

SARVESHWAR OVERSEAS LIMITED

Notes to Accounts as on March 31, 2019

1 Corporate information

Sarveshwar Overseas Limited is engaged in Manufacturing, Trading and Export of Basmati rice, which is a long grain with a fine texture.

The company is a closely held public limited company controlled by the family of promoters.

2 Basis of Preparation of financial statements(Significant Accounting Policies & other explanatory Notes)

2.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under section 133 of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous years.

2.2 Use of estimates

The preparation of financial statements are in conformity with the Accounting Standards which requires Management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures relating to the contingent liabilities as on the date of balance sheet and the reported amount of revenues and expenditures during the reporting period. The estimates and assumptions used in the Financial Statements are based upon Management's best evaluation of the relevant facts and circumstances as of the date of the Financial Statements. Examples of such estimates include useful life of fixed assets, creation of deferred tax asset, lease rentals and write off of deferred revenue expenditure. Actual results may differ from those estimates.

2.3 Inventories

Inventories are valued at cost after providing for obsolescence and other losses, where considered necessary and realizable value whichever is less. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads.

2.4 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise of cash at bank and in hand and short term investments with an original maturity of three months or less. Earmarked balances with bank, margin money or security against borrowings, guarantees and other commitments, if any shall be treated separately from cash and cash equivalent

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.6 Depreciation and amortisation

Depreciation has been provided as per the useful life of the respective asset by retaining 5% as residual value in accordance with the Schedule II to the Companies Act, 2013.

Depreciation on addition to fixed assets is provided on pro-rata basis from the date the assets are acquired/installed. Depreciation on sale/deduction from fixed assets is provided for upto the date of sale, deduction and discardment as the case may be.

In case of items having value of Rs. 5,000/- or below that are acquired during the year, are charged to profit & loss account at 100% in the year of purchase.

2.7 Revenue recognition

Sale of goods



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Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty but exclude sales tax, value added tax and GST. The company follows the mercantile system of accounting and recognizes the income and expenditures on accrual basis except in case of significant uncertainties. Certain items of income such as insurance claim, market fees refund, overdue interest from customers etc have been considered to the extent the amount is accepted by the parties

Domestic sales are recognized at the point of dispatches to customers.
Export Sales are recognized at the time of issue of Bill of Lading.

2.8 Other income

Interest income is recognised on time proportion basis.

2.9 Tangible fixed assets

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use, including borrowing cost till commencement of commercial production, net changes on foreign exchange contracts, if capitalization criteria are met. Capital work in progress is stated at cost. Capital work in progress includes the cost of fixed assets that are not yet ready for their intended use, as on the balance sheet date.

2.10 Intangible assets

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognised as an expense when incurred unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.

2.11 Foreign currency transactions and translations

Initial recognition

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company outstanding at the Balance Sheet date are restated at the year-end rates.

Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

2.12 Government grants, subsidies and export incentives

Export Incentive if any is accounted on accrual basis except Interest Subsidy which has been accounted for on receipt basis.

2.13 Investments

Long-term investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

2.14 Employee benefits

The Company has adopted the Accounting Standard 15- Employee Benefits prescribed under the Companies (Accounting Standards) Rules, 2006. Employee benefits include provident fund, bonus, superannuation fund, compensated absences, long service awards and post-employment medical benefits. The Company's obligation towards various employee benefits has been recognized as follows:



Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are short-term employee benefits. Benefits such as salaries, wages and bonus wages, etc, are recognized in the Profit and Loss statement in the period in which the employee renders the related service.

Defined contribution plans

The Company's contribution to provident fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.

2.15 Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets.

Borrowing cost attributable to the fixed assets during construction/ exploration, renovation and modernization are capitalized. Such borrowing costs are apportioned on the average balance of capital work in progress for the year. Other borrowing costs are recognized as an expense in the period in which they are incurred.

2.16 Segment reporting

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance. However the company is currently dealing in only one primary segment..

2.17 Taxes on income

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961. Deferred income tax reflects the impact of current year timing differences between taxable income that originates in one period and are capable of reversal in one or more subsequent periods

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

2.18 Impairment of assets

The carrying values of assets / cash generating units are reviewed at each Balance Sheet date for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss.

2.19 Provisions and contingencies



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A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

A contingent liability is disclosed where, as a result of past events, there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When 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.

