably estimated. The provision including any subsequent adjustments are accounted for in the same expenditure line item to which the claim pertains.

6. Use of estimates

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of asset and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the period presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the key assumptions concerning the future, and other sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in future are:

- i) **Useful lives and residual value of property, plant and equipment:** Useful life and residual value are determined by the management based on a technical evaluation considering nature of asset, past experience, estimated usage of the asset, vendor's advice etc and same is reviewed at each financial year end.
- ii) **Deferred tax assets:** The Company reviews the carrying amount of deferred tax assets including MAT credit at the end of each reporting period and reduces to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.
- iii) **Revenue:** The Company's contracts with customers could include promises to transfer multiple products and services to a customer. The Company assesses the products / services promised in a contract and identify distinct performance obligations in the contract. Identification of distinct performance obligation involves judgement to determine the deliverables and the ability of the customer to benefit independently from such deliverables.

Judgement is also required to determine the transaction price for the contract and to ascribe the transaction price to each distinct performance obligation. The transaction price could be either a fixed amount of customer consideration or variable consideration with elements such as volume

discounts, service level credits, performance bonuses, price concessions and incentives. The transaction price is also adjusted for the effects of the time value of money if the contract includes a significant financing component. Any consideration payable to the customer is adjusted to the transaction price, unless it is a payment for a distinct product or service from the customer. The estimated amount of variable consideration is adjusted in the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur and is reassessed at the end of each reporting period. The Company allocates the elements of variable considerations to all the performance obligations of the contract unless there is observable evidence that they pertain to one or more distinct performance obligations.

The Company exercises judgement in determining whether the performance obligation is satisfied at a point in time or over a period of time. The Company considers indicators such as how customer consumes benefits as services are rendered or who controls the asset as it is being created or existence of enforceable right to payment for performance to date and alternate use of such product or service, transfer of significant risks and rewards to the customer, acceptance of delivery by the customer, etc.

Revenue for fixed-price contract is recognised using percentage-of-completion method. The Company uses judgement to estimate the future cost-to-completion of the contracts which is used to determine the degree of completion of the performance obligation.

- iv) **Provision for gratuity:** The provision for is based on actuarial valuation using the projected unit credit method. The Company uses actuarial assumptions to determine the obligation for employee benefit at each reporting period. These assumptions include the discount rate, salary escalation and employee turnover rate.

AUDITORS REPORT

As per our separate report of even date
For AGGARWAL SAHIL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 026978N

Sd/-
SAHIL AGGARWAL
(Partner)
M.No. 523581

Sd/-
Madhu Sharma
(Director)
DIN No.: 07149078

Sd/-
Devinder Sharma
(Whole Time Director)
DIN No.: 03264719

Date: 29/06/2021
Place: Gurugram

Sd/-
Sunil Kumar
(Chief Financial Officer)

Sd/-
Avneet Kaur
(Company Secretary)
M.No. 60841

INDEPENDENT AUDITOR'S REPORT

To the Members of Piccadily Sugar and Allied Industries Ltd
Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated financial statements of M/s Piccadily Sugar and Allied Industries Limited (hereinafter referred to as "the Group"), its associates (the Group, and its associates together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit & Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement, the Consolidated Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Financial Statements give the information required by the 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 consolidated state of affairs of the Group and its associates as at 31st March, 2021, and their consolidated profit, consolidated total comprehensive income, their consolidated cash flows and consolidated statement of changes in equity for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

Sr.No.	Key Audit Matters	Auditor's Response
1.	<p><i>Evaluation of uncertain tax positions</i> The Group did not have material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes.</p>	<p><i>Principal Audit Procedures</i></p> <p>a) Obtained details of completed tax assessments and demands for the year ended March 31, 2021 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions.</p>

Emphasis of Matters

Without qualifying our opinion, we draw attention to the following matters in the Notes to the financial Statements:

We draw attention to Note-32 of the accompanying consolidated financial statements, which describes the management's evaluation of impact of uncertainties related to COVID-19 and its consequential effects on the operations of the group. Our opinion is not modified in respect of this matter.

Information Other Than the Consolidated Financial Statements and Auditor's Report Thereon

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

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

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

If, based on the work we have performed, we conclude that there is no material misstatement of this other information that we are required to report.

Management's Responsibility for the Financial Statements

The Group's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, Consolidated Financial Performance, Consolidated Total Comprehensive income, Consolidated Changes in Equity and Consolidated Cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

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

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

- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group and its associates have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's

report to the related disclosures in the Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the 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 consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

The Consolidated financial Results include the audited Financial Results of 1 Subsidiary, whose Financial Statements reflect Group's share of total net profit/(loss) after tax of Rs. (0.04 Lakhs) and Rs (0.09 Lakhs) for the quarter ended 31.03.2021 and for the year ended 31.03.2021 respectively, as considered in the consolidated Financial Results. The independent auditors' reports on Financial Results of this entity have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of this entity is based solely on the reports of such auditor and the procedures performed by us as stated in paragraph above.

Our opinion on the Consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results certified by the Board of Directors.

Report on Other Legal and Regulatory Requirements

1. 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 Group so far as it appears from our examination of those books;
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid Consolidated Financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of written representations received from the directors of the Group as on March 31, 2021 taken on record by the Board of Directors of the Group, its subsidiaries and its associates, none of the directors of the Group Companies 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 and the

operating effectiveness of such controls; refer to our separate Report in “Annexure A” which is based on the auditor’s reports of the Group, its subsidiary and associate companies. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Group’s internal financial controls over financial reporting.

- (g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Group to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Group has disclosed the impact of pending litigations on its financial position in its Consolidated financial statements – Refer Note 29 to the Consolidated Ind AS financial statements:
- ii. The Group has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts and equity shares, required to be transferred, to the Investor Education and Protection Fund by the Group.

For AGGARWAL SAHIL & ASSOCIATES
Chartered Accountants
(Regd No.:026978N)

Sahil Aggarwal
Partner

(Membership No.: 523581)
UDIN: 21523581AAAACK2597

Date: June 29, 2021
Place: Gurugram

Annexure “A” to the Audit Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Piccadily Sugar and Allied Industries Limited of even date).

Report on the Internal Financial Controls Over Financial Reporting under Clause (l) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the consolidated financial statements of the Group as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of PICCADILY SUGAR AND ALLIED INDUSTRIES LIMITED (hereinafter referred to as “Group”), its subsidiary companies and its associate companies, which are companies incorporated in India, as of that date.

