

ATHANI SUGARS LIMITED

BOARD OF DIRECTORS

- | | |
|-------------------------------------|-------------------------------|
| • Shri. Shrimant Balasaheb Patil | - Non Executive Chairman |
| • Shri. Shrinivas Shrimant Patil | - Managing Director |
| • Shri. Yogesh Shrimant Patil | - Executive Director & CFO |
| • Shri. Sushant Shrimant Patil | - Executive Director |
| • Sou. Ujwala Shrimant Patil | - Woman Director |
| • Shri. Suhas Shivajirao Patil | - Director |
| • Shri. Nivrutti Yeshwant Jadhav | - Director |
| • Shri. Prakash Venkatrao Chavan | - Director |
| • Shri. Uttam Pandit Patil | - Director |
| • Shri. Shankarrao Shamrao Patil | - Director |
| • Shri. Krishnarao Jotiram Mohite | - Director |
| • Shri. Abdulbari Abdulrazak Mulla | - Director |
| • Shri. Pravin Bharat Patil | - Director |
| • Shri. Vasant Bira Jugale | - Independent Director |
| • Shri. Shahajirao Muguttrao Kakade | - Independent Director |
| • Shri. Prakash Mahadev Patil | - Director (up to 25.09.2021) |
| • Shri. Ashok Pandit Patil | - Director (up to 25.09.2021) |

R. A. LATAKE
Project Co-ordinator

REGISTERED OFFICE:

Vishnuanna Nagar,
Post: Navalihal - 591 234,
Taluka: Athani, District: Belagavi
Telephone: 08338-350100
Telefax No. 08338-350103
Email: info@athanisugars.com
CIN : U40109KA1995PLC017806

CORPORATE OFFICE:

“Shiv Pavallion”
2nd Floor. Near Ram Mandir,
Sangli – Miraj Road,
Sangli – 416416.
Maharashtra
Telephone: 0233-2373885

Kempwad Unit

Vishnuanna Nagar,
Post: Navalihal - 591 234,
Taluka: Athani, District: Belagavi
Telephone 08338-350100
Telefax No. 08338-350103

Shahuwadi Unit

(Lessee of Udaysingrao Gaikwad SSK Ltd),
Sonawade-Bambawade,
Tal: Shahuwadi, Dist: Kolhapur,
Maharashtra
Telephone No. 0231-2685822

Rayat Unit

(Lessee of Rayat SSK Ltd),
Shewalewadi (Mhasoli),
Taluka: Karad, Dist: Satara,
Maharashtra
Telephone: 9156388693

Bhudargad Unit

Anturli (Tambale) 416 210,
Taluka Bhudargad,
District Kolhapur, Maharashtra
Telephone: 0231-2527600

Bankers & Financial Institutions:

- State Bank of India
- Sugar Development Fund
- Canara Bank Ltd
- The Kolhapur DCC Bank Ltd
- The Belgavi DCC Bank Ltd
- The Vijaypura DCC Bank Ltd
- The Maharashtra State Co-operative Bank Ltd
- SVC Co-operative Bank Ltd
- TJSB Sahakari Bank Limited
- The Kalyan Janta Sahakari Bank Ltd
- The Karnataka State Co-operative Apex Bank Ltd
- Sangli Urban Co-operative Bank Ltd
- Janata Sahakari Bank Ltd; Pune
- Janaseva Sahakari Bank Ltd; Pune

Auditors & Consultants

Statutory Auditors

M/s. Bhosale Wangikar & Parannawar,
Chartered Accountants, Sangli.

Cost Auditors

A. G. Anikhindi & Co.
Cost Accountants, Kolhapur.

Internal Auditors- Kempwad Unit

YPK & Associates,
Chartered Accountants,
Belagavi.

Internal Auditors – Shahuwadi Unit

Deepak Gokhale & Company
Chartered Accountants,
Kolhapur.

Internal Auditors – Bhudargad Unit

CA. Ashok Sankannavar,
Chartered Accountants,
Belagavi.

Internal Auditors – Rayat Unit

M/s Mayur P. Mane & Co,
Chartered Accountants,
Karad.

Secretarial Auditors

KANJ & Co. LLP
Company Secretaries, Pune.

Income Tax Auditor

Samir C. Anavekar & Associates,
Chartered Accountants
Belagavi.

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ATHANI SUGARS LIMITED

Regd. Office: Vishnuanna Nagar, Post: Navalihal-591234, Tal: Athani, Dt: Belagavi
CIN: U40109KA1995PLC017806
E-mail: info@athanisugars.com, Telephone: 08338-350100, 01 Fax: 08338-350103
Website: www.athanisugars.com

NOTICE

GM/01/2022

Notice is hereby given that pursuant to the relevant provisions of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and other applicable provisions, if any, the 28th Annual General Meeting of members of Athani Sugars Limited will be held on Saturday, the 24th September, 2022 at 11:00 a.m (IST) through Video Conferencing / Other Audio Visual Means in conformity with the regulatory provisions and Circulars issued by the Ministry of Corporate Affairs, Government of India to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Standalone financial statements and the Audited Consolidated financial statements of the company for the year ended 31st March, 2022 together with Directors' and Auditors' reports thereon.
2. To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and pursuant to the recommendations of the Audit Committee and the Board of Directors, M/S. A. D. Shinde & Co., Chartered Accountants, Sangli, having ICAI Firm Registration No. 110124W, be and is hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of 33rd AGM of the Company at the remuneration to be fixed by the Board of Directors of the Company, in addition to applicable taxes and actual out of pocket expenses incurred in connection with the audit of the accounts of the Company.

RESOLVED FURTHER THAT Shri. Shrinivas Shrimant Patil (DIN:02807974), Managing Director and Shri. Yogesh Shrimant Patil (DIN: 03560198) Executive Director & CFO of the company be and is hereby severally authorized to do all such acts, deeds and things and execute all such documents, instruments and writings, as may be required to give effect to the aforesaid resolution.”

3. To appoint a Director in place of Mr. Suhas Shivajirao Patil, (DIN: 02158986), who retires by rotation, and being eligible, offers himself for reappointment.
4. To appoint a Director in place of Mrs. Ujwala Shrimant Patil, (DIN: 07628643), who retires by rotation, and being eligible, offers herself for reappointment.
5. To appoint a Director in place of Mr. Shankarao Shamrao Patil, (DIN: 00443088), who retires by rotation, and being eligible, offers himself for reappointment.

SPECIAL BUSINESS:

6. To pass, with or without modifications, the following resolution as a Special Resolution:

“RESOLVED THAT, pursuant to the provisions of sections 196, 197, 198, 203 read with Schedule V of the Companies Act, 2013 and other applicable provisions if any, of the Companies Act, 2013, and Rules made thereunder, and Articles of Association of the Company, approval be and is hereby accorded to the re-appointment of Mr. Yogesh Shrimant Patil, (DIN: 03560198), made and approved by the Board of Directors in its meeting held on 12th August, 2022 as Executive Director & CFO of the Company, for a period of 4 years from 01st October, 2022 to 30th September, 2026 on the following terms and conditions:-

- i. Salary: Rs. 4,00,000/- per month plus 2% commission on the net profits of the company for that year with effect from 1st April, 2022 to 30th September, 2026.
- ii. Perquisites & Allowances : In addition to the salary as stated above, the Executive Director & CFO shall be entitled to perquisites and allowances like medical reimbursement, leave travel concession for himself and his family, personal accident insurance and such other perquisites and allowances as may be decided by the Board of Directors, subject to a maximum of 100% of his annual salary.

Provision for use of Company's Car for official duties and telephone at residence (including payment for local calls and long distance official calls) shall not be included in the computation of perquisites for the purpose of calculating the said ceiling.
- iii. Provident Fund, Superannuation Fund, gratuity & leave encashment : He shall be entitled to Company's contribution of Provident Fund and Superannuation Fund as per the rules of the company, gratuity payable as per the rules of the Company and encashment of leave at the end of each year. These shall not be included in the computation of the limits for the remuneration or perquisites aforesaid.
- iv. In the event the Company has no profits or its profits are inadequate, the remuneration aforesaid shall be treated as minimum remuneration pursuant to the proviso under table A of Schedule V - Part II- section II of the Companies Act, 2013 for any three years out of above four years.
- v. The terms and conditions of re-appointment of Mr. Yogesh Shrimant Patil (DIN 03560198) as Executive Director & CFO may be varied, altered, enhanced or widened from time to time by the Board of Directors as it may in its discretion deem fit, within the maximum amounts payable in accordance with the provisions of the Companies Act, 2013 read with Schedule V or any amendments made hereinafter in this regard.
- vi. The Executive Director & CFO shall have such powers and duties as may be delegated to him by the Managing Director and Board of Directors and shall conduct the day-to-day management of the Company subject to the supervision and control of the Board of Directors.
- vii. During the tenure of his office of Executive Director & CFO, he shall not be liable to retire by rotation.”

7. To pass, with or without modifications, the following resolution as a Special Resolution:

“RESOLVED THAT, pursuant to the provisions of sections 196, 197, 198, 203 read with Schedule V of the Companies Act, 2013 and other applicable provisions if any, of the Companies Act, 2013, and Rules made thereunder, and Articles of Association of the Company, approval be and is hereby accorded to the alteration in the terms of appointment of Mr. Shrinivas Shrimant Patil, (DIN: 02807974) Managing Director (who was appointed in the 27th Annual General Meeting held on 25th September, 2021 for a period of 5 years from 01st October, 2021 to 30th September, 2026), made and approved by the Board of Directors in its meeting held on 12th August, 2022, to the effect that -

- (a) His Salary shall be increased from Rs. 3,00,000/- per month to Rs. 4,25,000/- per month plus 2% commission on the net profits of the company for that year with effect from 1st April, 2022 to 30th September, 2026.

“RESOLVED further that all other terms and conditions of his appointment as contained in the special resolution passed in the Annual General Meeting held on 25th September, 2021 shall remain unchanged.”

“RESOLVED further that in the event the Company has no profits or its profits are inadequate, the remuneration aforesaid shall be treated as minimum remuneration pursuant to the proviso under table A of Schedule V - Part II- section II of the Companies Act 2013 for any three years out of above four years”.

8. To pass, with or without modifications, the following resolution as a Special Resolution:

“RESOLVED THAT, pursuant to the provisions of sections 196, 197, 198, 203 read with Schedule V of the Companies Act, 2013 and other applicable provisions if any, of the Companies Act, 2013, and Rules made thereunder, and Articles of Association of the Company, approval be and is hereby accorded to the alteration in the terms of appointment of Mr. Sushant Shrimant Patil, Executive Director (DIN 06842330) (who was appointed in the 27th Annual General Meeting held on 25th September, 2021 for a period of 5 years from 01st October, 2021 to 30th September, 2026), made and approved by the Board of Directors in its meeting held on 12th August, 2022, to the effect that -

- (a) His Salary shall be increased from Rs. 2,75,000/- per month to Rs. 4,00,000/- per month plus 2% commission on the net profits of the company for that year with effect from 1st April, 2022 to 30th September, 2026.

“RESOLVED further that all other terms and conditions of his appointment as contained in the special resolution passed in the Annual General Meeting held on 25th September, 2021 shall remain unchanged.”

“RESOLVED further that in the event the Company has no profits or its profits are inadequate, the remuneration aforesaid shall be treated as minimum remuneration pursuant to the proviso under table A of Schedule V - Part II- section II of the Companies Act 2013 for any three years out of above four years”.

9. To pass the following resolution as an Ordinary Resolution:

“**RESOLVED THAT**, pursuant to the provisions of section 148 and all other applicable provisions of the Companies Act, 2013, and the Companies (Audit and Auditors) Rules, 2014 for the time being in force, the appointment of M/s. A. G. Anikhindi & Co., Cost Accountants, Kolhapur (Firm Registration No. 100049) as Cost Auditors of the Company at a remuneration of Rs. 2,50,000/- plus GST, whose appointment and remuneration has been recommended by the Audit Committee and approved by the Board, to conduct the audit of the cost accounts / records maintained by the Company in respect of manufacture of all its products for the financial year 2022-23, be and is hereby confirmed and ratified.”

“**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

**By order of the Board of Directors
For Athani Sugars Limited**

**Place: Vishnuanna Nagar
Date : 12th August, 2022**

**Sd/-
Shrimant B. Patil
Non Executive Chairman
DIN : 00622368**

Notes:

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its circular dated 5th May, 2020 read with circulars dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 13th January, 2021 and 05th May, 2022 (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through VC / OAVM, without the physical presence of the Members at a common venue.
2. Since this AGM will be held through Video Conferencing (‘VC’) / Other Audio Visual Means (‘OAVM’), Members will not be able to appoint proxies for this meeting. Further, Attendance Slip and Route Map are not being annexed to this Notice.
3. An Explanatory statement pursuant to section 102 of the Companies Act, 2013 in respect of resolutions set out at item No. 6 to 9 of the Notice is annexed hereto.
4. Members are requested to use the nomination facility for their shares. A nomination form is enclosed herewith.
5. Members are requested to notify any change in their address to the Company.
6. Members are requested to inform their Email address, Mobile numbers as well as Aadhar Number to the company.
7. In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice of the AGM along with the Annual Report 2021-22 will also be available on the Company’s website www.athanisugars.com.
8. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
9. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and MCA Circulars dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 13th January, 2021 and 05th May, 2022 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-voting’s agency. The facility of casting votes by a member using e-voting system on the date of the AGM will be provided by CDSL.
10. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on 15th September 2022 (“Cut-off Date”), are entitled to vote on the Resolutions set forth in this Notice.
11. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
12. The Members may cast their votes on electronic voting system to be provided by Central Depository Services (India) Limited (“CDSL”) from place other than the venue of the Meeting (remote e-Voting). The remote e-Voting will commence on 21st September, 2022 (9:00 a.m.) and will end on 23rd September, 2022 (5:00 p.m.). The remote e-Voting module shall be disabled by CDSL for voting thereafter. Once the vote on a Resolution is cast by the Member, he/she shall not be allowed to change it subsequently. The Members desiring to vote through remote e-Voting are requested to refer to the detailed procedure given herein.
13. Member can opt for only one mode of voting i.e. either through remote e-voting or e-voting at the AGM. Since the AGM is held through VC/OAVM, voting through ballot paper will not be provided. The results declared along with the Scrutinizer’s Report shall be placed on the Company’s website www.athanisugars.com and on the website of CDSL.
14. The voting rights of Members shall be in the proportion of their shareholding in the Company as on Cut-off Date.
15. The Company has appointed Shri. Dinesh Joshi, Practicing Company Secretary (Membership No.: FCS 3752), Designated Partner, M/s. KANJ & CO. LLP, Company Secretaries, Pune as the Scrutinizer, to scrutinize the entire voting process including remote e-Voting in a fair and transparent manner.
16. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before 15th September 2022 through email on info@athanisugars.com. The same will be replied by the Company suitably.