2.20 Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

2.21 Leases

a) Finance lease

- i) Assets taken on finance lease are capitalised at fair value or net present value of the minimum lease payments, whichever is less.
- ii) Lease payments are apportioned between the finance charges and outstanding liability in respect of assets taken on lease.

b) Operating lease

- i) Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating lease. Lease rent are recognized as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

2.22 Earning per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2.23 The Previous Year figures have been regrouped/rearranged wherever necessary to make them comparable.



SARVESHWAR OVERSEAS LIMITED

Standalone Statement of Profit and Loss for the year ended March 31, 2019

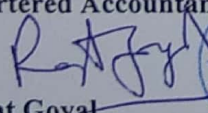
	Notes	(in ₹ Lacs) For the year ended 31-Mar-2019	(in ₹ Lacs) For the year ended 31-Mar-2018
INCOME			
Revenue from operations	17	24,217.07	24,759.02
Other income	18	134.57	56.16
		24,351.65	24,815.18
EXPENDITURE			
Raw material consumed	19	13,162.16	13,203.71
Purchase of traded goods	20	9,265.61	10,996.04
Increase / (Decrease) in inventories of semi finished and finished goods	21	(191.75)	(1,756.25)
Employee benefits expenses	22	87.56	94.31
Depreciation expenses	11	137.52	159.24
Finance cost	23	940.87	1,208.63
Other expenses	24	719.24	669.38
		24,121.20	24,575.07
Profit before tax		230.44	240.11
(a) Current Tax		49.57	67.90
(b) Deferred Tax		(0.37)	(9.25)
Profit for the year		181.24	181.46
Earnings per equity share (Basic and diluted)	25	1.21 1.21	1.21 1.21

Significant accounting policies
As per our report of even date

For K R A & Co

Firm Registration No: 020266N

Chartered Accountants


Rajat Goyal
Partner

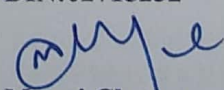
Membership No. 503150
Place: Jammu

Date: May 29, 2019

For and behalf of the Board of Directors
SARVESHWAR OVERSEAS LIMITED


Rohit Gupta
Managing Director
DIN:02715232


Anil Sharma
Director
DIN:07417538


Manoj Chopra
Chief Financial Officer
Place:
Date:

Aasima Khurshid Khan
Company Secretary

SARVESHWAR OVERSEAS LIMITED
Standalone Balance Sheet as at March 31' 2019

		(in ₹ Lacs)	(in ₹ Lacs)
		As at	As at
	Note No.	31-Mar-2019	31-Mar-2018
Equity and liabilities			
Shareholders' funds			
Share capital			
-Equity Share Capital	3	1,500.00	1,500.00
-Preference Share Capital	3	2,200.00	2,200.00
Reserves and surplus	4	573.76	373.62
		<u>4,273.76</u>	<u>4,073.62</u>
Non current liabilities			
Long term borrowings	5	1,926.20	88.29
Deferred Tax Liabilities	6	-	-
		<u>1,926.20</u>	<u>88.29</u>
Current liabilities			
Short term borrowings	7	12,302.45	11,793.14
Trade payables	8	1,268.74	4,084.91
Other current liabilities	9	209.63	594.36
Short term provisions	10	-	16.94
		<u>13,780.83</u>	<u>16,489.35</u>
		<u>19,980.79</u>	<u>20,651.26</u>
Assets			
Non current assets			
Fixed assets	11	1,788.66	1,881.21
Long term loans and advances	12	1.37	-
		<u>1,790.03</u>	<u>1,881.21</u>
Deferred Tax Assets (Net)	6	22.55	22.18
Current assets			
Inventories	13	14,554.27	14,687.96
Trade receivables	14	2,936.40	3,451.70
Cash and bank balances	15	25.33	22.15
Other Current assets	16	652.22	586.05
		<u>18,168.21</u>	<u>18,747.87</u>
		<u>19,980.79</u>	<u>20,651.26</u>
Significant accounting policies	2		
As per our report of even date			

For K R A & Co
Firm Registration No: 020266N
Chartered Accountants

Rajat Goyal
Partner
Membership No. 503150
Place: New Delhi
Date: May 29, 2019

For and behalf of the Board of Directors
SARVESHWAR OVERSEAS LIMITED

Rohit Gupta
Managing Director
DIN:02715232

Anil Sharma
Director
DIN:07417538

Manoj Chopra
Chief Financial Officer
Place:
Date:

Aasima Khurshid Khan
Company Secretary

SARVESHWAR OVERSEAS LIMITED

Standalone Statement of Cash Flows for the year ended March 31, 2019

	(in ₹ Lacs) For the year ended 31-Mar-2019	(in ₹ Lacs) For the year ended 31-Mar-2018
Cash flow from operating activities		
Profit Before tax	230.44	240.11
Adjustments:		
Depreciation expenses	137.52	159.24
Interest income	(4.57)	(2.14)
Unrealized foreign exchange gain	(7.86)	(5.81)
Interest on loan	932.93	1,206.91
Other adjustments	18.90	(8.46)
Operating profit before working capital changes	1,307.34	1,589.86
Movements in working capital :		
Increase / (Decrease) in current liabilities	(384.73)	(102.52)
Increase / (Decrease) in trade Payable	(2,816.16)	744.94
Decrease/(Increase) in trade receivables	523.16	(738.81)
Decrease/(Increase) in Inventory	133.70	(1,508.28)
Decrease/ (Increase) in other current assets	(66.17)	(54.84)
Net cash flow (used in) operations	(1,302.85)	(69.66)
Less: Direct taxes paid net of advance taxes	(67.88)	(76.63)
Net cash flow used in operating activities (A)	(1,370.73)	(146.29)
Cash flows from investing activities		
Purchase of fixed assets	(44.97)	(42.73)
Interest received	4.57	2.14
Net cash flow used in from investing activities (B)	(40.39)	(40.59)
Cash flows from financing activities		
Increase / (Decrease) in Borrowings	2,347.23	1,409.93
Interest paid on loan	(932.93)	(1,206.91)
Net cash flow generated from financing activities (C)	1,414.30	203.02
Net increase/(decrease) in cash and cash equivalents (A + B + C)	3.18	16.15
Cash and cash equivalents at the beginning of the year	22.15	6.00
Cash and cash equivalents at the end of the year	25.33	22.15

Significant accounting policies

Note 2

As per our report of even date

For K R A & Co

Firm Registration No: 020266N

Chartered Accountants

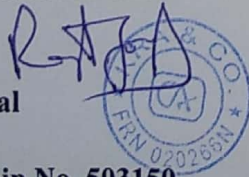
Rajat Goyal

Partner

Membership No. 503150

Place: Jammu

Date: May 29, 2019



**For and behalf of the Board of Directors
SARVESHWAR OVERSEAS LIMITED**

Rohit Gupta
Managing Director
DIN:02715232

Anil Sharma
Director
DIN:07417538

Manoj Chopra
Chief Financial Officer
Place:
Date:

Aasima Khurshid Khan
Company Secretary

	(in ₹ Lacs) As at 31-Mar-2019	(in ₹ Lacs) As at 31-Mar-2018
NOTE 3		
SHARE CAPITAL AUTHORISED		
15,000,000 Equity shares of Rs 10 each with voting rights (Previous Year 15,000,000 Equity shares of Rs 10 each with voting rights)	1,500.00	1,500.00
220,000 Preference shares of Rs. 1,000 Each (Previous Year 220,000 Preference shares of Rs. 1,000 Each)	2,200.00	2,200.00
ISSUED SUBSCRIBED AND FULLY PAID UP		
15,000,000 Equity shares of Rs 10 each with voting rights (Previous Year 15,000,000 Equity shares of Rs 10 each with voting rights)	1,500.00	1,500.00
220,000 Preference shares of Rs. 1,000 Each (Previous Year 220,000 Preference shares of Rs. 1,000 Each)	2,200.00	2,200.00
Total	3,700.00	3,700.00
A) Reconciliation of number of equity shares outstanding		
As at the beginning of the year	15,000,000	15,000,000
Add: Shares Issued during the year	-	-
Less: Bought back during the year	-	-
As at the end of the year	15,000,000	15,000,000
Share holders having 5% or more Shares		
Name Of Shareholders		
Rohit Gupta		
No. of shares	150,000	150,000
% of holding	1.00%	1.00%
Sarveshwar Food Ltd		
No. of shares	14,850,000	14,850,000
% of holding	99.00%	99.00%
Total Number of shares	15,000,000	15,000,000
B) Reconciliation of number of Preference shares outstanding		
As at the beginning of the year	220,000	220,000
Add: Shares Issued during the year	-	-
Less: Bought back during the year	-	-
As at the end of the year	220,000	220,000
Share holders having 5% or more Shares		
Name Of Shareholders		
Rohit Gupta		
No. of shares	220,000	220,000
% of holding	100.00%	100.00%
Total Number of shares	220,000	220,000



