



**Independent Auditor's Report**

**To the Members of STPL Horticulture Private Limited**

**Report on the Audit of the Ind AS Financial Statements**

**Opinion**

We have audited the accompanying financial statements of STPL Horticulture Private Limited ("the Company") which comprise the Balance Sheet as at March 31, 2021 and the Statement of Profit and Loss for the year ended, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31<sup>st</sup> 2021, its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date

**Basis for Opinion**

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

**Information Other than the Financial Statements and Auditor's Report Thereon**

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



**Branch**

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

In connection with our audit of the Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Ind AS Financial Statements**

The Company's board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process

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

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

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

- Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.



The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

#### **Report on other legal and regulatory requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, we enclose in the Annexure - 2 a statement on the matters specified in paragraphs 3 and 4 of the said Order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of 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 Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 1" to this report;
- (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to me:
  - i. The Company does not have any pending litigations which will have an impact on its financial position.
  - ii. The Company did not have any long-term contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S

  
Vinay Kumar Bachhawat

Partner

Membership No: 214520

Place: Chennai

Date: 05.08.2021

UDIN: 21214520AAAADC1456.



## **Annexure - 1 to the Auditors' Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of STPL Horticulture Private Limited ("the Company") as of March 31, 2021, in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

The Company's Management 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial 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 with reference to these Ind AS financial statements 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 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 with reference to these Ind AS financial statements 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 over financial reporting with reference to these Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these Ind AS financial statements.

#### **Meaning of Internal Financial Controls Over Financial Reporting with Reference to these Financial Statements**

A Company's internal financial control over financial reporting with reference to these Ind AS financial



statements 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 with reference to these Ind AS financial statements 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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting with Reference to these Ind AS Financial Statements**

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Ind AS financial statements, 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 with reference to these Ind AS financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these Ind AS financial statements 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, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these Ind AS financial statements and such internal financial controls over financial reporting with reference to these Ind AS financial statements were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S



Vinay Kumar Bachhawat-Partner  
Membership No: 214520  
Place: Chennai,  
Date: 05.08.2021  
UDIN: 21214520AAAADC1456.



## “Annexure - 2” to the Independent Auditors’ Report

(Referred to Our report of even date)

The Annexure referred to in Independent Auditors’ Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31 March 2021, we report that:

### 1. Fixed Assets:

- The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- The title deeds of plant and machinery are held in the name of the company.

2. As explained to us, the company does not have any inventory as on 31.03.2021.

3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), (b) and (c) of the order are not applicable to the Company.

4. In our opinion and according to the information and explanations given to me, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6. As informed to us, the maintenance of cost records has been specified by the Central Government under sub – section (1) of section 148 of the Act, in respect of the activities carried on by the company. However, the overall turnover from all of its products and services is less than 35 crores in the preceding financial year. Thus, the cost records are not maintained by the company.

7. (a) According to information and explanations given to me and on the basis of our examination of the books of account, and records, the Company is regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Goods and Service Tax (GST), Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to me, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.

b) according to the information and explanations given to me, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, Goods and Service Tax (GST) outstanding on account of any dispute.

8. In our opinion and according to the information and explanations given to me, the Company has not taken loan from banks or financial institutions.



9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of Term Loans or has not raised any money by way of initial public offer / further public offer / debt instrument during the year.
10. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud / material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
11. Based upon the audit procedures performed and the information and explanations given by the management, the payment of managerial remuneration according to the provisions of section 197 read with Schedule V to the Companies Act is not mandatory as it is a Private Limited Company.
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
13. In our opinion and according to the information and explanations given to me, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the standalone Ind AS Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
16. In our opinion, 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 and hence not commented upon.

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S


Vinay Kumar Bachhawat  
Partner  
Membership No: 214520  
Place: Chennai  
Date: 05.08.2021  
UDIN: 21214520AAAADC1456.



**STPL HORTICULTURE PRIVATE LIMITED**

CIN: U40100TN2015PTC103281

**Balance Sheet as at 31st March 2021**

(All amounts are in Indian rupees, unless otherwise stated)

	Notes	As at 31-Mar-21	As at 31-Mar-20
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, Plant and Equipment	4	72,699,459	7,278
Capital Work In Progress	5	192,331,319	84,311,203
Financial Assets			
Other Financial assets	6	57,093,971	42,086,929
Other Non -Current Assets	7	252,058,449	267,997,572
Deferred Tax Assets (Net)	23	-	3,162
<b>Total Non-Current Assets</b>		<b>574,183,199</b>	<b>394,406,145</b>
<b>CURRENT ASSETS</b>			
Financial Assets			
Trade Receivables	8	1,497,095	-
Cash and Cash Equivalents	9	1,172,633	35,908
Other Financial assets	10	414,400	-
Other Current Assets	11	388,170	69,715
<b>Total Current assets</b>		<b>3,472,298</b>	<b>105,623</b>
<b>Total Assets</b>		<b>577,655,497</b>	<b>394,511,768</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Equity Share Capital	12	100,000	100,000
Other Equity	13	(29,517,126)	(6,866,789)
<b>Total Equity</b>		<b>(29,417,126)</b>	<b>(6,766,789)</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Financial Liabilities			
Borrowings	14	568,778,311	391,762,241
Deferred Tax Liabilities (Net)	23	5,319,263	-
<b>Total Non-Current Liabilities</b>		<b>574,097,574</b>	<b>391,762,241</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Trade Payables Due to	15		
Micro and Small Enterprises		10,672	-
Other than Micro and Small Enterprises		8,786,960	2,427,206
Other Financial Liabilities	16	23,277,371	5,705,584
Other Current Liabilities	17	900,046	1,383,526
<b>Total Current Liabilities</b>		<b>32,975,049</b>	<b>9,516,316</b>
<b>Total Liabilities</b>		<b>607,072,623</b>	<b>401,278,557</b>
<b>Total Equity and Liabilities</b>		<b>577,655,497</b>	<b>394,511,768</b>