PROCEDURE FOR REMOTE E-VOTING.

The company has entered into an arrangement with CDSL for facilitating remote e-voting for the meeting. The instructions for remote e-voting are as under. The voting period begins on 21st September, 2022 at 9:00 a.m and ends on 23rd September, 2022 at 5:00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 15th September 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.

I. FOR SHAREHOLDERS HOLDING SHARES IN DEMAT FORM

- (i) The shareholders should log on to the e-voting website www.evotingindia.com.
- (ii) Click on Shareholders.
- (iii) Now Enter your User ID - Members should enter their 8 digit client id held with depository.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) Enter your PAN number in PAN column.
- (vi) In Bank Column, please enter your 8 digit client id held with depository.
- (vii) Click on "SUBMIT" tab.
- (viii) The member will now reach "Password Creation Menu" wherein they are required to mandatorily enter their login password in the New Password Screen. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) Click on the EVSN for the relevant <ATHANI SUGARS LIMITED> on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

II. FOR SHAREHOLDERS HOLDING SHARES IN PHYSICAL FORM

- (i) The shareholders should log on to the e-voting website www.evotingindia.com.
- (ii) Click on Shareholders.
- (iii) Now Enter your User ID - Members should enter Folio Number registered with the Company as user ID.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) Enter the 10 Digit alpha-numeric code **ASL00**_____ (In PAN column). Shareholders must mention combination of "ASL00" and folio number here. For example: If folio number is 50, then alpha-numeric code will be **ASL0000050**.
- (vi) In Bank Column, please enter your Folio Number.
- (vii) Click on "SUBMIT" tab.
- (viii) The member will now reach "Password Creation Menu" wherein they are required to mandatorily enter their login password in the New Password Screen. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) Click on the EVSN for the relevant <ATHANI SUGARS LIMITED> on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

- (xii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
 - (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
 - (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- III. If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact at (022-23058738) or (022-23058543) or (022-23058542).
- All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai – 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.
- IV. The result of voting at the meeting including remote e-voting shall be declared after the meeting but not later than three days of the conclusion of the meeting.
- V. The result declared along with the Report of the Scrutinizer shall be placed on the website of the Company www.athanisugars.com and on the website of CDSL immediately after the declaration of result by the Chairman or a person authorised by him in writing.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials as stated above. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed. Click on Live Streaming option to join the AGM. Share holders will be allowed to join the AGM 30 minutes prior to the AGM time. Before the meeting shareholders must download Cisco Webex Meet App and join the link. Shareholders who have voted through Remote e-voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.

Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

Please note that participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 1 day prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at info@athanisugars.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 1 day prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at info@athanisugars.com. These queries will be replied to by the company suitably by email.

Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM ARE AS UNDER:-

The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.

If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact at (022-23058738) or (022-23058543) or (022-23058542).

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/ DEPOSITORIES

For Physical shareholders - please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to info@athanisugars.com.

For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP).

DEMATERIALIZATION OF SHARES

As per MCA notification dated 10th September 2018, Ministry of Corporate Affairs mandated the dematerialization of shares of unlisted public companies. The Athani Sugars Ltd being public limited company has to follow the notification dated 10th September 2018 issued by Ministry of Corporate Affairs.

The Company has appointed NSDL as Depository and NSDL Database Management Limited as Registrar and Share transfer agent for purpose of dematerialization of shares. The ISIN of the Company Athani Sugars Limited is **INE0E2901013**. So far, about 63% of the shares of the company are held in DEMAT form. The shareholders of the company are requested to approach the depository participants/ stock broker for getting their physical shares converted into DEMAT form. The shareholders needs to fill the DEMAT request form and hand over the original share certificate to depository participants/stock broker.

It should be noted that unless the physical shares are converted into DEMAT form, the shareholders cannot transfer their shares to others. Also, the shareholders cannot subscribe to new shares if are issued by company in future.

Hence, the Shareholders are requested to convert their physical shares in DEMAT form at earliest. For more information you may please contact the shares department of the company.

EXPLANATORY STATEMENT

(Pursuant to Section 102(1) of the Companies Act, 2013)

Annexed to the Notice dated **12th August, 2022** in respect of Special Businesses

Item no.6:

The tenure of appointment of Mr. Yogesh S. Patil (DIN: 03560198) as an Executive Director & CFO is from 1st October, 2017 to 30th September, 2022. As per the recommendation of the Nomination & Remuneration Committee, the Board of Directors at its meeting held on 12th August, 2022 has, subject to the approval of members in the Annual General Meeting, re-appointed Mr. Yogesh S. Patil (DIN: 03560198) as an Executive Director & CFO for a period of 4 years from 1st October, 2022 to 30th September, 2026 on the terms and conditions mentioned in the draft resolution placed at Item No. 6 in the Notice. The resolution for his re-appointment is placed before the members for their approval on the terms and conditions mentioned in the resolution. Considering the increasing business of the company and increasing responsibilities and on recommendation of the Nomination & Remuneration Committee, the board has approved increase in the remuneration as described in notice. The net profits shall be calculated as per section 198 of the Companies Act, 2013.

The remuneration payable to the Executive Director & CFO is within the limits laid down in section 197 read with Schedule V and other applicable provisions of the Companies Act, 2013. In the event the Company has no profits or its profits are inadequate, the remuneration aforesaid shall be treated as minimum remuneration pursuant to the proviso under table A of Schedule V - Part II- section II of the Companies Act, 2013 for the any three years out of above four years.

None of the Directors / Key Managerial Personnel of the Company and their relatives, except Mr. Shrimant B. Patil, Mr. Shrinivas S. Patil, Mr. Sushant S. Patil and Mrs. Ujwala S. Patil is/are, in any way, concerned or interested, financially or otherwise, in the aforesaid resolution.

The Board of Directors recommends the above resolution as Special Resolution for the approval of the members.

Item no. 7 & 8:

Mr. Shrinivas Shrimant Patil (DIN: 02807974) was appointed as Wholetime Director designated as Managing Director vide a special resolution passed by the members in the 27th Annual General Meeting of the Company held on 25th September, 2021. He was appointed for a period of 5 years from 01st October, 2021 to 30th September, 2026, on the terms and conditions mentioned in the said resolution.

Mr. Sushant Shrimant Patil (DIN: 06842330) was appointed as Wholetime Director designated as Executive Director vide a special resolution passed by the members in the 27th Annual General Meeting of the Company held on 25th September, 2021. He was appointed for a period of 5 years from 1st October 2021 to 30th September 2026, on the terms and conditions mentioned in the said resolution.

Considering the increasing business of the company and increasing responsibilities and on recommendation of the Nomination & Remuneration committee, the board has approved increase in the remuneration of the above two directors as described in notice. The net profits shall be calculated as per section 198 of the Companies Act, 2013.

None of the Directors / Key Managerial Personnel of the Company and their relatives, except Mrs. Ujwala Shrimant Patil, Mr. Shrimant B. Patil, Mr. Shrinivas S. Patil, Mr. Yogesh S. Patil and Mr. Sushant S. Patil, is/are, in any way, concerned or interested, financially or otherwise, in the aforesaid resolution.

The Board of Directors recommends the passing of the resolutions as set out at item No. 7 & 8 of the Notice as Special Resolution for the approval of the members.

Item no. 9:

The Board of Directors, on the recommendation of the Audit Committee, has appointed M/s. A. G. Anikhindi & Co., Cost Accountants, Kolhapur as Cost Auditors to conduct the audit of cost records of the Company for the financial year ending 31st March, 2023.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the members of the Company. Hence, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 9 of the Notice for ratification of the remuneration payable to Cost Auditors for the financial year ending 31st March, 2023.

None of the Directors / Key Managerial Personnel of the Company and their relatives is/are, in any way, concerned or interested, financially or otherwise, in the aforesaid resolution.

The Board of Directors recommends the above resolution as Ordinary Resolution for the approval of the members.

**By order of the Board of Directors
For Athani Sugars Limited**

**Place: Vishnuanna Nagar
Date: 12th August, 2022**

**Sd/-
Shrimant B. Patil
Non Executive Chairman
DIN: 00622368**

STATEMENT ATTACHED TO THE NOTICE

(Pursuant to proviso to schedule V- Part II-Section II of the Companies Act, 2013)

Annexed to the Notice dated **12th August,2022** in respect of Special Business

Sl.No	Particulars	
I	General Information	
	1. Nature of Industry	Sugar and other allied activities.
	2. Date or expected date of commencement of commercial production	5 th Of November 2001.
	3. In case of new companies, expected date of commencement of activities as per project approved by financial statements appearing in the prospectus.	Not Applicable
	4. Financial performance based on given indicators	Turnover Rs. 1,623.53 Crores PBT Rs. 53.76 Crores PAT Rs. 36.70 Crores
	5. Foreign Investment or collaborations, if any	No
II	Information about the appointee	
	Sr. No.	Particulars
		Shrinivas S. Patil
		Yogesh S. Patil
		Sushant S. Patil
	1	Background Details
		He is B.E (Mech). He has 13 years experience in sugar & allied industries. He has served as the Executive Director of the company and now he is working as Managing Director.
		He is B.E (Mech). He did his M.B.A in UK. He has 10 year experience in Managerial level in the industries.
		He is B.E (Civil). He is Govt. Class-I Contractor in Civil Construction. He has 8 years experience in sugar & allied industries.
	2	Past Remuneration
		Rs.3,00,000/- per month plus perquisites and allowances up to 100% of salary.
		Rs.2,75,000/- per month plus perquisites and allowances up to 100% of salary.
		Rs.2,75,000/- per month plus perquisites and allowances up to 100% of salary.
	3	Job profile and his suitability
		He is working as Managing Director of Athani Sugars Ltd.& considering his past experience he is suitable for the post.
		He is working as Executive Director & CFO of Athani Sugars Ltd.& considering his past experience he is suitable for the post.
		He is working as Executive Director of Athani Sugars Ltd. & considering his past experience he is suitable for the post.
	4	Remuneration proposed
		Salary of Rs.4,25,000/- per month plus 2% commission on the net profits of the company plus perquisites and allowances up to 100% of salary.
		Salary of Rs.4,00,000/- per month plus 2% commission on the net profits of the company plus perquisites and allowances up to 100% of salary.
		Salary of Rs.4,00,000/- per month plus 2% commission on the net profits of the company plus perquisites and allowances up to 100% of salary.

	5	Comparative Remuneration profile with respect to industry, size of the company, profile of the position (in case of expatriates the relevant details would be with respect to the country of his origin.	The remuneration is commensurate with the size of the company and profile of the position.	The remuneration is commensurate with the size of the company and profile of the position.	The remuneration is commensurate with the size of the company and profile of the position.
	6	Pecuniary relationship directly or indirectly with the company or relationship with the managerial personnel, if any	Supply of sugar cane to the factory at arm's length price. Shrimant Patil-Father Ujawala Patil-Mother Yogesh Patil-Brother Sushant Patil-Brother	Supply of sugar cane & H&T services to the factory at arm's length price. Shrimant Patil-Father Ujawala Patil-Mother Shrinivas Patil-Brother Sushant Patil-Brother	Supply of sugar cane to the factory at arm's length price Shrimant Patil-Father Ujawala Patil-Mother Shrinivas Patil-Brother Yogesh Patil-Brother
III	Other Information 1. Reasons for loss or inadequate profits 2. Steps taken or proposed to be taken for improvement 3. Expected increase in productivity and profits in measurable terms			The Company is having adequate profits. Not Applicable Not Applicable	
IV	Disclosures			The required disclosures have been given in the board of directors' report.	

**By order of the Board of Directors
For Athani Sugars Limited**

**Place: Vishnuanna Nagar
Date: 12th August, 2022**

**Sd/-
Shrimant B. Patil
Non Executive Chairman
DIN: 00622368**

ATHANI SUGARS LIMITED

Regd. Office: Vishnuanna Nagar, Post: Navalihal-591234, Tal: Athani, Dt: Belagavi
CIN: U40109KA1995PLC017806
E-mail: info@athanisugars.com, Telephone: 08338-350100, 01 Fax: 08338-350103
Website: www.athanisugars.com

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting before you the 28th Annual Report of the Company along with audited annual financial statements for the year ended 31st March, 2022.