Management’s Responsibility for the Internal Financial Controls

The Board of Directors of the Group, its subsidiaries and its associate companies, which are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Group 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 (“the ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective Group’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Group, its subsidiaries and its associates, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent

applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Group, its subsidiary and its associate Companies.

Meaning of Internal Financial Controls Over Financial Reporting

A Group'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 Group's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Group; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Group are being made only in accordance with authorizations of management and directors of the Group; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Group's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Group, its subsidiaries and its associate companies have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the respective companies 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.

OTHER MATTERS

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements of the Holding Company, in so far as it relates to separate financial statement.

For AGGARWAL SAHIL & ASSOCIATES
Chartered Accountants
(Regd No.:026978N)

Sd/-
Sahil Aggarwal
Partner

(Membership No.: 523581)
UDIN: 21523581AAAACK2597

Date: June 29, 2021
Place: Gurugram

CONSOLIDATED BALANCE SHEET AS ON 31st MARCH 2021

(Amount in Rs)

BALANCE SHEET AS ON March 31st, 2021		Consolidated as on	Consolidated as on	
S.No.	Particulars	Note	31.03.2021	31.03.2020
A)	ASSETS			
1	Non-Current assets			
	Gross Block		71,82,16,128	81,52,56,715
	Less : Depreciation		36,96,78,957	42,86,53,718
(a)	Property Plant & Equipment	1	34,85,37,171	38,66,02,997
(b)	Capital work-in-progress		7,72,361	7,72,361
(c)	Biological Assets		13,38,301	12,90,572
(d)	Financial assets			-
	(i) Investments	2	10	10
	(ii) Other financial assets	3	65,66,472	1,33,10,535
(e)	Deferred tax assets (net)	4	1,18,18,914	64,86,064
(f)	Other non current assets	5	21,51,875	21,54,128
	Total non-current assets		37,11,85,104	41,06,16,667
	Current assets			
(a)	Inventories	6	5,13,51,595	4,19,41,523
(b)	Financial assets		-	-
	Trade Receivables	7	3,39,65,567	1,57,27,121
	Cash & cash equivalents	8	92,86,930	32,99,010
	Other financial assets	9	9,78,701	9,21,535
(c)	Current Tax Assets (net)	10	58,401	78,621
(d)	Other current assets	11	3,68,84,123	4,33,90,535
	Total current assets		13,25,25,317	10,53,58,346
	Total assets		50,37,10,420	51,59,75,013
B)	EQUITY AND LIABILITIES			
1	EQUITY			-
(a)	Equity Share Capital	12	23,22,09,520	23,22,09,520
(b)	Other Equity	13	(7,02,28,278)	(7,93,25,461)
	Total equity		16,19,81,242	15,28,84,059
	Liabilities			
	Non- current liabilities			
(a)	Financial liabilities			
	(i) Borrowings	14	4,36,63,954	3,96,46,078
(b)	Provisions	15	3,24,637	26,84,266
	Total non-current liabilities		43988591	42330344
	Current Liabilities			
(a)	Financial liabilities			
	(i) Borrowings		-	-
	(ii) Trade Payables	16	17,62,07,662	19,60,17,902
	(iii) Other financial liabilities	17	9,07,00,303	9,27,91,118
(b)	Provisions	18	5,53,902	5,56,248
(c)	Current Tax Liabilities	19	5,57,983	-
(c)	Other current liabilities	20	2,97,20,735	3,13,95,341
	Total current liabilities		29,77,40,585	32,07,60,609
	Total equity and liabilities		50,37,10,420	51,59,75,013
The accompanying notes from an integral part of the consolidated financial statements 1-43				
Notes on Financial Statements '1-43'				
AUDITOR'S REPORT				
As per our separate report of even date		For and on behalf of Board		
For Aggarwal Sahil & Associates				
Chartered Accountants				
FRN: 026978N				
Sd/- Sahil Aggarwal (Partner) M.No. 523581	Sd/- Madhu Sharma (Director) DIN No. 07149078	Sd/- Devinder Sharma (Whole Time Director) DIN No. 03264719	Sd/- Sunil Kumar (Chief Financial Officer)	Sd/- Avneet Kaur (Company Secretary) M.No. : 60841
Date: 29/06/2021				
Place: Gurugram				
UDIN : 21523581AAAACK2597				

STATEMENT OF CONSOLIDATED PROFIT AND LOSS FOR THE PERIOD ENDED 31MARCH 2021

(Amount in Rs)

Particulars	NOTES	Consolidated as on	Consolidated as on
		31.03.2021	31.03.2020
Revenue from operations	21	27,99,20,307	43,61,36,693
Other Income	22	5,44,93,491	1,32,25,343
Total Revenue (I + II)		33,44,13,798	44,93,62,036
Expenses:			
Cost of materials consumed	23	10,04,40,449	17,99,85,417
Purchase and Related Cost of Stock in Trade			
Change in F.G, WIP, and Stock-in-Trade	24	(43,15,846)	(89,76,668)
Excise duty on sale of goods		4,23,77,439	4,72,32,951
Employee benefit expense	25	2,05,60,119	2,81,90,716
Finance costs	26	49,44,925	60,08,396
Depreciation and amortization expense	27	3,50,93,019	3,63,26,779
Other expenses	28	13,12,19,213	18,76,46,022
Total expenses		33,03,19,319	47,64,13,613
Profit before exceptional items and tax		40,94,478.93	(2,70,51,577)
Exceptional items			
Profit on Sale of Fixed Assets		4,85,864	2,94,28,657
Previous year Expenses			
Profit before tax (V - VI)		45,80,343	23,77,080
Tax expense:			
(1) Current tax		5,57,983	-
(2) Deferred tax		(53,32,850)	21,97,216
Income tax of last years		2,58,026	-
Profit after tax		90,97,183	1,79,865
Other comprehensive income			
(i) Items that will not be re-classified to profit or loss:			-
-Remeasurements of defined benefit obligation (net)			
-Income tax relating to items that will not be reclassified to profit or loss			
(ii) Items that may be re-classified to profit or loss:			-
-Income tax relating to items that may be reclassified to profit or loss			
Total other comprehensive income (net of tax)			-
Total comprehensive income		90,97,183	1,79,865
Earnings per equity share-basic /diluted:			
-Before exceptional item		0.39	0.01
-After exceptional item		0.39	0.01
Nominal Value of each share		10	10

The accompanying notes form an integral part of the consolidated financial statements 1-43

Notes on Financial Statements '1-43'