See accompanying notes to the Financial Statements:1-30

As per our report of even date

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S

Vinay Kumar Bachhawat - Partner  
Membership No: 214520  
Place: Chennai,  
Date: 05.08.2021



For STPL Horticulture Pvt Ltd

Kalpesh Kumar  
Director

DIN: 07966090



Anil Jain  
Director

DIN: 00181960

**STPL HORTICULTURE PRIVATE LIMITED**

CIN: U40100TN2015PTC103281

**Statement of Profit and Loss for the year ended 31 March 2021***(All amounts are in Indian rupees, unless otherwise stated)*

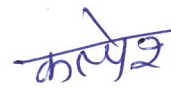


		For the Year ended 31-Mar-21	For the Year ended 31-Mar-20
<b>INCOME</b>			
Revenue From Operations	18	1,902,494	-
Other Income	19	3,539,777	697,144
<b>Total Income</b>		<b>5,442,271</b>	<b>697,144</b>
<b>EXPENSES</b>			
Finance Costs	20	18,980,424	6,772,900
Depreciation / Amortisation Expenses	21	2,836,605	11,941
Other Expenses	22	953,153	621,057
<b>Total expenses</b>		<b>22,770,182</b>	<b>7,405,898</b>
<b>Profit / (Loss) Before tax</b>		<b>(17,327,911)</b>	<b>(6,708,754)</b>
<b>Less: Tax Expenses</b>	23		
Current Tax		-	-
Deferred Tax		5,322,425	(200)
<b>Profit for the Year</b>		<b>(22,650,336)</b>	<b>(6,708,554)</b>
<b>Other Comprehensive Income</b>		-	-
Items that will not be reclassified to Profit or Loss			
Remeasurements of defined benefit obligations, net			
<b>Total Comprehensive Income for the year</b>		<b>(22,650,336)</b>	<b>(6,708,554)</b>
<b>Earnings per equity share (of face value of Rs. 10 each)</b>			
Basic Earnings Per Share	24	(2,265)	(671)

See accompanying notes to the Financial Statements: 1-30

As per our report of even date

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S  
Vinay Kumar Bachhawat  
Partner  
Membership No: 214520  
Place: Chennai  
Date: 05.08.2021

For STPL Horticulture Pvt Ltd

  
  
  
Kalpesh Kumar  
Director  
DIN: 07966090  
Anil Jain  
Director  
DIN: 00181960

**STPL HORTICULTURE PRIVATE LIMITED**

CIN: U40100TN2015PTC103281

**Cash Flow Statement for the year ended March 31, 2021**

(All amounts are in Indian rupees, unless otherwise stated)

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
<b>A. Cash flow from operating activities</b>		
Net Profit/ (Loss) before tax	(17,327,911)	(6,708,754)
<i>Adjustments for:</i>		
Depreciation	2,836,605	3,941
Interest expense	18,833,355	6,317,316
<b>Operating loss before working capital changes</b>	<b>4,342,049</b>	<b>(387,497)</b>
Adjustments for (increase) / decrease in operating assets :		
Adjustments for increase / (decrease) in operating liabilities :		
Trade Receivables	(1,497,095)	-
Other Financial Assets	(15,421,442)	(42,086,929)
Other Current Assets	(318,455)	(61,715)
Trade Payables	6,370,426	2,427,206
Other Financial Liabilities	150,935	2,400
Other Current Liabilities	(483,480)	751,794
Cash used in operations	<b>(6,857,062)</b>	<b>(39,354,741)</b>
<b>Net cash flow from / (used) in operating activities</b>	<b>(6,857,062)</b>	<b>(39,354,741)</b>
<b>B. Cash flow from investing activities</b>		
Purchase of Assets (CWIP)	(183,548,902)	(84,311,203)
Capital Advances	15,939,123	(267,997,572)
<b>Net cash flow from / (used) investing activities</b>	<b>(167,609,779)</b>	<b>(352,308,775)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from/(Repayment of ) Borrowings	177,016,070	391,691,009
Interest Paid	(1,412,502)	-
<b>Net cash flow from / (used) in financing activities</b>	<b>175,603,568</b>	<b>391,691,009</b>
<b>Net increase / (decrease) in cash and cash equivalents ( A+B+C )</b>	<b>1,136,725</b>	<b>27,493</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>35,908</b>	<b>8,415</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>1,172,633</b>	<b>35,908</b>
<b>Cash and cash equivalents as per cash flow statement</b>	<b>1,172,633</b>	<b>35,908</b>
Cash on hand	-	-
Balance with banks in current account	1,172,633	35,908
<b>Cash and cash equivalents as per Balance sheet</b>	<b>1,172,633</b>	<b>35,908</b>

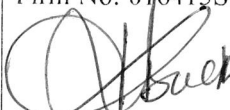
**Notes**

- The cash flow statement is prepared under Indirect Method as set out in Ind AS 7, Statement of Cash Flows notified under section 133 of the Companies Act, 2013.
- Reconciliation of cash and cash equivalents with the Balance Sheet.