1. FINANCIAL RESULTS:

The financial results of the company for the year 01.04.2021 to 31.03.2022 and earlier year are as given below:

(Rs. in Lakhs)			
Sr. No.	Particulars	2021-22	2020-21
1)	Revenue from Operations	1,61,014.91	1,23,336.80
2)	Other Income	1,337.74	1,231.52
3)	Less: Operating Exp.	1,47,595.61	1,11,710.74
4)	Profit before Int. & Depreciation	14,757.04	12,857.58
5)	Interest	6,371.48	7,215.90
6)	Profit before Depreciation	8,385.57	5,641.68
7)	Depreciation	3,009.86	2,940.55
8)	Profit before tax	5,375.71	2,701.13
9)	Income Tax & Deferred Tax	1,705.59	820.66
10)	Profit after tax	3,670.13	1,880.47

2. STATE OF COMPANY AFFAIRS:

OPERATIONS:

The Company's operations at all the Four Units are being carried out very smoothly & efficiently. The unit wise operational results of the company for the financial year 2021-22 and earlier year are given below:

SUGAR (Kempwad Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Date of beginning of crushing season	08.10.2021	10.10.2020
Date of ending of crushing season	27.03.2022	12.03.2021
Number of working days	171	154
Sugarcane crushed (M.T)	17,02,926	13,82,418
Recovery (%)	11.25	11.00
Sugar Produced (Quintals)	19,15,790	15,20,670

SUGAR (Shahuwadi Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Date of beginning of crushing season	01.11.2021	29.10.2020
Date of ending of crushing season	13.03.2022	20.03.2021
Number of working days	133	143
Sugarcane crushed (M.T)	4,14,221	4,36,110
Recovery (%)	12.20	12.25
Sugar Produced (Quintals)	5,05,400	5,34,400

SUGAR (Rayat Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Date of beginning of crushing season	23.10.2021	24.10.2020
Date of ending of crushing season	23.04.2022	28.03.2021
Number of working days	182	156
Sugarcane crushed (M.T)	5,36,751	4,60,130
Recovery (%)	12.30	12.34
Sugar Produced (Quintals)	6,60,220	5,67,713

SUGAR (Bhudargad Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Date of beginning of crushing season	25.10.2021	29.10.2020
Date of ending of crushing season	01.03.2022	07.03.2021
Number of working days	128	130
Sugarcane crushed (M.T)	3,88,231	3,73,901
Recovery (%)	12.51	12.12
Sugar Produced (Quintals)	4,85,700	4,53,386

DISTILLERY (Kempwad Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Extra Neutral Alcohol Produced (BL)	2,69,24,733	2,67,93,549
Ethanol Produced (BL)	54,58,138	42,04,397
Impure Spirit Produced (BL)	29,87,813	29,13,793
Molasses Used for Distillery (M.T)	1,07,160	1,07,585

DISTILLERY (Shahuwadi Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Extra Neutral Alcohol Produced (BL)	76,11,777	68,66,332
Ethanol Produced (BL)	--	14,73,055
Impure Spirit Produced (BL)	20,01,714	17,94,170
Rectified Spirit (BL)	1,64,40,391	1,45,11,305
Molasses Used for Distillery (M.T)	97,521	86,453

CO-GENERATION (Kempwad Unit)

Particulars	Financial Year 2021-22	Financial Year 2020-21
Electricity Generated (KWH)	19,68,48,007	16,99,76,321
Electricity Exported (KWH)	12,55,62,500	10,77,84,200

During ensuing season 2022-23 company is estimating to crush around 34-35 lakh tonnes of sugarcane.

ACHIEVEMENTS

It gives us pride to mention here that the Company has been awarded with the “Best Industrial Excellence Award” by The Sugar Technologist Association of India, New Delhi for the year 2021-22. Similarly, it gives us pleasure to mention here that, The South Indian Sugarcane & Sugar Technologists Association, Chennai has bestowed “Silver Award” for Best Distillery Operation in Karnataka Region for 2021-22 to our company.

Further, it gives us immense pleasure to state that Company during year F.Y. 2021-22 has achieved highest Cane Crushing for all its units, highest Electricity Export and highest Ethanol/ENA production since the inception of the Company.

LABOUR WELFARE MEASURES

The human resource is the most important element for the agro-based industrial setup. Hence, the workers welfare is of utmost importance. The medical costs are tremendously increasing now a days and therefore implementation & administering the employee-benefit programs are necessary. Considering this situation our company in association with the workers has created “Labour Welfare Fund” to provide medical relief to the needy workers & their family members. Rules are framed and committee is formed for looking after working of the fund.

So far 932 workers of all the four units availed relief of total Rs. 174.85 lacs from this fund. This scheme has become very useful to workers & their family members. The members are happy with the objects & implementation of the scheme. The special feature of this scheme is that, in case unfortunate demise of the worker during his service, Rs. 1 lac is given immediately to his family members as financial aid.

FUTURE PLANS

- a. The company has taken up expansion of sugarcane crushing capacity of Shahuwadi unit, Taluka Shahuwadi, District Kolhapur from 2500 TCD to 5500 TCD. The project is expected to get commissioned during start of crushing 2022-23.
- b. The company has also taken up expansion of ethanol manufacturing capacity from 90 KLPD to 180 KLPD at its Shahuwadi unit, Taluka Shahuwadi, District Kolhapur. The project will get commissioned before start of season 2023-24.
- c. The company plans to expand its sugarcane crushing capacity from 2500 TCD to 6000 TCD and install 15 MW cogeneration power plant at its Rayat unit, Taluka Karad, District Satara before start of crushing capacity 2023-24.
- d. The company also plans expansion of sugarcane crushing capacity from 12000 TCD to 16000 TCD and install 310 KLPD ethanol plant at its Kempwad unit, Taluka Kagwad, District Belagavi. The company has taken up installation of Bio CNG plant of 12 MT capacity and spray drying unit for powder formation of spent wash generated from existing 90 KLPD & proposed 310 KLPD ethanol plant. The powder manufactured will be granulated to produce potash rich organic fertilizer for the benefit of the farmers. The entire project is expected to get commissioned before start of season 2023-24.

3. DETAILS OF SUBSIDIARIES, JOINT VENTURES (JV) OR ASSOCIATE COMPANIES (AC):

The Company has one subsidiary company namely Shivneri Sugars Limited. The subsidiary company was incorporated on 16th of November, 2016. The consolidated financial statements are presented in the annual report.

4. AMOUNTS PROPOSED TO BE CARRIED TO ANY RESERVES:

The Directors do not propose any amount to be transferred to any reserves.

5. DIVIDEND:

Considering the requirement of funds for proposed expansions, the Board of Directors do not recommend any dividend for the year under report.

6. CHANGE IN NATURE OF BUSINESS:

There is no change in nature of business of the company.

7. SHARE CAPITAL:

The paid-up Equity Share Capital as at 31st March, 2022 stood at Rs.28,56,05,000. During the year under review, the Company has not issued any shares or convertible securities or shares with differential voting rights nor has granted any stock options or sweat equity or warrants.

8. MATERIAL CHANGES IF ANY BETWEEN THE END OF THE FINANCIAL YEAR 31.03.2022 OF THE COMPANY AND THE DATE OF THE REPORT:

There have been no material changes affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

9. DIRECTORS AND KMP:

Mr. Suhas Shivajirao Patil (DIN: 02158986), Mrs. Ujwala Shrimant Patil (DIN: 07628643) and Mr. Shankarao Shamrao Patil (DIN: 00443088) are retiring by rotation and being eligible have offered themselves for reappointment. The board of directors recommends their reappointment.

Mr. Pravin Bharat Patil (DIN: 08979260) was appointed as an Additional Director by the Board of Directors of the Company on 05.12.2020. At the 27th Annual General Meeting of the company held on 25.09.2021 the members have passed special resolution regularizing Mr. Pravin Bharat Patil (DIN: 08979260) as the director of the company.

Further, Mr. Ashok Pandit Patil, (DIN: 02681472) and Mr. Prakash Mahadev Patil, (DIN: 02159439) have not been re-appointed as Director's of the company at the 27th Annual General Meeting and thus have ceased to be as Director of the company with effect from 25.09.2021.

The tenure of appointment of Mr. Yogesh S. Patil (DIN: 03560198) as an Executive Director & CFO is from 1st October, 2017 to 30th September, 2022. The Board of Directors at its meeting held on 12th August 2022 has, subject to the approval of members in the Annual General Meeting, re-appointed Mr. Yogesh S. Patil (DIN: 03560198) as an Executive Director & CFO for a period of 4 years from 1st October, 2022 to 30th September, 2026 on the terms and conditions mentioned in the draft resolution placed at Item No. 6 in the Notice. The resolution for his re-appointment is placed before the members for their approval on the terms and conditions mentioned in the resolution.

10. BOARD COMMITTEES:

The Company has various committees namely Executive Committee, Share Transfer Committee, Corporate Social Responsibility Committee, Committee of Independent Directors, Nomination and Remuneration Committee, Stakeholders' Relationship Committee and Audit Committee. The meetings of above committees were conducted as per the provisions of the Companies Act, 2013.

11. NUMBER OF BOARD MEETINGS HELD:

Total 4 (four) Board Meetings were held during the financial year 2021-22 i.e. on 10.07.2021, 14.08.2021, 30.10.2021 & 22.01.2022.

12. EMPLOYEE REMUNERATION:

During the year, there were no employees receiving remuneration in excess of the limit as specified in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

13. DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY:

The Company has in place a mechanism to identify, assess, monitor, and mitigate various risks to key business objectives. In the opinion of the Board, there are no such risks which would threaten the existence of the Company.

14. DEPOSITS:

The Company did not have any deposits at the beginning of the year nor it has accepted any deposits during the year under the provisions of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 as amended and hence there is no question of repayment of the same.

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

Information required under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith and forms part of this report (Annexure-1).

16. CORPORATE SOCIAL RESPONSIBILITY (CSR):

The company gives immense importance to Corporate Social Responsibility (CSR) activities that bring a meaningful and lasting improvement in the life of various sections of the society.

The composition of the committee, contents of CSR policy and report on CSR activities carried out during the financial year ended 31st March, 2022 in the format prescribed under the Companies (Corporate Social Responsibility Policy) Rules, 2014 is annexed herewith as (Annexure-2).

The company has spent Rs. 30.02 Lacs during the year on CSR activities which is more than the amount prescribed to be spent on CSR activities.

17. AUDITORS:

M/s. Bhosale Wangikar & Parannawar, Chartered Accountants, (Firm Registration Number 101436W), who were appointed as the statutory auditors of the Company in the 23rd Annual General Meeting for a period of 5 years retires at this Annual General Meeting. As per section 139(2) of the Companies Act, 2013, the Audit committee and board of directors have proposed and recommended to appoint **M/s. A. D. Shinde & Co., Chartered Accountants, Sangli, having ICAI Firm Registration No. 110124W** as statutory auditors of the Company by seeking members' approval for a term of 5 consecutive years. The Company has received their written consent and a certificate that they satisfy the criteria provided under Section 141 of the Act and that the appointment if made, shall be in accordance with the applicable provisions of the Act and rules framed thereunder.

18. DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirement of section 134(5) of the Companies Act, 2013, the Directors state that:

- a) In the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures.
- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period.
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors had prepared the annual accounts on a going concern basis.
- e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

19. REPLY TO AUDITORS QUALIFICATIONS, RESERVATIONS, ADVERSE REMARKS:

There are no qualifications, reservations or adverse remarks by the auditors in their report.

20. WEBLINK FOR EXTRACT OF ANNUAL RETURN:

Pursuant to Section 92(3) of the Companies Act, 2013 the Company has placed a copy of the extract of the annual return on its website www.athanisugars.com.

21. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

The Company has given Corporate Guarantees as mentioned herein below. The Company has not given any Security to any other person for the loans taken by others.

Sr. No.	Corporate Guarantees given	As on 31.03.2022 Amount (Rs.)	As on 31.03.2021 Amount (Rs.)
01	Corporate guarantees given to the Banks/others	3120 lacs	3120 lacs

The particulars of loans and investments made by the Company are given in Financial Statements at appropriate places.

22. PARTICULARS OF RELATED PARTY TRANSACTIONS:

All Related Party Transactions entered during the financial year were in the ordinary course of business and at arm's length basis. There were no materially significant Related Party Transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. The particulars of contracts or arrangements with related parties referred to in section 188(1) as prescribed in Form AOC-2 of the rules prescribed under chapter IX relating to Accounts of Companies under the Companies Act, 2013 is annexed as (Annexure-3).

23. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There were no instances during the year attracting the provisions of Rule 8 (5)(vii) of the Companies (Accounts) Rules, 2014 requiring the details of significant and material orders passed by regulators or courts or tribunals impacting the going concern status and company's operations in future.

24. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

Your company has well defined and adequate internal controls and procedures, commensurate with its size and nature of its operations. Commensurate with volume of financial transactions, the Company has employed suitable monitoring policy. All the transactions are checked, passed and processed with proper authorizations. This is further strengthened by the internal audit done periodically. Besides, the company has an audit committee, comprising of independent and non-executive directors, which monitors systems, controls, financial management and operations of the company.

25. DISCLOSURE AS REQUIRED UNDER SECTION 22 OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

As per the provisions of the Sexual Harassment of Women At Workplace (Prevention, Prohibition and Redressal) Act, 2013 a committee called Internal Complaints Committee has been established to provide a mechanism to redress grievances pertaining to sexual harassment at workplace and Gender Equality" of working women.

No complaints have been received during the year under review.

26. DECLARATION BY INDEPENDENT DIRECTORS AS REQUIRED UNDER SECTION 149(6) OF THE COMPANIES ACT, 2013.

Pursuant to the requirements of Section 149(7) of the Companies Act, 2013, the company has received the declarations from all the independent directors confirming the fact that they all are meeting the eligibility criteria as stated in Section 149(6) of the Companies Act, 2013.

27. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is annexed as (Annexure-4).

28. VIGIL MECHANISM:

The Company has a Vigil Mechanism Policy to deal with instances of fraud and mismanagement, if any. The said Policy ensures that strict confidentiality is maintained in respect of whistle blowers whilst dealing with concerns and also specifies that no discrimination will be meted out to any person for a genuinely raised concern.

29. SECRETARIAL AUDIT REPORT:

Pursuant to the provisions of section 204 of the Companies Act, 2013 and Rules made thereunder the Company has appointed, CS Dinesh Joshi, Designated Partner, KANJ & Co. LLP, (Membership No. 3752) Company Secretaries in Practice to undertake the secretarial audit of the Company. Secretarial Audit Report for the year 2021-22 as issued by him in the prescribed form MR-3 is annexed as (Annexure-5) to this Report.

The said Secretarial Audit Report contains certain observations; replies of the Board on such observations are as mentioned below:

1. The DIN number is mentioned in almost all cases as required under section 158 of the Companies Act, 2013. However, there may be non-disclosure of DIN in some cases which was made inadvertently. Necessary precautions are being taken in complying with the provisions of the relevant sections of the Companies Act, 2013.
2. The disclosure of details as mentioned as section 12 of the Companies Act, 2013 while issuing some Notices and official publications was made in almost all cases. However, there may be non-disclosure in some cases which was made inadvertently. Necessary precautions are being taken in complying with the provisions of the relevant sections of the Companies Act, 2013.