AUDITOR'S REPORT

As per our separate report of even date

For and on behalf of Board

For Aggarwal Sahil & Associates

Chartered Accountants

FRN: 026978N

Sd/-

Sahil Aggarwal

(Partner)

M.No. 523581

Date: 29/06/2021

Place: Gurugram

UDIN : 21523581AAAACK2597

Sd/-

Madhu Sharma

(Director)

DIN No. 07149078

Sd/-

Devinder Sharma

(Whole Time Director)

DIN No. 03264719

Sd/-

Sunil Kumar

(Chief Financial Officer)

Sd/-

Avneet Kaur

(Company Secretary)

M.No. : 60841

STATEMENT OF CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

Particulars	As on 31.03.2021 Audited (Amount in Rs)	As on 31.03.2020 Audited (Amount in Rs)
CASH FLOW FROM OPERATING ACTIVITIES:		
PROFIT AFTER TAX	90,97,183.07	1,79,864.85
ADJUSTMENTS TO RECONCILE PROFIT BEFORE TAX TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
INCOME TAX CHARGED IN PROFIT AND LOSS A/C	(47,74,866.14)	21,97,215.60
DEPRECIATION AND AMORTIZATION	3,50,93,019.21	3,63,26,779.22
FINANCE COSTS	49,44,925.14	60,08,395.80
LOSS/(PROFIT) ON SALE OF FIXED ASSETS	(4,85,864.00)	(2,94,28,657.46)
INTEREST INCOME RECEIVED	(3,23,626.00)	(8,29,325.00)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	4,35,50,771.28	1,44,54,273.01
CHANGES IN OPERATING ASSETS AND LIABILITIES:		
TRADE RECEIVABLES	(1,82,38,445.92)	4,05,34,758.48
OTHER RECEIVABLES	1,32,15,781.99	(55,91,892.70)
INVENTORY	(94,10,071.95)	(87,10,349.02)
PROVISIONS	(23,59,629.00)	25,361.00
TRADE AND OTHER PAYABLES	(2,35,78,006.91)	(6,09,69,350.60)
BIOLOGICAL ASSETS	(47,729.00)	(17,492.00)
CASH GENERATED FROM OPERATIONS	31,32,670.50	(2,02,74,691.84)
INCOME TAX (NET)	-	7,03,053.93
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	31,32,670.50	(2,09,77,745.77)
CASH FLOW FROM INVESTING ACTIVITIES:		
NET PURCHASE OF FIXED ASSETS	(34,29,629.00)	(39,56,640.00)
PROCEEDS FROM SALE OF FIXED ASSETS	68,88,300.00	3,21,30,829.62
INTEREST INCOME RECEIVED	3,23,626.00	8,29,325.00
PURCHASE OF INVESTMENTS	(10.00)	(10.00)
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	37,82,287.00	2,90,03,504.62
CASH FLOW FROM FINANCING ACTIVITIES:		
PROCEEDS FROM LONG-TERM BORROWINGS	40,17,876.27	(1,15,26,003.01)
FINANCE COST	(49,44,925.14)	(60,08,395.80)
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	(9,27,048.87)	(1,75,34,398.81)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	59,87,908.62	(95,08,639.96)
OPENING CASH AND CASH EQUIVALENTS	32,99,010.16	1,28,07,647.09
CLOSING CASH AND CASH EQUIVALENTS	92,86,929.56	32,99,010.16
Notes:		
1) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard-7 on Statement of Cash Flow.		
2) Additions of fixed assets include movement of Capital work-in-progress during the year.		
3) Proceeds/(repayment) of Short-term borrowings have been shown on net basis.		
4) Figure in brackets represents cash outflow from respective activities.		
Notes on Financial Statements '1-43'		
AUDITOR'S REPORT		
As per our separate report of even date		For and on behalf of Board
For Aggarwal Sahil & Associates		
Chartered Accountants		
FRN: 026978N		
Sd/- Sahil Aggarwal (Partner) M.No. 523581	Sd/- Madhu Sharma (Director) DIN No. 07149078	Sd/- Devinder Sharma (Whole Time Director) DIN No. 03264719
		Sd/- Sunil Kumar (Chief Financial Officer)
		Sd/- Avneet Kaur (Company Secretary) M.No. : 60841
Date: 29/06/2021		
Place: Gurugram		
UDIN : 21523581AAAACK2597		

Statement of Changes in Equity for the year ended March 31st, 2021

	Equity Share Capital	Other Equity		Total Other Equity	Total equity attributable to the equity holders of the company
		Reservers and Surplus			
		Capital Subsidy	Retained Earnings		
As at 1st April 2019	23,22,09,520	30,00,000	(8,25,05,328)	(7,95,05,328)	15,27,04,192
Profit for the period	-	-	1,79,865	1,79,865	1,79,865
Other Comprehensive Income	-	-	-	-	-
As At 31st March 2020	23,22,09,520	30,00,000	(8,23,25,463)	(7,93,25,463)	15,28,84,057
Profit for the period	-	-	90,97,183	90,97,183	90,97,183
Other Comprehensive Income	-	-	-	-	-
At 31st March 2021	23,22,09,520	30,00,000	(7,32,28,280)	(7,02,28,280)	16,19,81,240

(Amount in Rs)

Notes on Financial Statements '1-43'

AUDITOR'S REPORT

As per our separate report of even date

For Aggarwal Sahil & Associates

Chartered Accountants

FRN : 026978N

Sd/-

Sahil Aggarwal
(Partner)

M.No. 523581

Date: 29/06/2021

Place: Gurugram

UDIN : 21523581AAAAACK2597

For and on behalf of Board

Sd/-

Madhu Sharma
(Director)

DIN No. 07149078

Sd/-

Devinder Sharma
(Whole Time Director)

DIN No. 03264719

Sd/-

Sunil Kumar
(Chief Financial Officer)

Sd/-

Avneet Kaur
(Company Secretary)