See accompanying notes to the Financial Statements :1-30

As per our report of even date

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S


  
Vinay Kumar Bachhawat  
Partner


Membership No: 214520

Place: Chennai,

Date: 05.08.2021

For STPL Horticulture Pvt Ltd

  
Kalpesh Kumar  
Director  
DIN: 07966090

  
Anil Jain  
Director  
DIN: 00181960

**STPL HORTICULTURE PRIVATE LIMITED**

CIN: U40100TN2015PTC103281

**Statement of Changes in Equity for the year ended 31 March 2021***(All amounts are in Indian rupees, unless otherwise stated)***A. Equity Share Capital**

Particulars	No of Shares	Amount in Rs
Equity shares INR 10 each issued, subscribed and fully paid		
<b>As at 31st March 2020</b>	<b>10,000</b>	<b>100,000</b>
Issue of equity shares	-	-
<b>As at 31st March 2021</b>	<b>10,000</b>	<b>100,000</b>



**B. OTHER EQUITY**

Particulars	Retained Earnings	Items of Other Comprehensive income	Total equity attributable to equity holders
<b>As at 31 March 2020</b>	<b>(6,866,789)</b>	-	<b>(6,866,789)</b>
Add: Profit/(Loss) for the year	(22,650,336)	-	(22,650,336)
<b>As at 31 March 2021</b>	<b>(29,517,126)</b>	-	<b>(29,517,126)</b>

See accompanying notes to the Financial Statements: 1-30


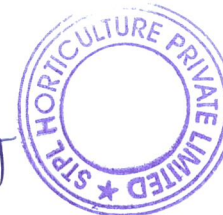

As per our report of even date

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S



Vinay Kumar Bachhawat  
Partner  
Membership No: 214520

For STPL Horticulture Pvt Ltd



Kalpesh Kumar  
Director  
DIN: 07966090

Anil Jain  
Director  
DIN: 00181960

Place: Chennai  
Date: 05.08.2021

**STPL HORTICULTURE PRIVATE LIMITED**

**CIN: U40100TN2015PTC103281**

**Notes to Standalone Financial Statements for the year ended 31 March 2021**

*(All amounts are in Indian rupees, unless otherwise stated)*

**1. Corporate Information**

STPL HORTICULTURE PRIVATE LIMITED is incorporated in Dec 2015 having its registered office in Chennai, Tamilnadu, registered under the Companies Act 2013. It is formed to act as a Special Purpose Vehicle (SPV) for the limited purpose to develop, execute, manage and run solar power generation project.

**2. Basis of Preparation**

**a. Statement of compliance**

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, at the end of each reporting period as explained in the accounting policies below, the provisions of the Companies Act, 2013 ('the Act') (to the extent notified). The company's financial statements for the period ended March 31, 2021 are prepared in accordance with Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 as prescribed under Sec 133 of the Act and the company adopted all the Ind AS.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. Details of the Company's significant accounting policies are included in Note 3.

**b. Functional and presentation currency**

The functional currency of the Company is the Indian rupee. All the financial information has been presented in Indian Rupees (Rs.) except for share data or as stated otherwise.

**c. Basis of measurement**

These financial statements have been prepared on the historical cost basis except for the following items:

- a) Net defined benefit liability - Present value of defined benefit obligations
- b) Certain financial assets and financial liabilities - Fair value

**d. Use of estimates**

In preparing these financial statements, Management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results could differ from those estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized prospectively.

Judgements are made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements and the same is disclosed in the relevant notes to the financial statements.

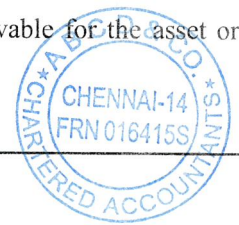
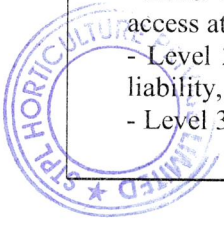
Assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment are reviewed on an on-going basis and the same is disclosed in the relevant notes to the financial statements.

**e. Measurement of fair values**

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, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and /or disclosure purposes in these financial statements is determined on such a basis and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly (i.e.as prices) or indirectly (i.e. derived from prices);
- Level 3 inputs are unobservable inputs for the asset or liability.



### 3. Significant Accounting Policies

#### a. Foreign Currency Transactions

The functional currency of the Company is the Indian rupee. The financial statements are presented in Indian rupee. Foreign-currency-denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rate in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in net profit in the Statement of Profit and Loss.

Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled. Revenue, expense and cash-flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction.

All foreign exchange gains and losses are presented in the statement of profit and loss on a net basis within other gains/(losses).

#### b. Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of returns and discounts to customers. Revenue from services is recognised in the periods in which the services are rendered and the Performance Obligations are discharged. However, where the ultimate collection of revenue lacks reasonable certainty, revenue recognition is postponed. Interest income is recognized on effective interest rate taking into account the amount outstanding and the applicable interest rate.

#### c. Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

#### d. Property, Plant and Equipment

##### i. Tangible

Tangible property, plant and equipment (PPE) acquired by the Company are reported at acquisition cost less accumulated depreciation and accumulated impairment losses, if any. The acquisition cost includes any cost attributable for bringing an asset to its working condition net of tax/duty credits availed, which comprises of purchase consideration and other directly attributable costs of bringing the assets to their working condition for their intended use. PPE is recognised when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

##### ii. Capital work-in-progress

PPE not ready for the intended use on the date of the Balance Sheet are disclosed as "capital work-in-progress" and carried at cost, comprising direct cost, related incidental expenses and attributable interest.

##### iii. Intangible

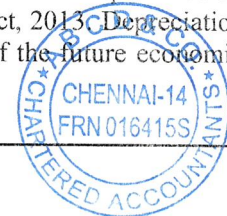
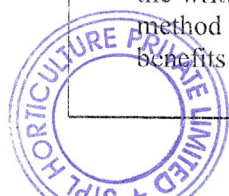
Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation and cumulative impairment. Administrative and other general overhead expenses that are specifically attributable to the acquisition of intangible assets are allocated and capitalised as a part of the cost of the intangible assets. Expenses on software support and maintenance are charged to the Statement of Profit and Loss during the year in which such costs are incurred.

##### iv. Intangible assets under development

Intangible assets not ready for the intended use on the date of Balance Sheet are disclosed as "Intangible assets under development".

##### v. Depreciation and Amortisation

Depreciable amount for tangible property, plant and equipment is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible property, plant and equipment has been provided on the written down method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Depreciation method is reviewed at each financial year end to reflect expected pattern of consumption of the future economic benefits embodied in the asset.



The estimated useful life and residual values are also reviewed at each financial year end with the effect of any change in the estimates of useful life/residual value is accounted on prospective basis. Depreciation for additions to/deductions on owned assets is calculated pro rata to the remaining period of use. Depreciation charge for impaired assets is adjusted in future periods in such a manner that the revised carrying amount of the asset is allocated over its remaining useful life. All capital assets with individual value less than Rs. 5,000 are depreciated fully in the year in which they are purchased.

Estimated useful life considered by the Company are:

Asset	Estimated Useful Life
Plant & Machinery	25 Years
Furniture Fittings	10 Years
Electrical Equipments	10 years

#### vi. Impairment of assets

Upon an observed trigger or at the end of each accounting year, the Company reviews the carrying amounts of its PPE, investment property and intangible asset to determine whether there is any indication that the asset have suffered an impairment loss. If such indication exists, the PPE, investment property and intangible assets are tested for impairment so as to determine the impairment loss, if any.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is the higher of fair value less cost of disposal and value in use.

#### vii. De-recognition of property, plant and equipment and intangible asset

An item of PPE and intangible assets is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

#### e. Income Taxes

Income tax expense comprise current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting that tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is a reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at the balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized. Current tax and deferred tax assets and liabilities are offset to the extent to which the Company has a legally enforceable right to set off and they relate to taxes on income levied by the same governing taxation laws.

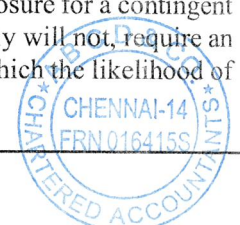
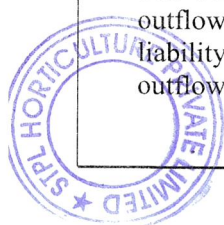
Minimum Alternate Tax ("MAT") paid in accordance with tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the company would pay normal income tax after tax holiday period and accordingly, MAT is recognized as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the company and the asset can be measured reliably. MAT credit entitlement is reviewed at each balance sheet date and written down to the extent there is no convincing evidence to the effect that the Company will pay normal income tax during the specified period.

#### Current and deferred tax for the year

Current and deferred tax 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 current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

#### f. Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is present obligation as a result of past event that probably requires an outflow of resources, and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of



outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognized nor disclosed in the financial statements.

Provision for onerous contracts i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognized when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on reliable estimate of such obligation.