30. COST AUDITORS:

Pursuant to the provisions of Section 148 of the Companies Act, 2013 and rules made thereunder, the Board on the recommendation of the Audit Committee has appointed, M/s. A. G. Anikhindi & Co., Cost Accountants, Kolhapur as Cost Auditors to conduct the audit of cost records of the Company for the financial year ending 31st March, 2022. The Cost Accountants have confirmed that their appointment is within the limits of Section 141(3)(g) of the Act and free from any disqualifications specified under Section 141(3) and proviso to Section 148(3) read with Section 141(4) of the Companies Act, 2013.

31. EVALUATION OF BOARD OF DIRECTORS, COMMITTEES AND INDIVIDUAL DIRECTOR:

Pursuant to the provisions of Companies Act, 2013 and rules made thereunder, the Board of Directors have carried out annual evaluation of its own performance, Board Committees and individual Directors. The performance of the Board / Committee was evaluated after seeking inputs from all the Directors / Committee members on the basis of the defined criteria including composition and structure, effectiveness of meetings, information and functioning. Performance evaluation of Independent Directors was done by the entire board, excluding the Independent Director being evaluated, on the basis of following evaluation criteria: Relevant Knowledge, Expertise and Experience Devotion of time and attention to the Company's long term strategic issues Addressing the most relevant issues for the Company Discussing and endorsing the Company's strategy Professional Conduct, Ethics and Integrity Understanding of Duties, Roles and Function as an Independent Director. Your Directors have expressed their satisfaction to the evaluation process.

32. DISCLOSURES NOT APPLICABLE TO THE COMPANY:

DISCLOSURE OF REMUNERATION OR COMMISSION RECEIVED BY A MANAGING OR WHOLE-TIME DIRECTOR FROM THE COMPANY'S HOLDING OR SUBSIDIARY COMPANY:

The Managing Director and whole Time Directors have not received any remuneration from company's subsidiary company.

33. CORPORATE GOVERNANCE

- i) The directors are entitled to remuneration such as salary, perquisites and allowances, provident fund, Superannuation fund, gratuity & leave encashment as per the rules of the company. The relevant details for the financial year 2021-22 are as under.

Sr. No.	Name of Director	Details
1	Shrinivas S. Patil	Salary of Rs. 3,00,000/- per month plus perquisites and allowances up to 100% of salary
2	Yogesh S. Patil	Salary of Rs. 2,75,000/- per month plus perquisites and allowances up to 100% of salary
3	Sushant S. Patil	Salary of Rs. 2,75,000/- per month plus perquisites and allowances up to 100% of salary
4	Other non executive directors	Sitting fees for attending the meeting

- ii) The remuneration package is entirely fixed component and do not include performance linked Incentives.
- iii) The appointment is for a period of 5 years and is approved by shareholders in general meeting
- iv) Stock option details, if any, - Not applicable.

34. HIGHLIGHTS OF PERFORMANCE OF SUBSIDIARIES:

The Company has approached the various govt. authorities to get various necessary approvals in order to commence operations after suitable expansion. Till expansion takes places, Company is engaged in trading and agency business of sugar and related products. The Company has achieved turnover of Rs.41.38 Lacs and profit after tax of Rs.12.73 Lacs for the year 2021-22.

35. COMPOSITION OF AUDIT COMMITTEE:

Pursuant to section 177 of the Companies Act, 2013 and rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 the Company has constituted Audit committee of which the members are Shrimant B. Patil-Chairperson, Shahajirao M. Kakade-Independent Director and Vasantao B. Jugale-Independent Director.

36. DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016):

There are no any applications made or any proceedings pending under the Insolvency and Bankruptcy Code, 2016 during the year.

37. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS:

The Company has not made any one time settlement during the year under report.

38. ACKNOWLEDGEMENT:

Your Directors are thankful to the Central and State Government Departments, Organizations and Agencies for their continued guidance and cooperation. The Directors are grateful to all stakeholders of the company viz. our members, cane suppliers, H & T contractors, customers, vendors, banks and financial institutions for their excellent support.

Directors take this opportunity to express their appreciation for the services rendered by the auditors, consultants and advisors.

The Directors also acknowledge the commitment and valued contribution of all the employees of the company.

**By order of the Board of Directors
For Athani Sugars Limited**

Sd/-

**Shrimant B. Patil
Non Executive Chairman
DIN: 00622368**

**Place: Vishnuanna Nagar
Date: 12th August,2022**

ANNEXURE TO THE DIRECTORS' REPORT

Information on Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo pursuant to Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014.

A. CONSERVATION OF ENERGY

- (i) **Steps taken or impact on conservation of energy:** Energy conservation is an on-going activity in the Company. There are efforts made to conserve energy through improved operational methods and other means. Following steps are taken at various locations of company for conservation of energy.
 - a) Replaced all sodium vapour street lights with LED lights.
 - b) Replaced all helical type gear boxes of fuel, ash handling systems with planetary gear boxes.
 - c) Installed harmonic filters with auto power factor control panel for motor control center, power control center and for fibrazor & cane leveller motors.
 - d) Changed some IE motors with IE3 motors.
- (ii) **Steps taken by the company for utilizing alternate sources of energy:** The Company is producing energy from Bagasse which is eco-friendly & renewable and meets its captive requirement of power from such energy. The surplus power is exported to the state electricity grid. In the year 2021-22 the Company has generated 19,68,48,007 units of electricity as against 16,99,76,321 units for year the 2020-21 and exported 12,55,62,500 units of electricity as against 10,77,84,200 units for the year 2020-21.
- (iii) **Capital investment on energy conservation equipment:** NIL.

B. TECHNOLOGY ABSORPTION

- (i) **Efforts made towards technology absorption.** The company is making efforts to absorb latest technology wherever possible. As a result of this, the company has installed 90 KLPD at its Shahuwadi unit with zero liquid discharge technology using incineration boilers. Considering the labour scarcity in near future, the company is making efforts to introduce more mechanization by using cane harvesters machine.
- (ii) **Benefits derived like product improvement, cost reduction, product development or import substitution.** The use of latest technology has helped to increase the productivity of the company. The utilization of cane harvester's machine has tremendously helped to save time & money by making the sugar cane available for crushing faster than the traditional method.
- (iii) **In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year)-** NIL
 - (a) Details of technology imported.
 - (b) Year of import.
 - (c) Whether the technology has been fully absorbed.
 - (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
- (iv) Expenditure incurred on research & development. NIL.

C. FOREIGN EXCHANGE EARNINGS & OUTGO

Foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows.

Amount in Rs.		
Particulars	2021-22	2020-21
Foreign Exchange Earnings in terms of actual inflows	NIL	NIL
Foreign Exchange Outgo in terms of actual outflows	NIL	NIL

**By order of the Board of Directors
For Athani Sugars Limited**

**Sd/-
Shrimant B. Patil
Non Executive Chairman
DIN: 00622368**

**Place: Vishnuanna Nagar
Date: 12th August,2022**

ANNEXURE TO DIRECTORS REPORT**STATEMENT CONTAINING INFORMATION AS PER SECTION 135 READ WITH THE RULE 8 OF COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES 2014 AND FORMING PART OF DIRECTORS REPORT FOR THE YEAR ENDED 31ST MARCH, 2022.**

1. Brief outline on CSR Policy of the Company:

The Company's CSR policy is multifaceted to cover projects and programmes in the field of:

- (i) Eradicating hunger, poverty and malnutrition, promoting health and sanitation, contribution to the Swach Bharat Kosh set-up by the Central Government and making available safe drinking water.
- (ii) Promoting education, and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
- (iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.
- (iv) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water, contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga.
- (v) Protection of national heritage, art and culture, restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional art and handicrafts.
- (vi) Measures for the benefit of armed forces veterans, war widows and their dependents.
- (vii) Training to promote rural sports, nationally recognized sports, Paralympics sports and Olympic sports.
- (viii) contribution to the prime minister's national relief fund or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women.
- (ix) Contributions or funds provided to technology incubators located within academic institutions which are approved by the central govt.
- (x) Rural development projects.
- (xi) Slum area development.

2. Composition of CSR Committee –

The Committee has been constituted by the Board of Directors to formulate CSR Policy, recommend the amount of expenditure to be incurred on the activities and monitor CSR Policy. The committee consists of four Directors:

Sl. No.	Name of Director	Designation	Number of meetings of CSR Committee held during the year 2021-22	Number of meetings of CSR Committee attended during the year 2021-22
1	Shrimant B. Patil	Non Executive Chairman	4	4
2	Shahajirao M. Kakade	Independent Director	4	4
3	Shrinivas S. Patil	Managing Director	4	4
4	Uttam P. Patil	Director	4	4

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

www.athanisugars.com

- | Sl. No. | Financial Year | Amount available for set-off from preceding financial years (Rs. in Lacs) | Amount required to be set-off for the financial year, if any (Rs. in Lacs) |
|---------|----------------|---|--|
| 1 | 2018-19 | 0.78 | -- |
| 2 | 2019-20 | 0.06 | -- |
| 3 | 2020-21 | 15.08 | -- |

- | Total Amount Spent for the Financial Year.
(Rs. in Lacs) | Amount Unspent (Rs. in Lacs) | | | | |
|---|--|-------------------|--|---------|-------------------|
| | Total Amount transferred to Unspent CSR Account as per section 135(6). | | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5). | | |
| | Amount. | Date of transfer. | Name of the Fund | Amount. | Date of transfer. |
| 30.03 | Nil | Nil | N.A | N.A | N.A |

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of implem- entation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
1.	-	-	-	-	-	-	-	-	-	-		
	Total	-	-	-	-	-	-	-				

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (Rs. in lacs).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
1.	Education	Item-2	yes	Karnataka-	Belgavi	30.03	Yes	--	--
	Total					30.03			

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Nil

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): 30.03 lacs.

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (Rs. in lacs)
(i)	Two percent of average net profit of the company as per section 135(5)	29.10
(ii)	Total amount spent for the Financial Year	30.03
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.93
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	--
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	0.93

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (Rs. in lacs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (Rs. in lacs).
				Name of the Fund	Amount (in Rs).	Date of transfer.	
1.	2018-19	Nil	Nil	N.A	N.A	N.A	N.A
2.	2019-20	Nil	Nil	N.A	N.A	N.A	N.A
3.	2020-21	Nil	Nil	N.A	N.A	N.A	N.A
	Total		--				

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **Not Applicable.**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.
01	-	-	-	-	-	-	-	-
	Total	-	-	-	-	-	-	-

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year. (Asset-wise details).

Not Applicable.

- (a) Date of creation or acquisition of the capital asset(s).
- (b) Amount of CSR spent for creation or acquisition of capital asset.
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5). **Not Applicable.**

Sd/-
Shrinivas S. Patil
 Managing Director
 DIN: 02807974

Sd/-
Shrimant B. Patil
 Chairman CSR Committee
 DIN: 00622368

Place : Vishnuanna Nagar
Date : 12th August,2022

ANNEXURE TO DIRECTORS REPORT**AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/ arrangements entered into by the company with related parties referred parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto:

Details of contracts or arrangements or transactions not at arm's length basis.

There were no contracts or arrangements or transactions entered in during the year ended 31st March 2022, which were not at arm's length basis.

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

Sr. No	(a) Name(s) of the related party and nature of relationship	(b) Nature of contracts / arrangements/ transactions	(c) Duration of the contracts / arrangements / transactions	(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Purchase/ expense during year 2021-22. (Rs. in Lakhs)	(e) Date(s) of approval by the Board, if any:	(f) Amount paid as advances, if any:
01	Shrimant Balasaheb Patil	Sugar cane bills directors and relatives	5 Year	--	09.03.2019	NIL
02	Ujwala Shrimant Patil	Sugar cane bills directors and relatives	5 Year	89.46	09.03.2019	NIL
03	Shrinivas Shrimant Patil	Sugar cane bills directors and relatives	5 Year	32.79	09.03.2019	NIL
04	Rajeshwari Shrinivas Patil	Sugar cane bills directors and relatives	5 Year	52.89	09.03.2019	NIL
05	Yogesh S Patil	Sugar cane bills directors and relatives	5 Year	41.53	09.03.2019	NIL
06	Pallavi Yogesh Patil	Sugar cane bills directors and relatives	5 Year	17.10	09.03.2019	NIL
07	Sushant Shrimant Patil	Sugar cane bills directors and relatives	5 Year	32.74	09.03.2019	NIL
08	Shubhangi Sushant Patil	Sugar cane bills directors and relatives	5 Year	95.69	09.03.2019	NIL
09	Uday Balasaheb Patil	Sugar cane bills directors and relatives	5 Year	--	09.03.2019	NIL
10	Sarjerao Balasaheb Patil	Sugar cane bills directors and relatives	5 Year	13.24	09.03.2019	NIL
11	Padmakar Pandit Patil	Sugar cane bills directors and relatives	5 Year	1.33	09.03.2019	NIL
12	Shrikant Pandit Patil	Sugar cane bills directors and relatives	5 Year	--	09.03.2019	NIL
13	Abdulbari A Mulla	Sugar cane bills directors and relatives	5 Year	8.52	09.03.2019	NIL
14	Ushatai Maruti Patil	Sugar cane bills directors and relatives	5 Year	--	09.03.2019	NIL
15	Nagesh Uttam Patil	Sugar cane bills directors and relatives	5 Year	3.78	09.03.2019	NIL
16	Meena Vishwanath Charati	Sugar cane bills directors and relatives	5 Year	0.95	23.11.2019	NIL
17	Yogesh S Patil	Supply of H& T services	5 Year	19.42	09.03.2019	NIL

**By order of the Board of Directors
For Athani Sugars Limited**

**Sd/-
Shrimant B. Patil
Non Executive Chairman
DIN: 00622368**

**Place : Vishnuanna Nagar
Date : 12th August, 2022**

ANNEXURE TO DIRECTORS REPORT

COMPANY'S POLICY ON DIRECTORS' APPOINTMENT & REMUNERATION

Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is as follows:

Policy on Directors' Appointment

Policy on Directors appointment is to follow the criteria as laid down under the Companies Act, 2013 and good corporate practices. Emphasis is given to persons from diverse fields or professions.