M.No. : 60841

Property, Plant & Equipment as on 31st March, 2021

	Land	Building	Plant & Machinery	Furniture & Fixture	Office Equipment	Agriculture Equipments	Vehicle	Tractor	Computer	Total
Gross carrying Amount										
Balance as at April 1, 2019	7,57,59,383	16,06,31,794	59,60,28,630	24,24,197	35,78,698	11,38,004	1,53,24,101	4,59,974	20,46,679	85,73,91,459
Additions	-	1,30,154	37,75,916	-	50,570	-	-	-	-	39,56,640
Disposals	-	-	4,47,69,162	-	-	-	13,22,221	-	-	4,60,91,383
Balance as at March 31, 2020	75759383	160761948	556035384	2424197	3629268	1138004	14001880	459974	2046679	815256716
Additions	-	3,35,159	30,73,645	-	20,825	-	-	-	-	34,29,629
Disposals	-	-	10,04,70,216	-	-	-	-	-	-	10,04,70,216
Balance as at March 31, 2021	75759383	161097107	457638813	2424197	3650093	1138004	14001880	459974	2046679	718216129
Accumulated Depreciation										
Balance as at April 1, 2019	-	6,79,12,117	35,43,24,064	19,97,592	30,46,274	9,51,039	51,76,209	4,36,975	18,71,880	435716150
Depreciation charged for the year	-	76,94,428	2,69,45,107	63,671	91,583	41,374	14,57,915	-	32,701	36326779
Disposals	-	-	4,21,33,102	-	-	-	12,56,109	-	-	43389211
Balance as at March 31, 2020	0	75606545	339136069	2061263	3137857	992413	5378016	436975	1904581	428653718
Depreciation charged for the year	-	76,95,605	2,57,26,971	61,643	97,528	51,192	14,27,379	-	32,700	3,50,99,018
Disposals	-	-	9,40,67,780	-	-	-	-	-	-	9,40,67,780
Balance as at March 31, 2021	0	83302150	270795260	2122906	3235385	1043605	6805395	436975	1937281	369678957
Net Carrying Amount										
Balance as at March 31, 2021	75759383	77794957	186843553	301291	414707	94399	7196485	22999	109398	348537172
As at March 31, 2020	75759383	85155402	215899314	362934	491410	145591	8623864	22999	142098	386602997
As at April 1, 2019	75759383	92719677	241704566	426605	532424	186865	10147892	22999	174799	421675309
Capital Work In Progress										
Balance as at March 31, 2021	-	-	-	-	-	-	-	-	-	772361
As at March 31, 2020	-	-	-	-	-	-	-	-	-	772361
As at April 1, 2019	-	-	-	-	-	-	-	-	-	772361

Details of under capital work-in-progress as on 31.03.2021 is as under:

Opening Balance of Capital Work In Progress as at 1st April 2019	772361
(+) Additions	-
(-) Disposals	-
Closing Balance of Capital Work In Progress as at 31st March 2020	772361
(+) Additions	2801651
(-) Transfers	2801651
(-) Disposals	-
Closing Balance of Capital Work In Progress as at 31st March 2021	772,361

Notes on Financial Statements '1-43'

AUDITOR'S REPORT

As per our separate report of even date

For Aggarwal Sahil & Associates

Chartered Accountants

FRN: 026978N

Sd/-
Sahil Aggarwal
Partner
M.No. 523561
Date: 29/06/2021
Place: Gurugram
UDIN : 21523561AAAAC2597

Sd/-
Devinder Sharma
(Whole Time Director)
DIN No. 03264719

Sd/-
Sunil Kumar
(Chief Financial Officer)

Sd/-
Aneet Kaur
(Company Secretary)
M.No. : 606841

For and on behalf of Board

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amount in Rs)

		Consolidated as on	Consolidated as on
PARTICULARS		31.03.2021	31.03.2020
NOTE 2	INVESTMENTS		
	Investments in Equity Instruments (Others) - At FVTPL Piccadily Agro Industries Ltd. (4 equity shares)	10	10
	TOTAL	10	10
NOTE 3	OTHER NON CURRENT FINANCIAL ASSETS	31.03.2021	31.03.2020
	PSEB. Security Deposit (with Electricity PSPCL)	65,66,472	65,66,472
	FDRs maturing after 12 Months	-	67,44,063
	TOTAL	65,66,472	1,33,10,535
	* Fixed Deposit with the Bank Rs. NIL (Rs. 3.80 lacs) , are under lien with Sales Tax Department		
NOTE 4	DEFERRED TAX ASSETS (NET)	31.03.2021	31.03.2020
	A. Deferred Tax Assets :		
	On Account of Disallowance under section 43B of Income Tax Act	2,28,420	8,15,573
	On Account of Carried Forward Losses	5,62,21,116	5,15,86,278
	Total:	5,64,49,536	5,24,01,850
	B. Deferred Tax Liability :		
	Unamortised Expenses	1,758	1,262
	Depreciation	4,46,28,865	4,59,14,524
	Net Deferred Tax Assets (A-B)	1,18,18,914	64,86,064
	Last Year Balance in Deferred Tax Assets	64,86,064	86,83,280
	Charged Through P&L Account	(53,32,850)	21,97,216
NOTE 5	OTHER NON CURRENT FINANCIAL ASSETS	31.03.2021	31.03.2020
	Capital advances	21,45,115	21,45,115
	Preliminary Expenses	6,760	9,013
	TOTAL	21,51,875	21,54,128
NOTE 6	INVENTORIES	31.03.2021	31.03.2020
	(As per inventories taken ,valued & certified by the management)		
	Raw Materials -Molasses and ENA	84,56,420	88,95,296
	Work in progress	-	-
	Finished Goods	1,49,09,333	1,05,93,487
	Stores Chemicals and Packing Material	2,79,85,842	2,24,52,739
	TOTAL	5,13,51,595	4,19,41,522
	* refer note on significant accounting policies for the valuation of inventories		
NOTE 7	TRADE RECEIVABLES	31.03.2021	31.03.2020
	Considered Good- Unsecured Trade Receivables	3,39,65,567	1,57,27,121
	TOTAL	3,39,65,567	1,57,27,121