#### **g. Earnings Per Share**

Basic earnings per equity share is computed by dividing the net profit for the year attributable to the Equity Shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit for the year, adjusted for the effects of dilutive potential equity shares, attributable to the Equity Shareholders by the weighted average number of the equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

#### **h. Cash Flow Statements**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

#### **i. Financial Instruments:**

##### **Initial Recognition**

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

##### **Subsequent Measurement**

###### **i) Financial Assets carried at Amortized Cost**

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset 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 at Fair Value through Other Comprehensive Income**

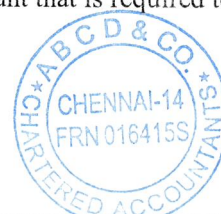
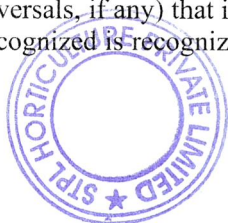
A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company has made an irrevocable election for its investments which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model.

###### **iii) Financial Assets at Fair Value through Profit or Loss**

A financial asset, which is not classified in any of the above categories, is subsequently fair valued through profit or loss.

###### **iv) Impairment of Financial Assets**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, ECLs are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL, as applicable, as the case may be. The amount of ECLs (or reversals, if any) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in the profit or loss.





#### v) Financial Liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination, which is subsequently measured at fair value through profit or loss. 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.

#### Derecognition 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.

#### j. Operating Cycle

Based on the nature of activities of the company and the normal time between rendering of services and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

#### k. Leases

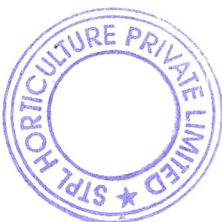
The company assesses whether a contract contains a lease at the inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the company assesses whether (i) the contract involves the use of an identified asset (ii) the company has substantially all of the economic benefits from the use of the asset through the period of the lease and (iii) the company has the right to direct the use of the asset. The company has applied the exemption of not to recognize Right to Use assets and liabilities for leases with less than 12 months of lease term on the date of initial application as a practical expediency. For these short term and low value leases, the Company recognises the lease payments as an operating expense on a straight line basis over the term of the lease.

#### 4. Property, Plant and Equipment

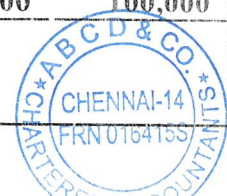
Description	Furniture	Electrical Fittings	Plant & Machinery	Total
<b>Gross Block</b>				
Balance as at 31st March 2020	10,000	16,000	-	26,000
Additions	-	-	75,528,786	75,528,786
Balance as at 31st March 2021	10,000	16,000	75,528,786	75,554,786
<b>Accumulated Depreciation</b>				
Balance as at 31st March 2020	7,202	11,519	-	18,722
Charge for the year	726	1,159	2,834,720	2,836,605
Balance as at 31st March 2021	7,928	12,679	2,834,720	2,855,327
<b>Net Block</b>				
Balance as at 31st March 2021	2,072	3,321	72,694,066	72,699,459
Balance as at 31st March 2020	2,798	4,481	-	7,278

#### 5. Capital Work in Progress

	31-Mar-21	31-Mar-20
Capital Work in Progress - Service	66,020,120	48,072,964
Capital Work In Progress- Supply	126,311,199	36,238,239
	<u>192,331,319</u>	<u>84,311,203</u>



	As at 31-Mar-21	As at 31-Mar-20
<b>6. Other Financial Assets – Non- current</b>		
Bank Deposits	57,093,971	42,086,929
Security Deposits	-	-
<b>Total</b>	<b>57,093,971</b>	<b>42,086,929</b>
<b>7. Other Non-current Asset</b> <i>(Unsecured and considered good)</i>		
Capital Advances - Related Party	252,058,449	267,997,572
<b>Total</b>	<b>252,058,449</b>	<b>267,997,572</b>
<b>8. Trade Receivables</b> <i>(Unsecured and considered good)</i>		
Trade Receivables	1,497,095	-
<b>Total</b>	<b>1,497,095</b>	-
<b>9. Cash and Cash Equivalent</b>		
Cash on hand	-	-
Balance with Banks		
In Current Accounts	1,172,633	35,908
In Fixed Deposits	-	-
Cash and Cash Equivalents as per Balance Sheet	<b>1,172,633</b>	<b>35,908</b>
Cash and Cash Equivalents as per Cash Flow Statements	<b>1,172,633</b>	<b>35,908</b>
<b>10. Other Financial Asset- Current</b>		
Unapplied Receipts	405,400	-
Security Deposits	9,000	-
<b>Total</b>	<b>414,400</b>	-
<b>11. Other Current Assets</b> <i>(Unsecured, Considered Good)</i>		
Balance with Govt Authorities	352,395	69,715
Others	35,775	-
<b>Total</b>	<b>388,170</b>	<b>69,715</b>
<b>12. Share Capital</b>		
	As at	As at
	31 March 2021	31 March 2020
<b>Authorised</b>		
10000 Equity Shares of ₹ 10 each	100,000	100,000
	100,000	100,000
<b>Issued, Subscribed and Paid up</b>		
10000 Equity Shares of ₹ 10 each	100,000	100,000
	<b>100,000</b>	<b>100,000</b>
<b>a.Reconciliation of the shares outstanding at the beginning and at the end of the reporting Equity Shares</b>	<b>31 March 2021</b>	<b>31 March 2020</b>
	Number	Number
At the commencement of the year	10,000	10,000
Shares issued during the year	-	-
<b>At the end of the year</b>	<b>10,000</b>	<b>10,000</b>
	Amount	Amount
At the commencement of the year	100,000	100,000
Shares issued during the year	-	-
<b>At the end of the year</b>	<b>100,000</b>	<b>100,000</b>



### Rights, preferences and restrictions attached to equity shares

The company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the company's residual assets. The equity shares are entitled to receive dividend as declared from time to time after subject to dividend to preference shareholders. The voting rights of an equity shareholder on a poll (not show of hands) are in proportion to its share of the paid up equity capital of the company.