Policy on Directors' Remuneration

Guiding Policy on remuneration of Directors, Key Managerial Personnel and employees of the Company is that –

- Remuneration to Key Managerial Personnel, Senior Executives, Managers, Staff and workmen is industry driven in which it is operating, taking into account the performance leverage and factors such as to attract and retain quality talent.
- Remuneration to Directors is based on the shareholders resolutions, provisions of the Companies Act, 2013 and Rules framed thereunder, circulars and guidelines issued by Central Government and other authorities from time to time.

**By order of the Board of Directors
For Athani Sugars Limited**

**Sd/-
Shrimant B. Patil
Non Executive Chairman
DIN: 00622368**

**Place : Vishnuanna Nagar
Date : 12th August,2022**

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH 2022
[Pursuant to Sec 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
ATHANI SUGARS LIMITED
CIN: U40109KA1995PLC017806
Vishnuanna Nagar, Post Navalihal
Taluka Athani, Dist. Belgaum
Karnataka- 591234

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ATHANI SUGARS LIMITED**, (hereinafter called as 'the Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its' officers and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended 31 March 2022, generally complied with the applicable statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31 2022, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made thereunder.
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder.
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder.
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable:-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992; and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; and the Securities Exchange Board of India (Share Based Employee Benefits) Regulations, 2014.
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.

For the clauses (ii) to (v) above, since the company is an Unlisted Public Company and since there are no events which have occurred during the said period which would attract the provisions of these Acts, Regulations & guidelines, hence not applicable,

(vi) As per information provided to us the laws which specifically apply to the type of activities undertaken by the Company are as:

1. Sugar Cess Act, 1982.
2. Levy Sugar Price Equalisation Fund Act, 1976.
3. Food Safety And Standards Act, 2006.
4. Essential Commodities Act, 1955.
5. Sugar Development Fund Act, 1982.
6. Export (Quality Control and Inspection) Act, 1963.
7. Indian Boilers Act, 1923.
8. Electricity Act, 2003.

Also examined the compliance with Secretarial standards issued by the Institute of Company Secretaries of India, the applicable Secretarial Standards were generally complied with by the Company during the period under review.

Since during the period, the Company's shares are not listed on any stock exchanges, the provisions of the Listing Agreement shall not be applicable.

During the period under review, the Company has generally complied with the provisions of the Acts & Standards as mentioned above subject to the following observations:

- The Company has not complied with the provisions of section 158 of the Companies Act, 2013 with respect to disclosure of Director Identification Number in some cases.
- The Company has not complied with the provisions of section 12 of the Companies Act, 2013 with respect to disclosure of details as mentioned in the said section while issuing some Notices and official publications.

We further report that the Board of Directors of the Company is duly constituted with proper balance of executive directors, non-executive directors, and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act, except as mentioned above.

Adequate notice is given to all directors to schedule the Board meetings including Committees thereof, along with agenda and detailed notes on agenda at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting by the directors.

All the decisions in the Board meetings were carried through by majority while there were no dissenting member's views and hence not captured and recorded as part of the Minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with above referred applicable laws, rules, regulations, guidelines, standards, etc.

We further report that during the audit period there have been no major actions or events undertaken by the Company which may have major bearing on the Company's affairs in pursuance of the above referred laws, rules, guidelines, standards, etc

DINESH JOSHI
DESIGNATED PARTNER,
KANJ & CO. LLP,
COMPANY SECRETARIES,
FCS No. 3752 C P No.: 2246
UDIN: F003752D000736506

Place: Pune
Date: 3rd August, 2022

To

**The Members,
ATHANI SUGARS LIMITED,
Vishnuanna Nagar, Post Navalihal
Taluka Athani, Dist. Belgaum
Karnataka- 591234**

Our report of even date is to be read along with the letter.

Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the process and practices followed, provide a reasonable basis for our opinion.

We have not verified the correctness and appropriateness of financial records and books of accounts of the company.

Whenever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

The Compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of the procedures on test basis.

The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

DINESH JOSHI
DESIGNATED PARTNER,
KANJ & CO. LLP,
COMPANY SECRETARIES,
FCS No. 3752 C P No.: 2246

Place: Pune

Date: 3rd August, 2022

INDEPENDENT AUDITOR'S REPORT

To the Members of Athani Sugars Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Athani Sugars Limited ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss, and statement of cash flows for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013("The Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, and its Profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Standalone 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 Board's Report including Annexures to Board's Report, but does not include the standalone financial statements and our auditor's report thereon.

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

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

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with companies accounting standards rules 2021. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness

of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 financial statements.

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

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

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, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure B" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Accounting Standards) Rules, 2021

(e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

(g) With respect to the other matters to be included in the auditor's report in accordance with requirements of section 197 (16) of the Act as amended:

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

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

i. The Company has disclosed the impact of pending litigations as at 31st March 2022 on its financial position in its financial statements – Refer Note 36 to the financial statements.

ii. The Company did not have any long-term contracts including derivative contracts as at 31st March 2022 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 during the year ended 31st March 2022.

iv. (a) The Management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds (which are material either individually or in aggregate) have been received by the Company from any person(s) or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall,

whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Company has not declared or paid any dividend during the year, hence compliance of section 123 of the Act is not applicable.

**M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W**

**B.D. Kulkarni; Wangikar
Partner
Membership No. 044614
UDIN: 22044614AOZKBE5770**

**Place: Sangli
Date : 12th August 2022**

Annexure A to Independent Auditors' Report

Referred to in paragraph 2(f) under 'Report on Other legal & Regulatory Requirements' section of our report of even date to the members of Athani Sugars Limited on the standalone financial statements for the year ended 31st March 2022.

Report on the internal financial controls over financial reporting under clause (i) of sub-section 3 of section 143 of the Act.

We have audited the internal financial controls over financial reporting of Athani Sugars Ltd. ('the Company') as of 31st March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The Company's board of directors 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Act.

Auditors' responsibility

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

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

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;

(a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;

(b) 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

(c) 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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, 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.

M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W

Place: Sangli
Date : 12th August 2022

B.D. Kulkarni; Wangikar
Partner
Membership No. 044614
UDIN: 22044614AOZKBE5770

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 1 under 'Report on Other legal & Regulatory Requirements' section of our report of even date to the members of Athani Sugars Limited on the standalone financial statements for the year ended 31st March 2022.

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) The Property, Plant and Equipment and Intangible Assets have been physically verified by the Management at reasonable intervals. The Company has a regular program of verification of Property, Plant and Equipment and Intangible Assets which, in our opinion, is reasonable having regard to the size of the Company and nature of its Property, Plant and Equipment and Intangible Assets. As informed to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us, we report that, the title deeds, comprising all the immovable properties are held in the name of the Company as at the balance sheet date. Immovable properties whose title deeds have been pledged as security for loans are held in the name of the Company.
 - (d) The Company has not revalued any of its Property, Plant and Equipment or intangible assets or both during the year.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) As informed to us, the inventories have been physically verified by the management during the year and also at the end of the year. In our opinion, having regard to the nature of inventory, frequency of verification is reasonable. As informed to us, no material discrepancies of 10% or more in the aggregate for each class of inventory were noticed on physical verification.
- (b) The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly statements submitted by the company with such banks or financial institutions are in agreement with the books of account of the company
- (iii) As informed to us, during the year the Company has made investment in the shares of subsidiary company, granted unsecured loan to subsidiary company and not provided any guarantees or securities to any person.
 - (a) (A) As informed to us, during the year the Company has granted unsecured loan of Rs. 6,33,53,672/- to subsidiary company, and the loan has been fully repaid during the year and the balance outstanding at the balance sheet date is Nil.
 - (a) (B) As informed to us, during the year the Company has not granted any loans not provided any guarantees or securities any party other than subsidiaries, joint ventures and associates,.
 - b) In our opinion the terms and conditions on which the investments are made, loan has been granted and guarantees and securities have been given are not, prima facie, prejudicial to the interest of the company.
 - c) In respect of the aforesaid loan, the schedule of repayment of principal and payment of interest has been stipulated and entire loan has been repaid during the year.

- d) In respect of the aforesaid loan, there is no overdue amount.
- e) No loan or advance in the nature of loan granted has been renewed or extended or fresh loans granted to settle the overdues of existing loans.
- f) During the year the company has not granted any loan repayable on demand or without specifying any terms or period of repayment
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) According to the information and explanation given to us, during the year the Company has not accepted any deposit or amounts which are deemed to be deposit within the meaning of section 73 to 76 of the Act and the Rules framed thereunder to the extent notified.
- (vi) The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) According to the information and explanations given to us, in respect of statutory dues;
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Goods and Service Tax, Provident Fund, Employees State Insurance, Income-tax, Sales tax, Service tax, custom duty, Excise duty, Value Added Tax, cess and other material statutory dues applicable to it to the appropriate authorities and NO undisputed statutory dues were outstanding as at 31st March 2022 for a period of more than six months from the date they became payable.
- (b) Details of statutory dues referred to in sub clause (a) which have not been deposited on account of any dispute as on 31.03.2022 are given below;

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the Amount Relates	Amount involved (Rs)	Amount Unpaid (Rs)
Central Excise Act, 1944	Excise Duty on Sale of Electricity	Commissioner (Appeals) & Tribunal, Bangalore	October 2012 to March 2016	8,20,04,741.00	8,20,04,741.00
Income Tax	Income tax Liability paid (Matter pending before commissioner of Income Tax)	Appeal with CIT(A)	AY 2012-13	67,96,631.00	Paid
GST ACT 2017	Denial and recovery of CENVAT Credit of Edu & SHE Cess (along with interest and penalty) wrongly declared and got transferred through TRAN-1 declaration	Interest waive order partially allowed Confirms penalty, tribunal is not formed and pending to submit before the tribunal.	C/F of closing balances of CENVAT of Excise/ST returns to GST	5,369,410.00	Reversed in GST
GST ACT 2017	Demand of GST @ 18% on Sale value of ENA. SCN issue by JC Audi Belgaum division.	Writ Petition No. 105397/2021 submitted in Hon'ble High Court of Karnataka before Dharwad Bench. For interim stay & quashing the demand	July 2017 to March 2018	17,90,89,650.00	NIL

- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

- (ix) (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and the records of the Company examined by us including representation received from the management, the Company has not been declared willful defaulter by any bank, financial institution or other lenders or government or any government authority.
- (c) Term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company during the year under report.
- (e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) According to the information and explanations given to us and as per the books and records examined by us, the Company has not raised money by way of initial public offer or further public offer (including debt instruments). Accordingly, reporting under clause 3 (x) (a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and as per the books and records examined by us, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year. Accordingly, reporting under clause 3 (x) (b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) No whistle-blower complaints have been received during the year by the company.
- (xii) In our opinion the Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) (a) The Company has an internal audit system commensurate with the size and nature of its business.
- (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) In our opinion and according to the information and explanations given to us, during the year Company has not entered into any non-cash transactions with its directors or persons connected with them and hence, provisions of section 192 of the Companies Act, 2013 are not applicable.

- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CICs.
- (xvii) In our opinion, and according to the information and explanations provided to us, The Company has not incurred cash losses in the current financial year and in the immediate preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year. Accordingly, provisions of clause (xviii) of the Order are not applicable to the Company.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) In our opinion and according to the information and explanations given to us, there is no unspent amount (Corporate Social Responsibility) under sub-section (5) of section 135 of the Act pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable
- (xxi) Clause (xxi) is applicable to Report on Consolidated financial Statements and hence reporting under this clause is not applicable.

M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W

B.D. Kulkarni; Wangikar
Partner
Membership No. 044614
UDIN: 22044614AOZKBE5770

Place: Sangli
Date: 12th August 2022

ATHANI SUGARS LIMITED
Standalone Balance Sheet as at 31st March, 2022

(₹ In Lakhs)

PARTICULARS	Note No.	As at 31/03/2022	As at 31/03/2021
I EQUITY AND LIABILITIES :			
(1) Shareholders' Funds			
(a) Share Capital	1	2,856.05	2,856.05
(b) Reserves & Surplus	2	24,247.17	20,577.05
(c) Money Received Against Share warrants		-	-
(2) Share Application Money Pending Allotment		-	-
(3) Non Current Liabilities			
(a) Long Term Borrowings	3	14,182.19	19,138.94
(b) Deferred Tax Liability (Net)	4	4,609.15	2,963.79
(c) Other Long Term Liabilities	-	-	-
(d) Long Term Provisions	5	1,129.24	505.19
(4) Current Liabilities			
(a) Short Term Borrowings	6	77,486.17	81,984.12
(b) Trade Payables	7		
A) Total outstanding dues of Micro & small Enterprises; and		133.52	61.91
B) Total outstanding dues of creditors other than Micro & Small enterprises		19,427.50	20,237.52
(c) Other Current Liabilities	8	5,582.16	6,753.56
(d) Short Term Provisions	9	44.37	-
TOTAL		1,49,697.53	1,55,078.12
II ASSETS :			
(1) Non Current Assets			
(a) Property, Plant and Equipment and Intangible assets	10		
(i) Property, Plant and Equipment		63,249.59	64,815.36
(ii) Intangible Assets		24.51	29.38
(iii) Capital Work in Progress		636.07	603.59
(iv) Intangible Assets Under Development		-	-
(b) Non current Investments	11	3,533.39	616.54
(c) Deferred Tax Assets (Net)	-	-	-
(d) Long Term Loans and Advances	12	371.69	92.15
(e) Other Non Current Assets	13	3,963.76	3,055.54
(2) Current Assets			
(a) Current Investments	-	-	-
(b) Inventories	14	51,033.07	54,728.69
(c) Trade Receivables	15	6,753.73	4,138.40
(d) Cash and Cash Equivalents	16	2,949.16	2,456.66
(e) Short Term Loans and Advances	17	17,002.97	18,275.04
(f) Other Current Assets	18	179.60	6,266.76
TOTAL		1,49,697.53	1,55,078.12

Other Notes forming part of the financial statements

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As per our report of even date