		(Amount in Rs.)	
NOTE	8 CASH & CASH EQUIVALENTS	31.03.2021	31.03.2020
	a) Cash in Hand	45,760	37,303
	b) Balance with Schedule Banks in Current Accounts in Fixed Deposits	60,91,020 31 50 150	32,61,707
	TOTAL	92,86,930	32,99,010
NOTE	9 OTHER CURRENT FINANCIAL ASSETS	31.03.2021	31.03.2020
	Other debts considered good	9,78,701	9,21,535
	TOTAL	9,78,701	9,21,535
NOTE	10 CURRENT TAX ASSETS	31.03.2021	31.03.2020
	Tax Deducted at source	58,401	78,621
	TOTAL	58,401	78,621
NOTE	11 OTHER CURRENT ASSETS	31.03.2021	31.03.2020
	Advances recoverable in cash or kind or for value to be received		
	Unsecured - Considered Good	10,68,395	14,10,567
	Hire Charges Recoverable	-	
	Prepaid expenses	2,40,24,714	2,00,38,000
	Balances with Statutory Authorities	1,17,91,014	2,19,41,968
	TOTAL	3,68,84,123	4,33,90,535
		Consolidated as on	Consolidated as on
NOTE	12 EQUITY SHARE CAPITAL	31.03.2021	31.03.2020
	1. A) AUTHORISED		
	30,000,000 Equity shares of Rs. 10/-each	30,00,00,000	30,00,00,000
	10000 Equity shares of Rs. 10/-each		
	B) ISSUED SUBSCRIBED & PAID UP		
	23,254,527 Equity Shares of Rs. 10/- each fully called up add paid up.	23,25,45,270	23,25,45,270
	LESS: Unpaid Calls		
	67150 Equity Shares of Rs.5 each Unpaid	(3,35,750)	(3,35,750)
		23,22,09,520	23,22,09,520
	2) Reconciliation of number of shares and amount outstanding at the beginning and at the end of the reporting period:		
	Subscribed and fully paid up equity Shares	No. of Shares	No. of Shares
	As at April 1st, 2019	2,31,87,377	2,31,87,377
	As at March 31st, 2020	2,31,87,377	2,31,87,377
	As at March 31st, 2021	2,31,87,377	2,31,87,377
	Subscribed and Partly paid up equity Shares	No. of Shares	No. of Shares
	As at April 1st, 2019	67,150	67,150
	As at March 31st, 2020	67,150	67,150
	As at March 31st, 2021	67,150	67,150
	3) RIGHT OF SHAREHOLDERS		
	A) Each Shareholder is entitled to one vote per share.		
	B) Each Shareholder has the right in profit/surplus in proportion to amount paid up with respect to share holding.		
	C) In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets, if any, in proportionate to their individual shareholding in the paid up equity capital of the company.		
	D) There is no change in the Number of Share outstanding at the beginning and at the end of the Financial year.		

4) DETAIL SHAREHOLDERS HOLDING MORE THAN 5% SHARES	(Amount in Rs.)	
	No. of Shares held	No. of Shares held
1. Mr. Siddhartha Sharma	34,75,263	34,75,263
2. Soon-N-Sure Holdings LTD	55,69,702	55,69,702
3. Piccadily Agro Ind. LTD	83,41,936	83,41,936
NOTE 13 OTHER EQUITY	31.03.2021	31.03.2020
Capital subsidy	30,00,000	30,00,000
Profit & Loss Account		
As per last Balance Sheet	(8,23,25,461)	(8,25,05,326)
As per profit & Loss Account	90,97,184	1,79,865
	(7,32,28,277)	(8,23,25,461)
TOTAL	7,02,28,277	7,93,25,461
NOTE 14 LONG TERM BORROWINGS (AT AMORTIZED COST)	31.03.2021	31.03.2020
SECURED		
Loans and Advances from Banks		
HDFC BANK	25,600	14,07,052
(Secured against hypothecation of vehicles under Hire purchase agreement)		
J & K BANK TERM LOAN	-	-
(Term Loan of Rs. 490 Lacs, Principal to be repaid in 74 monthly instalments, secured primarily by Hypothecation of Machineries, Equipments, Furniture and Fixture and all other moveable fixed assets and Mortgage of land at Jakhhal Road as collateral)	4,36,38,354	3,82,39,026
TOTAL	4,36,63,954	3,96,46,078
NOTE 15 LONG TERM PROVISIONS	31.03.2021	31.03.2020
Provision For Employees Benefit		
- Gratuity	3,24,637	26,84,266
TOTAL	3,24,637	26,84,266
NOTE 16 TRADE PAYABLES	31.03.2021	31.03.2020
1. Sundry Creditors		
A) Total Outstanding dues of Micro and Small Scale Industrial Enterprises	1,30,03,730	1,04,71,571
B) Total Outstanding dues of creditors other than Micro and Small Scale Industrial Enterprises	16,32,03,932	18,55,46,331
TOTAL	17,62,07,662	19,60,17,902
<i>*dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.</i>		
<i>*Information as required to be furnished as per section 22 of the Micro Small and Medium Enterprises Development Act 2006 (MSMED Act) for the year ended March 31, 2021 has been provided in Note 41</i>		
NOTE 17 OTHER CURRENT FINANCIAL LIABILITIES	31.03.2021	31.03.2020
Creditors for capital expenditure	8,35,72,174	8,55,62,237
Expenses Payable	57,10,955	41,33,978
Current Maturities of long term debts.	14,17,174	30,94,903
	9,07,00,303	9,27,91,118
NOTE 18 SHORT TERM PROVISION	31.03.2021	31.03.2020
1 Bonus Payable	5,53,902	5,56,248
	5,53,902	5,56,248
NOTE 19 CURRENT TAX LIABILITIES	31.03.2021	31.03.2020
Income Tax Provision For Current Year	5,57,983	-
Less: Advance Tax paid during the year	-	-
	5,57,983	-

(Amount in Rs.)		
NOTE 20 OTHER CURRENT LIABILITIES	31.03.2021	31.03.2020
Statutory Levies	2,87,89,755	3,06,43,360
Advance received from customers	9,30,980	7,51,981
	2,97,20,735	3,13,95,341
NOTE 21 DETAIL OF REVENUE FROM OPERATIONS	31.03.2021	31.03.2020
Sale of Product Gross Sales	27,99,20,307	43,61,36,693
	27,99,20,307	43,61,36,693
NOTE 22 OTHER INCOME	31.03.2021	31.03.2020
Interest Income	3,23,626	8,29,325
Other non-operative Income	5,30,89,865	80,76,018
Truck Hire Charges	10,80,000	43,20,000
	5,44,93,491	1,32,25,343
NOTE 23 COST OF RAW MATERIAL CONSUMED	31.03.2021	31.03.2020
Opening Stock of Raw Materials	88,95,296	36,64,000
Purchases during the year	9,56,12,206	18,52,16,713
	10,45,07,502	18,88,80,713
Less Closing Stock	40,67,053	88,95,296
	10,04,40,449	17,99,85,417
NOTE 24 CHANGES IN FG, WIP, STOCK IN TRADE	31.03.2021	31.03.2020
Opening Stock FG. Stock	1,05,93,488	92,04,915
	TOTAL 'A'	92,04,915
Closing Stock FG. Stock	1,49,09,333	1,05,93,488
	TOTAL 'B'	1,05,93,488
	TOTAL (A - B)	(13,88,573)
NOTE 25 EMPLOYEE BENEFIT EXPENSES	31.03.2021	31.03.2020
Contribution to Provident Fund	49,100	58,209
Staff & Labour Welfare	10,83,422	12,61,715
Salaries, Wages & Bonus	1,94,11,500	2,68,45,431
Gratuity	16,097	25,361
	2,05,60,119	2,81,90,716
NOTE 26 FINANCE COST	31.03.2021	31.03.2020
Interest Expense Interest cost on financial liabilities measured at amortized cost	44,81,891	48,98,661
Other Borrowing Cost Bank Charges	1,99,008	5,36,835
Interest - Others	2,64,027	5,72,900
	49,44,925	60,08,396
NOTE 27 DEPRECIATION AND AMORTIZATION EXPENSE	31.03.2021	31.03.2020
Depreciation of property, plant and equipment	3,50,93,019	3,63,26,779
	3,50,93,019	3,63,26,779