On winding up of the company, the holder of equity shares will be entitled to receive the residual assets of the company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

<i>b. Particulars of shareholders holding more than 5% shares of a class of shares</i>	31 March 2021		31 March 2020	
	Number	(% of total shares)	Number	(% of total shares)
Equity shares of ₹ 10 each fully paid held by				
Sherisha Solar LLP	74,000	74.00%	74,000	74.00%
Refex Energy Limited	26,000	26.00%	26,000	26.00%
	<b>100,000</b>	<b>100%</b>	<b>100,000</b>	<b>100.00%</b>

### 13. Other Equity

	As at 31-Mar-21	As at 31-Mar-20
Retained Earnings	(29,517,126)	(6,866,789)
<b>Total</b>	<b>(29,517,126)</b>	<b>(6,866,789)</b>
<b>A RETAINED EARNINGS</b>		
Opening Balance	(6,866,789)	(158,236)
Add : Surplus/Loss during the year	(22,650,336)	(6,708,554)
Less: Transfer to General Reserve	-	-
<b>Closing Balance</b>	<b>(29,517,126)</b>	<b>(6,866,789)</b>
<b>Total</b>	<b>(29,517,126)</b>	<b>(6,866,789)</b>

### 14. Borrowings- Long Term UNSECURED

	As at 31-Mar-21	As at 31-Mar-20
Inter Corporate Deposits from Related Parties	568,778,311	391,762,241
<b>Total</b>	<b>568,778,311</b>	<b>391,762,241</b>

Loans are taken for working capital requirements. The loan carries an interest rate of 8% per annum on the outstanding amount. No Interest is being charged by Sherisha Solar LLP after its conversion from Private Limited Company (28<sup>th</sup> October 2020) (Refer Note 25)

### 15. Trade Payable Due to

Micro and Small Enterprise	10,672	-
Other than Micro and Small Enterprise	8,786,960	2,427,206
<b>Total</b>	<b>8,797,632</b>	<b>2,427,206</b>

### 16. Other Financial Liabilities – Current

Interest accrued but not due on borrowings	23,106,436	5,685,584
Other Payables	170,935	20,000
	<b>23,277,371</b>	<b>5,705,584</b>

### 17. Other Current Liabilities

Statutory Dues (GST, TDS, etc.)	9,00,046	13,83,526
<b>Total</b>	<b>9,00,046</b>	<b>13,83,526</b>



**18. Revenue from Operations**

	For the Year ended 31-Mar-21	For the Year ended 31-Mar-20
Sale of Power	1,497,094	-
Unbilled Revenue	405,400	-
<b>Total</b>	<b>1,902,494</b>	<b>-</b>

**19. Other Income**

Interest Income	3,539,777	697,144
Other Income	-	-
<b>Total</b>	<b>3,539,777</b>	<b>697,144</b>

**20. Finance Cost**

Interest cost	18,833,355	6,317,316
Interest on Inter Corporate Deposits	18,833,355	6,317,316
Other Borrowing Cost	147,069	455,584
<b>Total</b>	<b>18,980,424</b>	<b>6,772,900</b>

**21. Depreciation & Amortisation**

Depreciation	2,836,605	3,941
Preliminary Expenses Write off	-	8,000
<b>Total</b>	<b>2,836,605</b>	<b>11,941</b>

**22. Other Expenses**

Rates and Taxes	118,000	126,900
Professional Fees	243,000	87,920
Rent	171,000	202,000
Payment to Auditors	189,180	38,770
Operations and Maintenance	19,442	-
Miscellaneous Expenses	212,531	165,467
<b>Total</b>	<b>953,153</b>	<b>621,057</b>

**Payment to Auditors**

Statutory Audit	120,000	20,000
Certification & Other Charges	69,180	18,770
<b>Total</b>	<b>189,180</b>	<b>38,770</b>

**23. Tax Expenses**

	For the year ended 31st March 2021	For the year ended 31st March 2020
Current Tax	-	-
Deferred Tax	5,322,425	(200)
Tax reported in Profit & Loss	<b>5,322,425</b>	<b>(200)</b>



As at 31                      As at 31  
March 2021                March 2020

**A Deferred Tax Liabilities (Net)**

**Deferred Tax Liabilities**

Fixed assets: Impact of difference between tax depreciation and depreciation/amortisation for financial reporting

7,086,339                      -

**Gross Deferred Tax Liability**

**7,086,339                      -**

**Deferred Tax Asset (NET)**

**Deferred Tax Asset**

Fixed assets: Impact of difference between tax depreciation and depreciation/amortisation for financial reporting