NOTE 4
RESERVE AND SURPLUS

Profit & Loss A/c

Opening Balance	373.62	200.62
Add: Profit for the Year	181.24	181.46
Less: Prior Period Items (Income Tax)	18.90	(8.46)
Total	573.76	373.62

NOTE 5
LONG TERM BORROWINGS

Unsecured Loans from Directors	88.29	88.29
Unsecured Loans from Holding Company	1,837.91	-
Total	1,926.20	88.29

NOTE 6
DEFERRED TAX LIABILITES / (ASSETS)

WDV of fixed assets as per Income Tax (A)	1,870.51	1,961.72
WDV of fixed assets as per Companies Act (B)	1,788.66	1,881.21
Timing Difference on Account of Fixed Assets (A-B)	81.85	80.51
Deferred Tax Asset	22.55	22.18
Deferred Tax liability	-	-
Total	(22.55)	(22.18)

NOTE 7
SHORT TERM BORROWINGS

Secured

Cash Credit	9,987.25	9,667.74
Others	2,315.20	2,125.40
Total	12,302.45	11,793.14

NOTE 8
TRADE PAYABLES

Due to MSME	-	-
Sundry Creditors for Trade	1,268.74	4,084.91
Total	1,268.74	4,084.91

NOTE 9
OTHER CURRENT LIABILITIES

Statutory Dues	9.29	22.34
Loan From Banks Repayable in one year	-	257.15
Expenses payable	28.58	90.29
Dividend on Preference Shares	100.98	100.98
Dividend distribution tax on dividend	18.18	18.18
Advance received from related Parties	2.18	59.53
Advance received from customers	50.41	45.89
Total	209.63	594.36



SARVESHWAR OVERSEAS LIMITED

Statement of Notes to Accounts for the year ended March 31, 2019
11 Fixed Assets

	(in ₹ Lacs)							
	Land	Building	Plant & Machinery	Office Equipments	Furniture & Fixture	Vehicles	Computer	Total
Gross block								
WDV as at April 1, 2017	898.28	587.27	465.38	38.14	4.23	2.53	1.88	1,997.72
Additions	-	12.93	16.80	4.88	5.50	-	2.62	42.73
Disposals/transfer	-	-	-	-	-	-	-	-
At March 31, 2018	898.28	600.21	482.17	43.02	9.73	2.53	4.50	2,040.45
Additions	-	-	2.61	2.60	37.65	-	2.10	44.97
Disposals	-	-	-	-	-	-	-	-
At March 31, 2019	898.28	600.21	484.79	45.63	47.38	2.53	6.60	2,085.42
Depreciation								
Charge for the year	-	56.75	89.02	8.49	2.18	0.73	2.08	159.24
Disposals/transfer	-	-	-	-	-	-	-	-
At March 31, 2018	-	56.75	89.02	8.49	2.18	0.73	2.08	159.24
Charge for the year	-	51.65	71.55	9.62	2.23	0.52	1.95	137.52
Disposals	-	-	-	-	-	-	-	-
At March 31, 2019	-	108.39	160.57	18.11	4.41	1.25	4.02	296.76
Net block								
At March 31, 2018	898.28	543.46	393.15	34.53	7.55	1.80	2.43	1,881.21
At March 31, 2019	898.28	491.82	324.22	27.52	42.97	1.28	2.58	1,788.66



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NOTE 10
SHORT TERM PROVISIONS

Provision for Taxation	-	16.94
(Net of advance tax and TDS)		
Total	-	16.94

NOTE 12
LONG TERM LOANS AND ADVANCES

Advance tax (Net of income tax provision)	1.37	
Total	1.37	-

NOTE 13
INVENTORIES

(Stock of Traded Goods have been Valued at lower of Cost and NRV)

Finished Goods - Trading	4,465.30	2,707.66
Finished Goods - Manufacturing	9,093.42	10,659.31
Raw Material	995.55	1,321.00
Total	14,554.27	14,687.96

NOTE 14
TRADE RECEIVABLES

Over Six Months		
Unsecured Considered Good	319.53	124.45
Others		
Unsecured Considered Good	2,616.87	3,327.25
Total	2,936.40	3,451.70

NOTE 15
CASH AND BANK BALANCES

Cash on Hand	15.84	9.30
Balance with Banks	9.49	12.85
Margin Money	39.25	23.50
Less: Redeemable in 3-12 Months	(39.25)	(23.50)
Total	25.33	22.15

NOTE 16
OTHER CURRENT ASSETS

Loans & Advances	43.97	0.78
Security Deposits	7.79	41.73
Prepaid Expenses	7.40	3.83
Interest receivable	3.86	-
Margin Money Redeemable in 3-12 Months	39.25	23.50
Advance given to Related Party	-	109.96
Advance given to Vendors	549.95	406.25
Total	652.22	586.05

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Mr. Mr.