		(Amount in Rs.)	
NOTE	28 OTHER EXPENSES	31.03.2021	31.03.2020
	Manufacturing Expenses		
	Electrical Repair	70,929	12,00,032
	Chemicals	22,71,958	48,25,134
	Packing Material	7,05,53,304	7,89,23,406
	Env. & ETP Expenses	56,97,421	89,47,901
	Power & Fuel	80,98,172	3,13,95,089
	Machinery Repair	5,46,451	32,36,883
	Total A	8,72,38,236	12,85,28,446
	Selling Expenses		
	Breakage L-13	2,14,960	-
	Freight/Carriage Outwards	5,28,000	16,79,401
	L-13/L-1 Operating Expenses	38,05,203	32,35,358
	Loading Charges	6,24,109	8,41,077
	Total B	51,72,272	57,55,836
	Adminstrative & Other Expenses		
	Breakage Expenses		
	Water Expenses	3,88,195	1,75,239
	Insurance	2,22,066	2,90,069
	Professional / Legal Fees	14,10,427	26,83,828
	Fee & Taxes	2,78,69,323	4,14,95,877
	Printing & Stationery	2,78,210	4,82,759
	Audit Fee	1,41,000	1,05,000
	Tax Audit Fee	29,500	34,000
	Postage, Telephone & Internet	2,10,597	5,56,224
	Travelling & Conveyance	24,97,363	20,46,994
	Rent	-	2,36,000
	News Paper & Periodicals	3,210	3,630
	Running & Maintenance of Vehicles	6,39,086	17,82,668
	Repair & Maintenance	-	-
	Computer	64,260	22,048
	Building	1,37,524	3,55,222
	Other	1,46,419	2,00,329
	Donation	22,200	29,300
	Farm expenses	14,22,907	13,85,699
	Preliminary Expenses written of	2,253	2,253
	Director Remuneration	6,00,000	6,00,000
	Advertisement	49,581	3,33,345
	Balances W/o	26,74,584	5,41,256
	Total C	3,88,08,705	5,33,61,740
	Grand Total (A+B+C)	13,12,19,213	18,76,46,022
NOTE	29 CONTINGENT LIABILITIES	31.03.2021	31.03.2020
a)	Additional demand raised by Sales tax authorities pending in appeals	Unascertained	Unascertained
a)	Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances).	Unascertained	Unascertained
c)	Contingent Liability in respect of Interest on cane cess,if any.	Unascertained	Unascertained
d)	Contingent Liability in respect of Unassessed cases of Income Tax,Sales Tax,Cane Cess, Excise duty.etc.	Unascertained	Unascertained
NOTE	30 REMUNERATION PAID TO DIRECTORS	31.03.2021	31.03.2020
	The remuneration paid to directors is as follows :	Rs. In Lacs	Rs. In Lacs
	Whole time director	6.00	6.00
	The Remuneration to Directors is paid in accordance with Part II of Schedule V of Companies Act, 2013.		
NOTE	31 DISCLOSURE AS PER IND AS-108 SEGMENT REPORTING	31.03.2021	31.03.2020
	The company operates in single segment, thus reporting reuirements of Ind AS 108 is not applicable to the company.		
NOTE	32 CORONAVIRUS (COVID-19) IMPACT ON FINANCIAL REPORTING – ACCOUNTING YEAR ENDING MARCH 31, 2021		
	Impact of Covid-19 -		
	The company has considered the possible impact of internal and external factors known to the management upto the date of approval of these accounts, to assess and finalise the carrying amount of its assets and liabilities. Accordingly as on date, no material impact is anticipated in these financial statements		

		(Amount in Rs.)	
NOTE 33	PAYABLES & RECEIVABLE S		
Balance of certain sundry debtors, loans & advances (including capital advances), creditors and other process of confirmation/reconciliation. The management is of the opinion that adjustment, in liabilities if any, arising out of such reconciliation would not be material.			
NOTE 34	ADVANCES RECOVERABLE		
In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business. The provision for known liabilities is adequate and not in excess of amount reasonably necessary.			
NOTE 35	DISCLOSURE AS PER IND AS - 36 IMPAIRMENT OF ASSET S		
In terms of Ind AS 36 on impairment of assets, there was no impairment indicators exist as of reporting date as per the internal management estimates done and hence no impairment charge is recognised during the year under review.			
NOTE 36	DISCLOSURE AS PER IND AS - 33 EARNING PER SHARE	31.03.2021	31.03.2019
Profits for the year attributable to equity holders of the Company (Rs.)		90,97,183	1,79,865
Weighted average number of equity shares (Nos.)		2,32,20,952	2,32,20,952
Face Value		10	10
Basic and Diluted Earning Per Share		0.39	0.01
NOTE 37	Income Tax Expense	31.03.2021	31.03.2019
A	Income Tax Expense		
	Current Tax		
	Current Tax on Profits for the Year	5.58	7.03
	Adjustments for current tax of prior year	2.58	-
	Total Current Tax Expense	8.16	7.03
	Deffered Tax		
	Deferred Tax Charge/(Income)	(53.33)	9.33
	Total Tax Expense	(45.17)	16.36
B	Reconciliation of tax expense and the accounting profit		
	Profit Before Tax	45.80	49.35
	Income Tax (Calculated at 15.6% for FY 2020-21 and 25.169% for FY 2019-20)	7.16	12.71
	Tax Effect of :		
	- Tax effect due to non-taxable income for Income tax purposes	(1.58)	(3.33)
	- Brought Forward Tax Losses	-	-
	- Expenses not allowed for tax purpose	-	0.17
	- Others	(50.69)	6.81
	Income Tax Expense	(45.11)	16.36
NOTE 38	DISCLOSURE AS PER IND AS-24 RELATED PARTY DISCLOSURE	31.03.2021	31.03.2020
A.	List of Related Parties and Relationships:		
	Related Party		
i.	Piccadily Agro Industries Limited		
ii.	Harvinder & Associates		
iii.	Piccadily Hotels Private Limited		
B.	Related Party Transactions:	2020-21	2019-20
	Nature of Transaction		
i.	Purchase of Goods	Piccadily Agro Industries Limited	421.87
			1,548.49
ii.	Sale of Goods	Piccadily Agro Industries Limited	13.99
			321.13
iii.	Professional Charges	Harvinder & Associates	1.80
			1.80