1,767,076                      3,162

**Gross Deferred Tax Asset**

**1,767,076                      3,162**

**Net Deferred Tax Liability /(Asset)**

**5,319,263                      (3,162)**

**B Reconciliation of Deferred Tax Asset**

**Opening Deferred Tax Asset**

**(3,162)                      (2,962)**

Deferred Credit recorded in Statement of Profit & Loss

5,322,425                      (200)

Deferred Tax change recorded in OCI

-                      -

**Closing Deferred Tax Liability/ (Asset) (Net)**

**5,319,263                      (3,162)**

**24. Earnings Per Share (EPS)**

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

	31-Mar-21	31-Mar-20
a. Net profit after Tax/(loss) attributable to equity shareholders for calculation of EPS	(22,650,336)	(6,708,554)
b. Weighted average number of equity shares outstanding during the period	10,000	10,000
c. Basic / Diluted Earnings per share	(2,265)	(671)

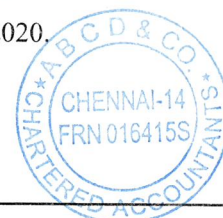
**25. Related Party Transactions**

**a. Name of the Related Party and Nature of Relationship\***

Nature of Relationship	Name of the Related Party
Ultimate Holding Company	Sunedison Infrastructure Limited (From 3-Jan-2020)
Holding Company	Sherisha Solar LLP**
Entities in which share holders / directors exert significant influence	Sherisha Technologies Private Limited Megamic Electronics Private Limited
Directors	Anil Jain Kalpesh Kumar

\* as identified by the management and relied upon by the auditors

\*\* Sherisha Solar LLP was converted from Sherisha Solar Private Limited on October 28, 2020.



**b. Transaction with Related Parties**

Nature of the Transaction	Name of Related Party	For the year ended March 31, 2021	For the year ended March 31, 2020
Capital Advance Given	Sunedison Infrastructure Limited	152,794,556	340,765,680
Capital Work in Progress	Sunedison Infrastructure Limited	169,109,779	73,397,933
Project Management Service - CWIP	Sherisha Solar LLP	9,383,360	-
Interest Expense	Sherisha Solar LLP	18,833,355	6,317,316
Repairs & Maintenance	Megamic Electronics Private Limited	10,672	-
Loan Repaid	Sherisha Technologies Private Limited	307,232	-
Loan Borrowed	Sherisha Technologies Private Limited	236,000	-
Loan Repaid	Sherisha Solar LLP	1,500,000	1,000
Loan Borrowed	Sherisha Solar LLP	178,516,070	391,762,641

**c. Balance at Year end**

Nature of the Transaction	Name of Related Party	For the year ended March 31, 2021	For the year ended March 31, 2020
Capital Advance Given	Sunedison Infrastructure Limited	252,058,449	267,997,572
Creditors	Sunedison Infrastructure Limited	8,786,960	-
Creditors	Megamic Electronics Private Limited	10,672	-
Creditors	Sherisha Solar LLP	8,786,960	-
Interest Payable	Sherisha Solar LLP	23,106,436	5,685,584
Loan Payable	Sherisha Solar LLP	568,778,311	391,762,241

**26. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

The management has identified certain enterprises which have provided goods and services to the Company and which qualify under the definition of 'Micro and Small Enterprises' as defined under Micro, Small and Medium Enterprises Development Act, 2006 ("the Act"). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31st March 2021 and 31st March 2020 have been made in the financial statements based on information available with the Company and relied upon by the auditors.

Particulars	As at 31 March 2021	As at 31 March 2020
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	10,672	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-



## 27. Fair Value Measurements

### A. Financial Instrument by Category

Particulars	As at 31 March 2021			Fair value hierarchy		
	FVPL	FVOCI	Amortised cost	Level I	Level II	Level III
<b>Financial Assets</b>						
Trade Receivables	-	-	1,497,095	-	-	-
Cash and cash equivalents	-	-	1,172,633	-	-	-
Other Financial Assets	-	-	57,508,371	-	-	-
<b>TOTAL ASSETS</b>	-	-	<b>60,178,099</b>	-	-	-
<b>Financial Liabilities</b>						
Borrowings	-	-	568,778,311	-	-	-
Trade Payable	-	-	8,797,632	-	-	-
Other Financial Liabilities	-	-	23,277,371	-	-	-
<b>TOTAL LIABILITIES</b>	-	-	<b>600,853,314</b>	-	-	-

Particulars	As at 31 March 2020			Fair value hierarchy		
	FVPL	FVOCI	Amortised cost	Level I	Level II	Level III
<b>Financial Assets</b>						
Trade Receivables	-	-	-	-	-	-
Cash and cash equivalents	-	-	35,908	-	-	-
Other Financial Assets	-	-	42,086,929	-	-	-
<b>TOTAL ASSETS</b>	-	-	<b>42,122,837</b>	-	-	-
<b>Financial Liabilities</b>						
Borrowings	-	-	391,762,241	-	-	-
Trade Payable	-	-	2,427,206	-	-	-
Other Financial Liabilities	-	-	5,705,584	-	-	-
<b>TOTAL LIABILITIES</b>	-	-	<b>399,895,031</b>	-	-	-

### Fair value hierarchy

**Level 1** - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

**Level 2** - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. Derived from prices).

**Level 3** - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Accordingly, these are classified as level 3 of fair value hierarchy.