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	(in ₹ Lacs) For the year ended 31-Mar-2019	(in ₹ Lacs) For the year ended 31-Mar-2018
NOTE 17		
REVENUE FROM OPERATIONS		
Sale of products	24,217.07	24,759.02
Total	24,217.07	24,759.02
NOTE 18		
OTHER INCOME		
Foreign Exchange Fluctuations	7.86	5.81
Discount Received	15.63	21.05
Duty Drawback/GST Refund	103.82	-
Interest on FDR	4.57	2.14
Miscellaneous income	0.74	0.56
Insurance Claim	1.93	0.30
Unclaimed Liability	-	26.30
Total	134.57	56.16
NOTE 19		
RAW MATERIAL CONSUMED		
Opening Stock	1,321.00	1,568.96
Add: Purchases	12,681.82	12,737.74
Add: Freight Inward	42.29	97.10
Add: Packing Material Purchase	112.60	120.91
Less : Closing Stock	(995.55)	(1,321.00)
Total	13,162.16	13,203.71
NOTE 20		
PURCHASE OF TRADED GOODS		
Purchase of traded goods	9,265.61	10,996.04
Total	9,265.61	10,996.04
NOTE 21		
INCREASE / (DECREASE) IN INVENTORIES OF SEMI FINISHED AND FINISHED GOODS		
Opening Stock of Finished Goods	13,366.97	11,610.72
Closing Stock of Finished Goods	13,558.72	13,366.97
Increase/(Decrease) in Finished Goods	(191.75)	(1,756.25)
Total	(191.75)	(1,756.25)



NOTE 22**EMPLOYEE BENEFIT EXPENSES**

Salaries	61.63	68.93
Directors Remuneration	18.00	18.00
Employer Contribution to PF	2.45	2.44
Staff Welfare	5.47	4.94
Total	87.56	94.31

NOTE 23**FINANCE COST**

Bank Interest	882.10	1,206.91
Bank Charges	7.52	1.72
Other borrowing costs	0.42	-
Interest on unsecured loans	50.82	-
Total	940.87	1,208.63

NOTE 24**OTHER EXPENSES****Manufacturing Expenses**

Consumables	4.84	6.14
Electricity Charges	107.49	82.90
Fumigation expense	1.12	0.40
Job Work	-	22.72
Pest control service charges	7.72	8.00
Repair & Maintenance	49.41	64.99
Toll Tax	0.94	0.36
Wages & Labour Charges	262.51	209.30

Selling, Distribution & Administration Expenses

Business Promotion	1.47	1.43
Audit fee #	3.50	3.57
Brokerage & Commission	21.53	26.73
Business Promotion & Marketing	1.57	4.24
Clearing & Handling Charges	34.57	11.77
Communication Charges	5.54	5.57
Conveyance & Travelling	6.27	6.80
CSR Expenses	0.42	0.13
Freight & transportation on Sales	94.29	108.75
Insurance	3.51	20.76
Misc Expenses	37.34	26.57
Printing & Stationery	4.21	5.10
Professional Fees	36.03	9.02
Rent, Rates & Taxes	26.86	27.05
Repair & Maintenance	8.10	17.12
Total	719.24	669.38

Audit fee includes fee for statutory audit Rs. 3 lacs (PY: Rs. 3 Lacs) and fee for tax audit Rs. 0.50 Lacs (PY: Rs. 0.50 Lacs)

NOTE 25**EARNING PER SHARE**

a) Profit for the year (in Rs Lacs)	181.24	181.46
No of Shares at beginning	15,000,000	15,000,000
No of Shares at end	15,000,000	15,000,000
b) Weighted average no. of equity shares outstanding	15,000,000	15,000,000
c) Earning per share on profit for the year		
Basic (in Rs)	1.21	1.21
Diluted (in Rs)	1.21	1.21



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SARVESHWAR OVERSEAS LIMITED
Notes to Accounts as on March 31' 2019