iv. Remuneration to Key Managerial Persons Devinder Sharma (Director) 6.00 6.00 Avneet Kaur (Company Secretary) 3.42 0.93 Sunil Kumar (Chief Financial Officer) 10.20 - Charu Aggarwal (Company Secretary) - 0.55 C. Balance outstanding with related parties Piccadily Agro Industries Ltd. 1,216.86 1,774.30 Harvinder & Associates 0.28 0.14		
NOTE 39 FOREIGN EXCHANGE TRANSACTION	31.03.2021	31.03.2020
(a) Value of imports calculated on CIF basis by the company during the financial year in respect of : 1. Raw Materials NIL NIL 2. Components and Spare Parts NIL NIL 3. Capital Goods NIL NIL (b) Expenditure in Foreign Travelling NIL NIL (c) Earning in Foreign Currency NIL NIL		
NOTE 40 DISCLOSURE AS PER IND AS-41 AGRICULTURE	31.03.2021	31.03.2020
PARTICULARS Opening balance 12,90,572 12,73,080 Additions due to Recognition 30,81,069 21,23,982 Changes in fair value less Cost to Sell - - Decrease due to harvested 30,33,340 21,06,490 Closing Balance 13,38,301 12,90,572		
NOTE 41 MICRO SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006		
Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2021		
(a) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act: Principal 1,30,03,730 1,04,71,571 Interest - (b) Principal amount paid (includes unpaid) beyond the appointed date (c) Interest due and payable for the year - (d) The amount of interest accrued and remaining unpaid at the end of accounting year. - (e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006. -	31.03.2021	31.03.2020
NOTE 42 REGROUPING OF FIGURES		
The previous year figures have been recast/ regrouped whenever considered necessary to facilitate comparison with revised Schedule III, Division (ii). AUDITOR'S REPORT As per our separate report of even date For Aggarwal Sahil & Associates Chartered Accountants FRN: 026978N Sd/- Sahil Aggarwal (Partner) M.No. 523581 Sd/- Madhu Sharma (Director) DIN No. 07149078 Sd/- Devinder Sharma (Whole Time Director) DIN No. 03264719 Sd/- Sunil Kumar (Chief Financial Officer) Sd/- Avneet Kaur (Company Secretary) M.No. : 60841 Date: 29/06/2021 Place: Gurugram UDIN : 21523581AAAACK2597 For and on behalf of Board		

Notes to the Consolidated Financial Statements

1. Corporate Information

Piccadily Sugar & Allied Industries Limited (the company and its subsidiaries and associates together as referred to 'the Group') is a public limited company incorporated and domiciled in India. The address of the Corporate office is Kothi No. 304, Sector 9-D Chandigarh, 160009. The Board of Directors approved the Consolidated Financial Statements for the year ended March 31, 2021 and authorised for issue on June 29, 2021.

It manufactures Rectified Spirit, Extra Natural Alcohol (ENA) from Molasses/ Rice / Wheat, Ethanol, IMFL, PML, Country Liquor

2. Statement of Compliance

These consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time.

3. Basis of Preparation

These consolidated financial statements have been prepared on historical cost basis, except for certain financial instruments and defined benefit plans which are measured at fair value or amortised cost at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All assets and liabilities have been classified as current and non-current as per the Group's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realization in cash and cash equivalents of the consideration for such services rendered, the Group has considered an operating cycle of 12 months. The statement of cash flows have been prepared under indirect method. These consolidated financial statements have been prepared in Indian Rupee (₹) which is the functional currency of the Group. Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are retranslated at the exchange rate prevailing on the balance sheet date and exchange gains and losses arising on settlement and restatement are recognised in the statement of profit and loss.

4. Going Concern

The Board of Directors have considered the financial position of the group as at 31st March, 2021 and projected cash flows and financial performance of the group for at least twelve months from the date of approval of these financial statements as well as planned cost and cash improvement actions, and believe that the plan for sustained profitability remains on course.

The board of directors have taken actions to ensure that appropriate long-term cash resources are in place at the date of signing the accounts to fund the Company's operations.

4. Significant Accounting Policies

a) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss, if any. Cost of acquisition or construction is inclusive of freight, duties, taxes, other directly attributable incidental expenses and gains or losses on effective portion of cash flow hedges related to purchase in foreign currency and interest on loans attributable to the acquisition or construction of assets up to the date of commissioning of assets.

The Group is following straight line method of depreciation in respect of buildings, plant and equipment and other assets.

Depreciation on all tangible assets is provided on the basis of estimated useful life and residual value determined by the management based on a technical evaluation considering nature of asset, past experience, estimated usage of the asset, vendor's advice etc., which coincides with the useful life as prescribed under Schedule II of the Companies Act 2013 except for certain items of Plant and Equipment.

i) Estimated Useful Lives:

ASSET	USEFUL LIFE
Factory Building	30 Years
Administrative Building	30 years
Plant & Machinery	15 years
Furniture & Fixture	10 Years
Computers	3 Years
Office Equipments	5 Years
Vehicles	10 Years

ii) Estimated residual value:

The Estimated residual value of assets other than Land is taken as 5% of its original cost.

Depreciation is calculated on a pro-rata basis from the date of additions. On assets sold, discarded etc. during the year, depreciation is provided up to the date of sale/discard.

b) Inventories

: Inventories are valued as follows: Raw materials, stores and spares, Material in transit and packing materials Valued at lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on FIFO Basis. Finished goods Valued at lower of cost and net realizable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Work-in-process Valued at lower of cost and net realisable value up to estimated stage of process. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. By-products are valued at Net realisable value.

c) Revenue recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made. Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of trade discounts, sales returns. Effective from April 1, 2018, the Group has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. The Group has adopted Ind AS 115 retrospectively from the date of initial application (i.e. April 1, 2018). The impact of the adoption of the standard on the financial statements of the Group is insignificant. Revenue includes excise duty however, sales tax/ value added tax (VAT)/Goods and Services Tax(GST) is not received by the Group on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue. Income against claims of the Group, viz., export incentives, insurance claims, etc., is recognised on accrual/right to receive basis.

d) Other revenue streams**Interest Income**

For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in finance income in the statement of profit and loss.

e) Employee benefits**(i) Defined contribution plans**

Group's contribution paid/payable during the year to provident fund and superannuation fund are recognized in the statement of profit and loss.