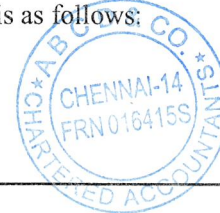
### B. Financial risk management

The Company business activities are exposed to a variety of financial risks, namely liquidity risk, foreign currency risks and credit risk. The Company's management has the overall responsibility for establishing and governing the Company risk management framework. The management is responsible for developing and monitoring the Company risk management policies. The Company risk management policies are established to identify and analyse the risks faced by the Company, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly. The key risks and mitigating actions are also placed before the Board of directors of the Company.

#### i. Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from Company's trade receivables and other financial assets.

The carrying amount of financial assets represents the maximum credit exposure which is as follows:



	Carrying amount	
	As at	As at
	31 March 2021	31 March 2020
Trade receivables	1,497,095	-
Cash and cash equivalents	1,172,633	35,908
Other financial assets	57,508,371	42,086,929
	<b>60,178,099</b>	<b>42,122,837</b>

### Trade receivables

Trade receivables are typically unsecured and are derived from revenue earned from customers. Credit risk has always been managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

### Cash and cash equivalents

The Company held cash and cash equivalents with credit worthy banks as at the reporting dates which has been measured on the 12-month expected loss basis. The credit worthiness of such banks and financial institutions are evaluated by the management on an ongoing basis and is considered to be good with low credit risk.

### ii. Liquidity Risk

Liquidity risk is the risk that the company will encounter difficulty in meeting obligation, associated with financial liabilities that are settled by delivering cash or another financial asset. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. The Company has access to a sufficient variety of sources of funding. Having regards to the nature of the business wherein the Company is able to generate fixed cash flows over a period of time and to optimize the cost of funding, the Company, from time to time, funds its long-term investment from short-term sources. The short-term borrowings can be roll forward or, if required, can be refinanced from long term borrowings. In addition, processes and policies related to such risks are overseen by senior management.

The table below provides details regarding the contractual maturities of significant financial liabilities as at 31 March 2021 and 31 March 2020.

Particulars	As at 31 March 2021			
	Less than one year	1-2 years	2 years and above	Total
Borrowings	-	-	568,778,311	568,778,311
Trade Payables	8,797,632	-	-	8,797,632
Other Financial Liabilities	23,277,371	-	-	23,277,371
<b>Total</b>	<b>32,075,003</b>	<b>-</b>	<b>568,778,311</b>	<b>600,853,314</b>

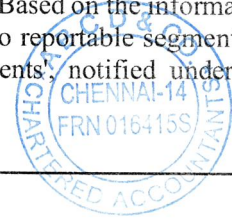
Particulars	As at 31 March 2020			
	Less than one year	1-2 years	2 years and above	Total
Borrowings	-	-	391,762,241	391,762,241
Trade Payables	2,427,206	-	-	2,427,206
Other Financial Liabilities	5,705,584	-	-	5,705,584
<b>Total</b>	<b>8,132,790</b>	<b>-</b>	<b>391,762,241</b>	<b>399,895,031</b>

### (iii) Foreign Currency Risk

The Company's operations are largely within India and hence the exposure to foreign currency risk is very minimal.

### 28. Segment Reporting

The Company is mainly engaged in the business of generation and selling of power in India. Based on the information reported for the purpose of resource allocation and assessment of performance, there are no reportable segments in accordance with the requirements of Indian Accounting Standard 108-'Operating Segments', notified under the Companies (Indian Accounting Standards) Rules, 2015.





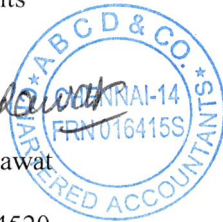
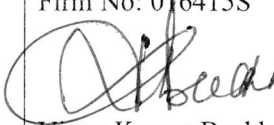
29. The outbreak of Coronavirus (COVID -19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company has evaluated impact of this pandemic on its business operations, assessed the Company's liquidity position for the next one year and evaluated the recoverability and carrying value of its assets as at March 31, 2021. Based on its review, consideration of internal and external information up to the date of approval of these financial statements and current indicators of future economic conditions relevant to the Company's operations, management has concluded that there are no adjustments required to the Company's financial statements. However, the estimated impact of COVID 19 might vary from the date of approval of these financial statements and the Company will continue to monitor any material changes to future economic conditions.

30. Previous year's figures are regrouped / rearranged, where necessary, to confirm to the current year's presentation.

See accompanying notes to the Financial Statements :1-30

As per our report of even date

For ABCD & Co,  
Chartered Accountants  
Firm No: 016415S




Vinay Kumar Bachhawat  
Partner  
Membership No: 214520  
Place: Chennai,  
Date: 05.08.2021

For STPL Horticulture Pvt Ltd



Kalpesh Kumar  
Director  
DIN: 07966090



Anil Jain  
Director  
DIN: 00181960