M/s Bhosale Wangikar & Parrannawar

Chartered Accountants

FRN 101436W

For and On Behalf of the Board of Directors of
Athani Sugars Limited

B.D.Kulkarni ; Wangikar
Partner
Membership No.044614

Shrimant Patil
Non Executive Chairman
DIN:00622368

Shrinivas Patil
Managing Director
DIN:02807974

Yogesh Patil
Executive Director & CFO
DIN:03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli
Date : 12th August 2022

Place : Sangli
Date : 12th August 2022

ATHANI SUGARS LIMITED

Standalone Statement of Profit and Loss for the year ended 31st March, 2022

(₹ In Lakhs)

PARTICULARS	Note No.		Year ended on 31/03/2022		Year ended on 31/03/2021
1	2		3		4
I Revenue From Operations	19		1,61,014.91		1,23,336.80
II Other Income	20		1,337.74		1,231.52
III Total Income (I+II)			1,62,352.65		1,24,568.32
IV EXPENSES					
Cost of Materials Consumed	21		1,23,391.50		1,04,495.45
Purchases of Stock in Trade	-		16.25		3.62
Changes in Inventories of Finished Goods, Work In Progress and Stock In Trade	22		4,823.20		(7,035.11)
Employee Benefit Expenses	23		5,418.46		4,282.15
Finance Costs	24		6,371.48		7,215.91
Depreciation and Amortization Expenses	10		3,009.86		2,940.55
Other Expenses	25		13,946.19		9,964.63
Total Expenses			1,56,976.94		1,21,867.20
V Profit Before Exceptional and Extraordinary Items and Tax (III-IV)			5,375.71		2,701.12
VI Exceptional Items			-		-
VII Profit Before Extraordinary Items and tax (V-VI)			5,375.71		2,701.12
VIII Extraordinary Items			-		-
IX Profit Before Tax (VII-VIII)			5,375.71		2,701.12
X Tax Expenses					
(1)Current tax		953.90		485.95	
(2)Deferred tax Liability		1,645.36		492.58	
Less: MAT credit entitlement		(913.22)		(160.80)	
Short / (Excess) Provision of earlier year		19.55	1,705.59	2.93	820.66
XI Profit (loss) for the period from continuing operations (IX - X)			3,670.13		1,880.46
XII Profit (loss) from discontinuing operations			-		-
XIII Tax expenses of discontinuing operations			-		-
XIV Profit (loss) from discontinuing operations after tax (XII-XIII)			-		-
XV Profit (loss) for the period (XI+XIV)			3,670.13		1,880.46
XVI Earnings/(Loss) per equity share:					
(1)Basic			6,425.18		3,292.06
(2)Diluted			6,425.18		3,292.06
(Face Value per Equity Share - Rs. 5,000/-)					

Other Notes forming part of the financial statements

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As per our report of even date

M/s Bhosale Wangikar & Parrannawar

Chartered Accountants

FRN 101436W

For and On Behalf of the Board of Directors of

Athani Sugars Limited

B.D.Kulkarni ; Wangikar

Partner

Membership No.044614

Shrimant Patil
Non Executive Chairman
DIN:00622368

Shrinivas Patil
Managing Director
DIN:02807974

Yogesh Patil
Executive Director & CFO
DIN:03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli

Date : 12th August 2022

Place : Sangli

Date : 12th August 2022

ATHANI SUGARS LIMITED
Standalone Cash Flow Statement for the year ended 31st March, 2022

(₹ In Lakhs)

PARTICULARS		Year ended on 31/03/2022		Year ended on 31/03/2021	
Cash Flow From Operating Activities:					
Profit before taxation			5,375.71		2,701.12
Adjustments to reconcile profit before tax to net cash provided by operating activities:					
Depreciation and Amortisation		3,009.86		2,940.55	
Finance cost		6,371.48		7,215.91	
Interest Income		(1,158.87)		(1,140.96)	
Profit on sale of assets		(31.13)		(1.39)	
Profit/(Loss) from Partnership Firm		(4.46)		0.13	
Dividend Received		(30.07)		(0.00)	
			8,156.80		9,014.24
Operating profit before working capital changes			13,532.51		11,715.36
Changes in operating assets and liabilities:					
Trade and other receivables		(2,615.33)		(1,769.85)	
Inventories		3,695.62		(5,801.09)	
Loans and Advances (Short Term)		1,272.07		4,296.07	
Trade Payables, Other Current Liabilities and Provisions		(1,285.76)		7,304.70	
Other Current Assets		6,092.16	7,158.76	576.28	4,606.11
Cash Generated from Operations			20,691.28		16,321.47
Direct Taxes Paid			(929.07)		(488.88)
NET CASH FLOW FROM OPERATING ACTIVITIES	A		19,762.21		15,832.59
Cash Flow From Investing Activities:					
Purchase of Property Plant and Equipment/ WIP		(1,497.43)		(704.42)	
Sale of property, plant and equipment		56.88		7.39	
Investments Made		(2,916.85)		(3.10)	
Interest Received		1,158.87		1,140.96	
Profit/(Loss) from Partnership Firm		4.46		(0.13)	
Increase/decrease in term deposits with banks		61.44		511.12	
Dividend Received		30.07		0.00	
Loans and Advances (Long Term)		(279.53)		42.26	
NET CASH FLOW FROM INVESTING ACTIVITIES	B		(3,382.10)		994.08
Cash Flow From Financing Activities:					
Increase in Share Capital & Share premium		-		-	
Increase in/ (Repayment) of Borrowings Long Term (Net)		(4,956.75)		(5,317.17)	
Increase in/ (Repayment) of Borrowings Sorth Term (Net)		(4,497.95)		(3,352.60)	
Financial Expenses (Interest)		(6,371.48)		(7,215.91)	
NET CASH FLOW FROM FINANCING ACTIVITIES	C		(15,826.17)		(15,885.68)
NET INCREASE IN CASH AND CASH EQUIVALENTS	A+B+C		553.93		941.00
OPENING CASH AND CASH EQUIVALENTS			1,139.64		198.64
CLOSING CASH AND CASH EQUIVALENTS			1,693.57		1,139.64
BREAK UP					
Cash in hand			12.25		12.50
Balance with banks in current accounts			1,681.32		1,127.13
Term Deposits maturing within 3 months			-		-

As per our report of even date
M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W

B.D.Kulkarni ; Wangikar
Partner
Membership No.044614

For and On Behalf of the Board of Directors of
Athani Sugars Limited

Shrimant Patil
Non Executive Chairman
DIN:00622368

Shrinivas Patil
Managing Director
DIN:02807974

Yogesh Patil
Executive Director & CFO
DIN:03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli
Date : 12th August 2022

Place : Sangli
Date : 12th August 2022

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 1 : SHARE CAPITAL	As at 31/03/2022	As at 31/03/2021
1 Authorised Capital 1,20,000 Equity shares of par value of Rs. 5,000/- each (Previous year 1,20,000 Equity shares of par value of Rs. 5,000/- each)	6,000.00	6,000.00
	6,000.00	6,000.00
2 Issued, Subscribed and Paid up Capital: 57121 Equity shares of par value Rs. 5,000/- each, fully paid up (Previous year 57,121 Equity shares of par value of Rs. 5,000/- each)	2,856.05	2,856.05
Total	2,856.05	2,856.05

A. Reconciliation of shares:

Particulars	For the year ended on 31/03/2022		For the year ended on 31/03/2021	
	Number	(Rs In Lakhs)	Number	(₹ In Lakhs)
Shares outstanding at the beginning of the year	57,121	2,856.05	57,121	2,856.05
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	57,121	2,856.05	57,121	2,856.05

B. Details of shareholders holding more than 5% of the total shares in the company - Equity Shares

Sl No	Name of the Share Holder	As at 31/03/2022		As at 31/03/2021	
		Number	Percentage	Number	Percentage
1	Mr. Shrimant Balasaheb Patil	16030	28.06%	16029	28.06%
2	Mr. Ashok Pandit Patil	30	0.05%	4902	8.58%
3	Mr. Shrinivas Shrimant Patil	5722	10.02%	4121	7.21%
4	Mr. Yogesh Shrimant Patil	5722	10.02%	4121	7.21%
5	Mr. Sushant Shrimant Patil	5722	10.02%	4121	7.21%

C. Shareholding of Promoters at the end of the Year in tabular form containing.

Sl No	Promoter Name	As at 31.03.2022			As at 31.03.2021		
		No. of shares	% of total shares	% change during the year	No. of shares	% of total shares	% change during the year
1	Shrimant Balasaheb Patil	16030	28.06	0.00	16029	28.06	0.00
2	Ujwala Shrimant Patil	212	0.37	0.36	5	0.008	0.00
3	Shrinivas Shrimant Patil	5722	10.02	2.81	4121	7.21	0.00
4	Yogesh Shrimant Patil	5722	10.02	2.81	4121	7.21	0.00
5	Sushant Shrimant Patil	5722	10.02	2.81	4121	7.21	0.00
6	Rajeshwari Shrinivas Patil	594	1.04	0.25	454	0.79	0.00
7	Pallavi Yogesh Patil	594	1.04	0.25	454	0.79	0.00
8	Shubhangi Sushant Patil	594	1.04	0.25	454	0.79	0.00

D. Terms / Rights attached to equity shares

The company has only one class of shares i.e. Equity Shares having face value of Rs.5000/-per share. Each holder of equity shares is entitled to one vote per share. Dividend entitlement per share is equal in respect of all equity shares. Dividend proposed / to be proposed by the directors is subject to the approval of shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the equity shareholders will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

E. for the period of five years immediately preceding the date as at which the balance sheet is prepared:

- i Aggregate number and class of shares allotted as fully paid up pursuant to contract without payment being received in cash - NIL
- ii Aggregate number and class of shares bought back- NIL
- iii No bouns shares have been issued during five years immediately preceding 31st March 2022

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 2 : RESERVES & SURPLUS		As at 31/03/2022	As at 31/03/2021
1 <u>Capital Reserves</u>			
Balance as per Last Balance sheet		177.68	177.68
Add: Capital Subsidy received during the year		-	-
Balance at the end of the year	Sub-Total	177.68	177.68
2 <u>General Reserves</u>			
Balance as per Last Balance sheet		3,000.00	3,000.00
Add: Transfer from Profit & Loss Account		-	-
Balance at the end of the year	Sub-Total	3,000.00	3,000.00
3 <u>Revaluation Reserves</u>			
Balance as per Last Balance sheet		2,385.34	2,385.34
Add: Addition/Deletion during the year		-	-
Balance at the end of the year	Sub-Total	2,385.34	2,385.34
4 <u>Surplus in the Statement of Profit and Loss</u>			
Balance as per Last Balance sheet		13,098.08	11,217.62
Add: Profit/(Loss) for the year		3,670.13	1,880.46
Balance at the end of the year	Sub-Total	16,768.20	13,098.08
5 <u>Securities Premium:</u>			
Balance as per Last Balance sheet		1,915.95	1,915.95
Add: Premium received during the year		-	-
Balance at the end of year	Sub-Total	1,915.95	1,915.95
	Total	24,247.17	20,577.05

(₹ In Lakhs)

NOTE No. 3: LONG TERM BORROWINGS		AS at 31/03/2022	As at 31/03/2021
<u>Secured Borrowings</u>			
Term Loans from - Banks	15,537.46	11,201.46	14,634.73
Less: Current Maturities referred to in Note No. 6	4,336.00		4,328.15
			10,306.58
Term Loans from - Other Financial Institutions	4,358.85	2,969.98	11,453.37
Less: Current Maturities referred to in Note No. 6	1,388.86		2,631.76
			8,821.61
<u>Unsecured Borrowings</u>			
Deferred payment Liability for purchase Tax loan from Karnataka Govt.	1,630.75	-	1,630.75
Less: Current Maturities referred to in Note No. 6	1,630.75		1,630.75
			-
Unsecured Loans from related parties - Directors		10.75	10.75
Total		14,182.19	19,138.94

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

Nature of Security:

- 1 Term Loan from KDCC Bank for 90 KLPD Distillery at Shahuwadi unit, is secured by a First Charge created on the immovable and movable properties both present and future of 90 KLPD Distillery plant of shahuwadi unit.
- 2 Term Loan from KDCC Bank for Bhudargad unit, is secured by a First Charge on the immovable and movable properties both present and future of Bhudargad unit.
- 3 Soft Loan from KDCC Bank for Bhudargad unit is secured by a First Charge created on the company's immovable and movable properties both present and future of Bhudargad unit.
- 4 Soft Loan from KDCC Bank for Shahuwadi unit is secured by a pari passu First Charge created on the company's immovable and movable properties both present and future of Shahuwadi unit.
- 5 Soft Loan from MSC Bank for Rayat unit is secured by a First Charge created on the company's immovable and movable properties both present and future of Rayat unit.
- 6 Term Loan from MSC Bank for Shahuwadi unit is secured by a First Charge created on the company's immovable and movable properties both present and future of Shahuwadi unit.
- 7 Soft Loan from BDCC Bank for Kempwad unit is secured on paripassu basis on the company's immovable and movable properties both present and future of Kempwad unit.
- 8 CAR Loan from HDFC Kempwad unit is secured by Hypothecation of the vehicle.
- 9 Tractors Loan from ICICI Bank, Kempwad unit is secured by Hypothecation of the Tractors.
- 10 CAR Loan from HDFC Kempwad unit is secured by Hypothecation of the vehicle.
- 11 Term Loan from SVC Co-operative Bank Ltd, Sangli(24MW and 28MW Cogeneration Project Kempwad Unit) is secured on a paripassu basis by a First Charge created on the company's immovable and movable properties both present and future of Kempwad unit.
- 12 Term Loans from SDF, New Delhi (For Distillery & Sugar Modernization cum expansion) is secured on paripassu basis by a First charge created on the company's immovable and movable properties both present and future of Kempwad unit.
- 13 Term Loans from SDF, New Delhi (For Distillery Project Shahuwadi Unit) is secured by bank guarantee.
- 14 Some of the loans from banks and financial institutions are guaranteed by some of the directors.