(ii) Defined benefit plans

The liability recognized in respect of gratuity is the present value of defined benefit obligation at the end of the reporting period less the fair value of plan assets, where applicable. The defined benefit obligation is calculated annually by actuary using the Projected Unit Credit Method. Re-measurement comprising actuarial gains and losses and return on plan assets (excluding net interest) are recognized in the other comprehensive income for the period in which they occur and is not reclassified to profit or loss.

(iii) Bonus Plans

The group recognizes a liability and an expense for bonus. The group recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

f) Foreign currency transactions

The functional currency of the Group is Indian rupee. Transactions in foreign currencies are recorded on initial recognition at the exchange rate prevailing on the date of the transaction.

Monetary items (i.e. receivables, payable, loans etc) denominated in foreign currency are reported using the closing exchange rate on each reporting date.

The exchange difference arising on the settlement of monetary items or on reporting these items at rates different from rates at which these were initially recorded/reported in previous financial statements are recognized as income/expense in the period in which they arise except for exchange difference on foreign currency borrowings relating to asset under construction for future use, which are included in the cost of those assets when they are regarded as an adjustment to interest cost on those foreign currency borrowings.

g) Financial instruments- Initial Recognition

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial asset or financial liabilities, as appropriate, on initial recognition.

Subsequent measurement**A Non-derivative financial instruments****(i) Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortised cost if it is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets carried at fair value through other comprehensive income (FVTOCI)

A financial asset is subsequently measured at fair value through other comprehensive income (FVTOCI) if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets carried at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently measured at fair value through profit or loss.

(iv) Financial liabilities

Financial liabilities are subsequently measured at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

De-recognition of financial instruments

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Group's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

h) Impairment**i) Financial assets**

The Group recognizes loss allowances using the expected credit loss for the financial assets which are not measured at fair value through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime expected credit loss.

ii) Non-financial assets: Tangible and intangible assets

Property, plant and equipment and intangible assets are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit or loss. The Group review/assess at each reporting date if there is any indication that an asset may be impaired.

i) Income taxes

The Income-tax liability is provided in accordance with the provisions of the Income-tax Act, 1961. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Income tax and deferred tax are measured on the basis of the tax rates and tax laws enacted or substantively enacted at the end of the reporting period and are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the income tax and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

j) Leases

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As per Ind AS 116 each lease component within the contract is accounted as a lease separately from non-lease components of the contract and the consideration in the contract is allocated to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components. A right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date is recognised. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognized in the statement of profit and loss.

The lease liability is measured at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the incremental borrowing rate is used.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The amount of the re-measurement of lease liability due to modification is recognised as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Group recognises any remaining amount of the re-measurement in statement of profit and loss.

Group as a lessee

The Group has elected not to apply the requirements of Ind AS 116 Leases on short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

k) Borrowing Costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Other borrowing costs are expensed in the period in which they are incurred.

l) Government Grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions. Government grants relating to income are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income. Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss on a straight-line basis over the expected lives of the related assets and presented within other income.

m) Provisions

Provisions for claims including litigations are recognized when the Group has a present obligation as a result of past events, in the year when it is established by way of orders of court or government notifications etc. that it is probable that an outflow of resources will be required to settle the obligations and the amount can be reasonably estimated. The provision including any subsequent adjustments are accounted for in the same expenditure line item to which the claim pertains.

5. Use of estimates

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Group to make estimates and assumptions that affect the reported balances of asset and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the period presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the key assumptions concerning the future, and other sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in future are:

- i) Useful lives and residual value of property, plant and equipment: Useful life and residual value are determined by the management based on a technical evaluation considering nature of asset, past experience, estimated usage of the asset, vendor's advice etc and same is reviewed at each financial year end.
- ii) Deferred tax assets: The Group reviews the carrying amount of deferred tax assets including MAT credit at the end of each reporting period and reduces to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.
- iii) Revenue: The Group's contracts with customers could include promises to transfer multiple products and services to a customer. The Group assesses the products / services promised in a contract and identify distinct performance obligations in the contract. Identification of distinct performance obligation involves judgement to determine the deliverables and the ability of the customer to benefit independently from such deliverables.

Judgement is also required to determine the transaction price for the contract and to ascribe the transaction price to each distinct performance obligation. The transaction price could be either a fixed amount of customer consideration or variable consideration with elements such as volume discounts, service level credits, performance bonuses, price concessions and incentives. The transaction price is also adjusted for the effects of the time value of money if the contract includes a significant financing component. Any consideration payable to the customer is adjusted to the transaction price, unless it is a payment for a distinct product or service from the customer. The estimated amount of variable consideration is adjusted in the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur and is reassessed at the end of each reporting period. The Group allocates the elements of variable considerations to all the performance obligations of the contract unless there is observable evidence that they pertain to one or more distinct performance obligations.

The Group exercises judgement in determining whether the performance obligation is satisfied at a point in time or over a period of time. The Group considers indicators such as how customer consumes benefits as services are rendered or who controls the asset as it is being created or existence of enforceable right to payment for performance to date and alternate use of such product or service, transfer of significant risks and rewards to the customer, acceptance of delivery by the customer, etc.

Revenue for fixed-price contract is recognised using percentage-of-completion method. The Group uses judgement to estimate the future cost-to-completion of the contracts which is used to determine the degree of completion of the performance obligation.

- iv) Provision for gratuity: The provision for gratuity are based on actuarial valuation using the projected unit credit method. The Group uses actuarial assumptions to determine the obligation for employee benefit at each reporting period. These assumptions include the discount rate, salary escalation and employee turnover rate.

AUDITORS REPORT

As per our separate report of even date
For AGGARWAL SAHIL & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 026978N

Sd/-
SAHIL AGGARWAL
(Partner)
M.No. 523581

Sd/-
Madhu Sharma
(Director)
DIN No.: 07149078

Sd/-
Devinder Sharma
(Whole Time Director)
DIN No.:03264719

Date: 29/06/2021
Place: Gurugram

Sd/-
Sunil Kumar
(Chief Financial Officer)

Sd/-
Avneet Kaur
(Company Secretary)
M.No.60841