26 Related party disclosures:

Nature and name of related parties

Holding Company

Key Management Person

Relative of Key Management Person

Sarveshwar Foods Limited

Rohit Gupta (Managing Director)

Suraj Prakash Gupta

Radha Rani

Pooja Gupta

Enterprises Owned or controlled by Key Management Personnel or their relatives

Sarveshwar Logistics

Radhika Overseas

Sarveshwar International

Himalayan Ancient Foods P Ltd

Radhika Pest Control

Shree Jee Trading

Transactions with related parties during the year:

Name of related party	Nature of transaction	(in ₹ Lacs)	
		2019	2018
Rohit Gupta	Salary	18.00	18.00
Sarveshwar Logistics	Freight	11.50	12.00
Radha Rani	Rent	3.60	3.60
Radhika Overseas	Sales	0.64	-
Radhika Overseas	Purchase	141.64	-
Sarveshwar Foods Ltd	Sales	99.84	1,078.52
Sarveshwar Foods Ltd	Purchase	1,351.63	-
Himalayan Bio Organic Foods Pvt Ltd	Sales	-	4.90
Sarveshwar International	Purchase	566.25	-
Sarveshwar International	Sales	27.78	65.88

27 Expenditure and earnings in foreign currency (on accrual basis)

Particulars	(in ₹ Lacs)	
	2019	2018
Expenditure		
Commission on Exports	4.09	9.27
Earnings		
Sale of finished goods	799.50	961.75

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28 Unhedged foreign currency exposures as at the balance sheet date

Particulars	2019				2018			
	in USD	in JPY	Exchange rate	in ₹ Lacs	in USD	in JPY	Exchange rate	in ₹ Lacs
Trade receivables	2,90,542	-	69.17	200.97	1,34,003	-	65.14	87.28

29 The balances of receivables, payables, security deposit given are subject to confirmation & reconciliation, if any.

30 Gratuity plan

The Company has a defined benefit gratuity plan. Every employee who has completed five year or more of service gets a gratuity on separation at 15 days salary (last drawn salary) for each completed year of service.

The principle assumptions in determining the obligation for the Company's plan are shown below:

Particulars	2019	2018
Monthly rate	LIC (2006-08) Ultimate	LIC (2006-08) Ultimate
Withdrawal rate	1% to 3% Depending on Age	1% to 3% Depending on Age
Discount rate	7.5	7.5
Future Salary Increase	7	7

Results of Valuation

Particulars	2019	2018
PV of Past Service Benefit	2,33,695.00	3,95,121.00
Current Service Cost	95,335.00	1,05,634.00
Total Service Gratuity	35,26,293.00	36,05,240.00
Accrued Gratuity	2,64,326.00	4,42,346.00
LCSA	32,61,967.00	31,62,894.00
LC Premium	8,255.00	7,718.00
Accrued Liability	8,255.00	1,389.00

The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors on long term basis.

31 Details of secured short term borrowings as on March 31, 2019

Name of the lenders	Facility Type	Interest rate	Loan Currency	Sanctioned Amount in Lakhs	Tenure	Outstanding Loan as on 31.03.2019 in INR Lacs	Security as per the loan agreement
J&K Bank	CC	MCLR+ 0.5%	INR	10,500.00	Renewal Done Every Year	9,949.62	Various Immovable Properties and Stocks & Debtors
J&K Bank PCFC	SUB Limit CC	6M LIBOR/EURIBO R+400 bps p.a	USD		Renewal Done Every Year	37.63	Various Immovable Properties and Stocks & Debtors
J&K Bank PSFC	SUB Limit CC	6M LIBOR/EURIBO R+200 bps p.a	USD		Renewal Done Every Year	-	Various Immovable Properties and Stocks & Debtors
Allahabad Bank Stock Pledge-831	Pledge Limit	11.38%	INR	2,500.00	Renewal Done Every Year	2,315.20	Against pledged stock
Total				13,000.00		12302.45	

32 The Company has reclassified previous year figures to conform to this year's classification.

As per our report of even date

For K R A & Co
Firm Registration No: 020266N
Chartered Accountants

Rajat Goyal
Partner
Membership No. 503150

Place: New Delhi
Date: May 29, 2019

For and behalf of the Board of Directors
SARVESHWAR OVERSEAS LIMITED

Rohit Gupta
Managing Director
DIN:02715232

Anil Sharma
Director
DIN:07417538

Manoj Chopra
Chief Financial Officer

Aasima Khurshid Khan
Company Secretary