Terms of Repayment for Secured Borrowings:

- 1 Canara Bank (Sugar Expansion) availed Rs.74 crore is repayable in 20 equal Quarterly installments of Rs. 3.70 crores commencing from June 2016 alongwith interest of BR+2.50% per annum. Year end balance is Rs.NIL (previous Year Rs. 12,01,64,291.20)
- 2 Kolhapur District Central Co-op Bank (Distillery Plant, Shahuwadi) availed Rs.57 Crores is repayable in 28 Quarterly installments of Rs.2.04 crores commencing from December 2017 along with interest of 13.50% per annum. Year end balance is Rs.18,00,00,000.00 (Previous year Rs.18,22,21,767.00)
- 3 Kolhapur District Central Co-op Bank, Term Loan (Bhudargad unit) availed Rs.15.00 Crores is repayable in 24 quarterly installments of Rs.0.6250 crores commencing from June 2019 along with interest of 12.00% per annum. Year end balance is Rs.7,49,33,904.00 (Previous year Rs. 9,99,33,904.00)
- 4 Kolhapur District Central Co-op Bank (Soft loan - Bhudargad unit) loan availed Rs.10.78 Crores is repayable in 4 yearly installments of Rs.2.70 crores commencing from March 2021 along with interest of 11.50% per annum. Year end balance is Rs.5,39,07,500.00(Previous year Rs.8,08,61,250.00)
- 5 Kolhapur District Central Co-op Bank (Soft loan - Shahuwadi unit) loan availed Rs.12.41 Crores is repayable in 4 yearly installments of Rs.3.10 crores commencing from March 2021 along with interest of 11.50% per annum. Year end balance is Rs.6,20,71,000.00 (Previous year Rs.9,31,07,250.00)
- 6 Maharashtra State Co-op Bank (Soft loan - Rayat unit) loan availed Rs.14.55 Crores is repayable in 3 Yearly installments of Rs.4.85 crores commencing from May 2020 along with interest of 12.50% per annum. Year end balance is Rs.4,83,70,596.049 (Previous year Rs.9,70,00,000.00)
- 7 Maharashtra State Co-op Bank (Term Loan - Shahuwadi unit) loan availed Rs.37.00 Crores is repayable in 7 Yearly installments of Rs.5.29 crores commencing from June 2022 along with interest of 12.50% per annum. Year end balance is Rs.37,00,00,000/- (Previous year Rs.37,00,00,000/-)
- 8 The BDCC Bank Ltd & VDCC Bank Ktd (Soft loan - Kempwad Unit) loan availed Rs.35.47 Crores is repayable in 12 equal quarterly installments of Rs.2.96 crores commencing from Sept 2020 along with interest of 13.00% per annum. Year end balance is Rs.17,73,50,998/- (Previous year Rs.29,55,84,000/-)
- 9 HDFC Bank (Audi Car loan - Kempwad Unit) loan availed Rs.75 Lakh is repayable in 39 equal monthly installments of Rs.2.20 Lakhs (including interest) commencing from March 2020 along with interest of 08.25% per annum. Year end balance is Rs.29,29,727.51 (Previous year Rs.52,22,978.69)

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

- 10 ICICI Bank Ltd (Tractor Loan - Kempwad Unit) loan availed Rs.202.50 Lakh is repayable in 20 equal quarterly installments of Rs.10.13 Lakhs (including interest) commencing from March 2021 along with interest of 15.50% per annum. Year end balance is Rs.1,64,20,514/- (Previous year Rs.1,94,70,138/-)
- 11 HDFC Bank (Car loan - Kempwad Unit) loan availed Rs.57.78 Lakh is repayable in 39 equal monthly installments of Rs.1.66 Lakhs (including interest) commencing from Feb.2022 along with interest of 08.25% per annum. Year end balance is Rs.55,13,544.84 (Previous year Rs.NIL)
- 12 SVC Co-operative Bank Ltd Loan availed (co-generation) Rs. 52.00 crore is repayable in first 8 quarterly installments of Rs. 50.00 lakhs and further next 24 quarterly installments of Rs.200.00 Lakhs) commencing from May 2022 alongwith interest @ 9.00% per annum. Year end balance is Rs.51,99,98,894.00 (previous Year Rs. NIL)
- 13 Bank of India (CESS Loan - Kempwad Unit) loan availed Rs.1000.00 Lakh is repayable in (6 Monthly installments of Rs.25.00 Lakhs commencing from April 2021 to Sept.2021 and 12 Monthly installments of Rs.70.83 Lakhs from October 2021) along with interest of 7.45% per annum. Year end balance is Rs.4,22,49,115.25 (Previous year Rs.9,99,07,084/-)
- 14 IREDA Loan availed (co-generation) Rs. 49.34 crore is repayable in 40 equal quarterly installments of Rs. 123.35 lakh commencing from September 2013 alongwith interest @ 11.25% per annum. Year end balance is Rs.NIL (previous Year Rs. 10,20,57,400.00)
- 15 SDF (Expansion of Distillery) Loan availed Rs. 15.64 crore is repayable in 8 equal Half Yearly installments of Rs. 1,95,58,500/- commencing from February 2019 alongwith interest of 4.25% per annum. Year end balance is Rs NIL (previous Year Rs. 5,86,75,000.00)
- 16 SDF (Modernization cum expansion of Sugar Plant, Kempwad Unit) Loan availed Rs. 22.16 crore is repayable in 10 equal Half Yearly installments of Rs.2,16,72,000/- commencing from March 2022 alongwith interest of 4.25% per annum. Year end balance is Rs 19,95,04,795/- (previous Year Rs. 22,16,72,000/-)
- 17 IREDA Loan availed (28MW Co-generation) Loan availed Rs. 49.00 crore is repayable in 40 equal quarterly installments of Rs. 145.00 lakh commencing from June 2020 alongwith interest @ 11.45% per annum. Year end balance is Rs.NIL (previous Year Rs.43,20,00,000/-)
- 18 SDF (90 KLPD Distillery- Shahuwadi Unit) Loan availed Rs. 37.82 crore is repayable in 8 equal Half Yearly installments of Rs.4,72,76,000.00 commencing from December 2020 alongwith interest of 3.40% per annum. Year end balance is Rs 23,63,80,000/- (previous Year Rs. 33,09,32,000/-)

Terms of Repayment for Unsecured Borrowings:

- 1 Interest Free Loan under Sales Tax Deferral Scheme is being availed from 2001-02 for a period of 10 years up to 2011 and will be repayable in 5 instalments on year to year basis from March 2012 to March 2016 (Balance outstanding 16,30,75,399.14/-).Deferred Liability for purchase Tax Loan - Total dues of Rs. 1630.75 lakh became due during March 2016. There is a case pending in high Court of Karnataka regarding export subsidy receivable from GOK and dues will settled after outcome of the case.
- 2 Unsecured Loans from Directors are long term loans and carry no interest.

Period of Default:

1 NIL

(₹ In Lakhs)		
NOTE No. 4: DEFERRED TAX LIABILITIES (NET)	As at 31/03/2022	As at 31/03/2021
A Deferred Tax Liabilities		
On difference between Written Down Value of assets as per Companies Act, 1956 and as per Income Tax Act, 1961	5,003.71	3,140.32
Sub-Total	5,003.71	3,140.32
B Deferred Tax Assets on Provision for employees benefit (Gratuity)		
Balance as per last Balance Sheet	176.53	62.19
Add : Addition during the year	218.02	114.35
Balance at the end of year	394.56	176.53
Sub-Total		
NET DEFERRED TAX LIABILITY	4,609.15	2,963.79

(₹ In Lakhs)		
NOTE No. 5 : LONG TERM PROVISIONS	As at 31/03/2022	As at 31/03/2021
Provision for Employee Benefits - Gratuity (employees not retireing within next 12 months)		
Balance as per Last Balance sheet	505.19	436.53
Add: Addition during the year	624.05	68.66
Balance at the end of the year	1,129.24	505.19

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 6 : SHORT TERM BORROWINGS	As at 31/03/2022	As at 31/03/2021
Secured Borrowings		
Loans repayable on Demand - From Banks	35,250.65	37,635.62
Current maturities of Long Term Debts- Instalment due within 12 months		
Banks	4,336.00	4,328.15
Other Financial Institutions	1,388.86	2,631.76
Deferred Payment Liability for Purchase Tax Loan from Govt. of Karnataka	1,630.75	1,630.75
Unsecured Demand Loans- From Banks	34,879.90	35,757.84
Total	77,486.17	81,984.12

Secured Borrowings

Nature of Loan	Nature of Security	Terms of Repayment	Period and Amount of Default
Warehouse house receipt/Pledge/Hypothecation Loans	Pledge of Sugar in Godowns & Molasses	Yearly renewable	No Default
Unsecured Borrowings			
All short term loans	-	Yearly renewable	No Default
All the secured & unsecured loans above are guaranteed by some of the directors.			

(₹ In Lakhs)

NOTE No. 7 : TRADE PAYABLES	Rs. as at 31/03/2022	Rs. as at 31/03/2021
(a) Micro and Small Enterprises (Refer Note No. 29)	133.52	61.91
(b) Due to Others		
Cane Bills Payable	13,422.08	16,714.66
H&T Bill Payable	3,867.97	1,219.16
Sundry Creditors	2,137.45	2,303.70
Total	19,561.02	20,299.43

There are no outstanding amounts payable beyond the agreed period to Micro and Small enterprises as required by MSMED Act, 2006 as on the Balance Sheet date to the extent such enterprises have been identified based on information available with the Company . In view of this there is no overdue interest payable.

NOTE No. 7 : TRADE PAYABLES (Contd.)

Trade Payable Ageing Schedule

(₹ In Lakhs)

Particulars	Outstanding for the following periods from due date of payments					Total
	Not Due	Less than 1 year	1-2 year	2-3 year	More than 3 year	
As at 31.03.2022						
(i) MSME	-	133.52	-	-	-	133.52
(ii) Others	9,057.94	9,905.96	47.27	25.30	378.28	19,414.76
(ii) Disputed dues - MSME	-	-	-	-	12.74	12.74
(ii) Disputed dues - Others	-	-	-	-	-	-
Total	9,057.94	10,039.48	47.27	25.30	391.03	19,561.02
As at 31.03.2021						
(i) MSME	-	61.91	-	-	-	61.91
(ii) Others	4,086.74	15,346.53	267.14	391.90	132.48	20,224.78
(ii) Disputed dues - MSME	-	-	-	12.74	-	12.74
(ii) Disputed dues - Others	-	-	-	-	-	-
Total	4,086.74	15,408.44	267.14	404.64	132.48	20,299.43

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 8 : OTHER CURRENT LIABILITIES	As at 31/03/2022	As at 31/03/2021
Others		
Outstanding Expenses	629.86	575.71
EMD & Security Deposits payable	1,321.61	1,100.21
TDS Payable	200.46	97.75
GST, Excise, VAT, CST & ST payable	382.37	509.72
Advances from Customers	3,047.85	4,470.17
Total	5,582.16	6,753.56

(₹ In Lakhs)

NOTE No. 9 : SHORT TERM PROVISIONS	As at 31/03/2022	As at 31/03/2021
Provision for Income Tax	953.90	485.95
Less : Advance Tax paid	675.00	400.00
Less: TDS receivable	234.52	85.95
Total	44.37	-

Athani Sugars Limited

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

Note 10: PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

(₹ In Lakhs)

Particulars	PROPERTY, PLANT AND EQUIPMENTS						Total Property, Plant and Equipments	Intangible Assets Computer Software	Total Rs.
	Land & Land Development	Plant & Equipment	Buildings	Lift Irrigation	Furniture & fixtures	Vehicles			
GROSS BLOCK									
Balance as at 01.04.2021	8,174.92	65,102.92	6,429.82	642.33	287.71	1,553.08	82,190.77	197.07	82,387.84
Additions during the year	0.52	1,278.21	5.11	-	39.49	139.30	1,462.63	2.33	1,464.96
Disposals/Deletions/reversal during the period	-	46.98	-	-	-	62.68	109.66	-	109.66
Balance as at 31.03.2022	8,175.44	66,334.15	6,434.93	642.33	327.20	1,629.69	83,543.73	199.40	83,743.13
ACCUMULATED DEPRECIATION/AMORTISATION									
Balance as at 01.04.2021	-	15,131.11	1,336.39	148.79	242.18	516.93	17,375.41	167.68	17,543.09
Adjustment on Deletion during period	-	25.37	-	-	-	58.54	83.91	-	83.91
Depreciation for the period	-	2,526.71	227.58	20.51	21.45	206.40	3,002.65	7.21	3,009.86
Balance as at 31.03.2022	-	17,632.45	1,563.97	169.30	263.63	664.80	20,294.14	174.89	20,469.03
NET BLOCK									
As at 31/03/2021	8,174.92	49,971.81	5,093.44	493.54	45.52	1,036.14	64,815.36	29.38	64,844.75
As at 31/03/2022	8,175.44	48,701.70	4,870.96	473.03	63.57	964.90	63,249.59	24.51	63,274.10
Work in Progress									
Work in Progress as at 31/03/2021									603.59
Work in Progress as at 31/03/2022									636.07

(₹ In Lakhs)

CWIP Ageing Schedule	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 year	2-3 year	more than 3 year	
As at 31.03.2022					
Projects in progress	273.57	22.79	-	-	296.36
Projects temporarily suspended	-	-	-	339.71	339.71
Total	273.57	22.79	-	339.71	636.07
As at 31.03.2021					
Projects in progress	25.32	94.49	65.92	78.15	263.88
Projects temporarily suspended	-	-	-	339.71	339.71
Total	25.32	94.49	65.92	417.86	603.59

CWIP Completion Schedule

CWIP whose completion is overdue or has exceeded its cost compared to its (₹ In Lakhs)

CWIP Ageing Schedule	To be completed in			
	Less than 1 year	1-2 year	2-3 year	more than 3 year
As at 31.03.2022				
Project - 1- Co-generation	339.71	-	-	-
Project - 2	-	-	-	-
Total	339.71	-	-	-
As at 31.03.2021				
Project - 1- Co-generation	-	339.71	-	-
Project - 2	-	-	-	-
Total	-	339.71	-	-

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 11: NON CURRENT INVESTMENTS	As at 31/03/2022	As at 31/03/2021									
Investments (Non-trade, Unquoted) (Long Term, At Cost)											
a Investment in Equity Instruments											
1 Equity Shares of Sangli urban Co-op Bank Ltd, Sangli (216000 Shares of the face value of Rs. 10/- each)	21.60	21.60									
2 Equity Shares of Vishwanath Starch Industries Ltd (30000 Shares of the face value of Rs.10/- each)	3.00	3.00									
3 Share of Krishna Co-Op.Credit Soc. Ltd. (50 Shares of the face value of Rs.100/-each)	0.05	0.05									
4 Equity Shares of Shivneri Sugars Ltd (subsidiary Company) (58670 Shares of the face value of Rs. 5000/-each)	2,933.50	13.50									
5 Equity Shares of Maharashtra State Co.Op. Bank (18804 Shares of the face value of Rs.1000/- each)	188.04	188.04									
6 Equity Shares of The Karnataka State Co-op Apex Bank Ltd (19 Shares of the face value of Rs.10,00,000/- each)	190.00	190.00									
7 Equity Share of Beereshwar Co-op Cr. Society Ltd. Examba (100 Shares of the face value of Rs.100/- each)	0.10	0.10									
8 Equity Shares of Belgaum DCC Bank Belgaum (1000 Shares of the face value of Rs.500/- each)	5.00	5.00									
9 Equity Shares of Kalyan Janata Sahakari Bank (100000 Shares of the face value of Rs.25/- each)	25.00	25.00									
10 Equity Shares of Vijayapur DCC Bank, Vijayapur (150000 Shares of the face value of Rs.100/- each)	150.00	150.00									
11 Equity Shares of TJSB Sahakari Bank Ltd (40 Shares of the face value of Rs.50/- each)	0.02	0.02									
12 Equity Shares of Janaseva Sahakari Bank Ltd (1000 Shares of the face value of Rs.100/- each)	1.00	1.00									
13 Equity Shares of SVC Co-operative Bank Ltd (100 Shares of the face value of Rs.25/- each)	0.03	0.03									
14 Equity Shares of Janata Sahakari Bank Ltd, Pune (2050 Shares of the face value of Rs.100/- each)	2.05	2.05									
b. Investment in Partnership firm											
1 Capital in Krishna Agro Services, Vishnuannanagar	14.00	14.00									
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <th style="text-align: left;">Name of partner</th><th style="text-align: right;">Capital (Rs In Lakhs)</th><th style="text-align: right;">Share</th></tr> <tr> <td>Sushant S Patil</td><td style="text-align: right;">6.00</td><td style="text-align: right;">30%</td></tr> <tr> <td>Athani Sugars Ltd</td><td style="text-align: right;">14.00</td><td style="text-align: right;">70%</td></tr> </table>	Name of partner	Capital (Rs In Lakhs)	Share	Sushant S Patil	6.00	30%	Athani Sugars Ltd	14.00	70%		
Name of partner	Capital (Rs In Lakhs)	Share									
Sushant S Patil	6.00	30%									
Athani Sugars Ltd	14.00	70%									
c. Investment in debentures or bonds											
1 Sovereign Gold Bonds (Through Bank of India)	-	3.15									
Total	3,533.39	616.54									

(₹ In Lakhs)

Aggregate amount of quoted investments	-	-
Aggregate amount of unquoted investments	3,533.39	616.54
Aggregate provision for dimunition in the value of investments	-	-

(₹ In Lakhs)

NOTE No. 12 : LONG TERM LOANS AND ADVANCES (Unsecured & Considered Good)	As at 31/03/2022	As at 31/03/2021
Capital Advances	303.72	24.18
Deposit with Income tax Dept. (under appeal)	67.97	67.97
Total	371.69	92.15

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 13 : OTHER NON-CURRENT ASSETS	As at 31/03/2022	As at 31/03/2021
1 Mat Credit Entitlement Due Add: MAT Credit Entitlement Due FY 2021-22	2,956.63 913.22	2,795.84 160.80
Sub total	3,869.85	2,956.63
Security Deposits		
2 Security Deposits with Govt and Semi Govt Authorities	93.91	98.91
Sub total	93.91	98.91
Total	3,963.76	3,055.54

(₹ In Lakhs)

NOTE No. 14 : INVENTORIES (Lower of Cost or Net Realisable Value)	As at 31/03/2022	As at 31/03/2021
(a) Finished Goods Stock of Sugar, Molasses, Bagasse Stock of ENA, Ethanol	44,988.02 960.03	47,362.34 3,408.91
(b) Stock of Raw Materials and Spares Stock of Stores and Spares Stock of Molasses	1,542.53 3,542.48	1,312.52 2,644.92
Total	51,033.07	54,728.69

NOTE No. 15 : TRADE RECEIVABLES

Trade Receivable Ageing Schedule

(₹ In Lakhs)

Particulars	Outstanding for following periods from due date of payments						Total
	Not due	Less than 6 Months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
As at 31.03.2022							
(i) Undisputed Trade receivables - considered good	-	5,294.92	20.04	103.36	31.01	132.73	5,582.06
(ii) Undisputed Trade receivables - considered doubtful		-	-	-	-	-	-
(iii) Disputed Trade receivables - considered good		-	-	-	1,171.67	-	1,171.67
(iv) Disputed Trade receivables - considered doubtful		-	-	-	-	-	-
Total	-	5,294.92	20.04	103.36	1,202.68	132.73	6,753.73
As at 31.03.2021							
(i) Undisputed Trade receivables - considered good	-	2,209.72	518.53	42.16	-	196.32	2,966.74
(ii) Undisputed Trade receivables - considered doubtful		-	-	1,171.67	-	-	1,171.67
(iii) Disputed Trade receivables - considered good		-	-	-	-	-	-
(iv) Disputed Trade receivables - considered doubtful		-	-	-	-	-	-
Total	-	2,209.72	518.53	1,213.83	-	196.32	4,138.40

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 16 : CASH AND CASH EQUIVALENTS	As at 31/03/2022	As at 31/03/2021
A Cash and Cash Equivalents:		
1 Cash in Hand	12.25	12.50
2 Balances with Bank in Current Accounts	1,681.32	1,127.13
	1,693.57	1,139.64
B Other Bank Balance		
1 Term Deposits in various Banks lien marked to obtain Bank Guarantees (Maturing within 3 to 12 months)	1,255.59	1,317.02
Total	2,949.16	2,456.66

(₹ In Lakhs)

NOTE No. 17 : SHORT TERM LOANS AND ADVANCES (Unsecured and considered good)	As at 31/03/2022	As at 31/03/2021
a) Loan to Related Party		
1 Loan to Shivneri Sugars Ltd (Subsidiary company)	-	2,072.39
Sub total	-	2,072.39
b) Loan & Advances to Others		
1 GST, Vat Receivable etc	568.26	469.18
2 Advance to Farmers for Cane Development	3,203.57	3,257.83
3 Advance to Employees	42.39	11.95
4 Other Advance	262.73	257.58
5 Loan to Udaysingrao Gaikwad SSK Ltd	8,092.61	7,417.65
6 Loan to Bhavani Khandsari Sugars Limited	526.79	526.79
7 Advance to Material & Service vendors	4,306.62	4,261.68
Sub total	17,002.97	16,202.65
Total	17,002.97	18,275.04

(₹ In Lakhs)

NOTE No. 18 : OTHER CURRENT ASSETS	As at 31/03/2022	As at 31/03/2021
EMD Receivable	6.25	6.24
Prepaid Expenses	164.76	89.66
Interest Receivable on Soft Loans	-	264.72
Export Subsidy Receivable from Central Government	-	5,492.64
Buffer Stock Interest Subsidy Receivable	-	333.75
Income Tax Refund Receivable	8.59	79.74
Total	179.60	6,266.76

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 19 : REVENUE FROM OPERATIONS	Year ended on 31/03/2022	Year ended on 31/03/2021
(a) Sales		
1 Finished Goods		
Sugar	64,077.47	69,075.10
Sugar-Exports	51,311.48	17,204.41
ENA/RS, Ethanol & Denatured Spirit	33,594.39	26,972.29
Power	8,841.68	5,037.48
2 By-products & others	1,834.36	1,371.02
Sub Total	1,59,659.38	1,19,660.29
(b) Other Operating Revenue		
Sale of Scrap & Others	131.24	70.21
Sugar Subsidy received	1,224.30	3,606.30
Sub Total	1,355.54	3,676.51
Total	1,61,014.91	1,23,336.80

(₹ In Lakhs)

NOTE No. 20 : OTHER INCOME	Year ended on 31/03/2022	Year ended on 31/03/2021
Insurance Claim Received	16.09	6.51
Bad debts recovered	2.78	1.80
Dividend Received	30.07	0.00
Interest on Bank Deposits and others	1,158.87	1,140.96
Profit received from Partnership Firm	(4.46)	0.13
Miscellaneous Receipts	103.26	80.74
Profit on on sale of Assets	31.13	1.39
Total	1,337.74	1,231.52

(₹ In Lakhs)

NOTE No. 21 : COST OF MATERIALS CONSUMED	Year ended on 31/03/2022	Year ended on 31/03/2021
Sugarcane		
Sugarcane Purchased	87,788.76	74,257.37
Harvesting and Transport of Sugarcane	23,635.14	19,841.92
Cane Procurement & Development Expenses	117.20	99.63
Other Raw Material		
Molasses	8,191.95	7,649.97
Coal	3,512.36	2,637.86
Bagasse	119.55	2.89
Special Denatured Spirit	26.53	5.80
Total	1,23,391.50	1,04,495.45

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 22 : INCREASE / DECREASE IN INVENTORIES	Year ended on 31/03/2022	Year ended on 31/03/2021
Finished Goods		
Opening Stock		
Sugar	43,658.29	37,026.59
Molasses	3,540.52	3,175.22
Bagasses	91.60	186.12
ENA, Ethanol, IS	3,408.91	3,265.53
Others	71.93	82.68
Sub Total	50,771.25	43,736.14
Closing Stock		
Sugar	41,621.73	43,658.29
Molasses	2,593.11	3,540.52
Bagasse	681.62	91.60
ENA, Ethanol, IS	960.03	3,408.91
Others	91.57	71.93
Sub Total	45,948.05	50,771.25
Total		
Increase (-) / Decrease (+) in Finished Goods	4,823.20	(7,035.11)

(₹ In Lakhs)

NOTE No. 23 : EMPLOYEE BENEFIT EXPENSES	Year ended on 31/03/2022	Year ended on 31/03/2021
Salary, Bonus, Ex-Gratia	5,074.78	4,003.53
Contribution to Provident Fund, Gratuity and other funds	316.30	262.02
Staff welfare expenses	27.38	16.60
Total	5,418.46	4,282.15

(₹ In Lakhs)

NOTE No. 24 : FINANCE COST	Year ended on 31/03/2022	Year ended on 31/03/2021
Interest Expenses		
On Term Loan	2,238.29	2,946.94
On Short term loans	3,908.63	4,139.57
Other borrowing costs	224.55	129.40
Total	6,371.48	7,215.91

ATHANI SUGARS LIMITED

Notes forming part of Standalone financial statements for the year ended on 31st March, 2022

(₹ In Lakhs)

NOTE No. 25 : OTHER EXPENSES	Year ended on 31/03/2022	Year ended on 31/03/2021
A Manufacturing Expenses		
Consumption of stores & spares, chemicals	1,445.65	1,420.22
Power & fuel charges	366.88	359.74
Packing Expenses	1,562.44	861.17
Repairs and Maintenance		
Plant and Machinery	2,763.56	1,843.54
Buildings	245.35	142.59
<u>Other Manufacturing Expenses</u>		
Duties and Taxes	680.38	622.02
Other Misc Expenses	1,172.08	1,019.50
Sub Total	8,236.35	6,268.79
B Administrative Expenses		
Insurance Charges	132.20	88.00
Lease Rent Expenses	1,361.77	643.51
Rates & Taxes	262.89	158.80
Printing and Stationery	23.79	22.90
Travelling Expenses	31.34	24.98
Postage and Telephone Expenses	21.05	12.85
Consultancy Fees	89.52	63.50
Directors Sitting Fees	14.70	13.00
Payments to Auditors	1.50	1.50
Cost Audit Fees	2.50	2.50
Other Expenses	74.56	67.07
CSR Expenses	30.03	27.46
Sub Total	2,045.85	1,126.05
C Selling Expenses		
Advertisement and Sales Promotion	12.33	5.55
Commission and Brokerage	861.11	348.27
Sales Discounts, Freight & Forwarding	2,790.56	2,215.98
Sub Total	3,663.99	2,569.79
Grand Total	13,946.19	9,964.63

Notes forming part of Standalone financial statements for the year ended on 31-03-2022

Note No. 26: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

A) Accounting Convention

The financial statements are prepared under the historical cost convention and as per the accrual system of accounting and materially comply with the mandatory accounting standards specified and the relevant provisions of the companies Act, 2013.

Use of Estimates

The preparation of financial statements in conformity with general accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of financial statements and the results of operations during the year. Difference between the actual results and estimates are recognized in the year in which the results are known or materialized.

The Company is periodically reviewing possible impact of COVID-19 on it's business and the same are considered in preparation of financial statements for the year ended 31st March, 2022. Review includes internal & external factors as known to the Company up to the date of approval of these financial statements to assess and finalize the carrying amounts of its assets & liabilities.

C) Property Plant & Equipment and Depreciation

1. Property Plant & Equipment are carried at cost of acquisition or construction (inclusive of freight, duties, taxes, interest and expenses related to acquisition or construction) less accumulated depreciation.
2. Project development expenses incurred during construction period have been capitalized & allocated to various Property Plant & Equipment.
3. Depreciation & Amortization
 - a. Depreciation on Tangible Assets is provided on "Straight Line Method" as per Schedule II of the Companies Act, 2013 from 01.04.2014. Therefore with effect from 01.04.2014, the carrying value of assets as on 01.04.2014 is depreciated over the remaining useful lives.
 - b. Intangible Assets are amortized over a period of three years.

D) Revenue Recognition:

Revenue is recognized based on the nature of activity when consideration can be reasonably measured and there exists reasonable certainty of its recovery.

Revenue from Operations:

- Revenue from sale of produced goods is recognized when the substantial risks and rewards of ownership are transferred to the buyer under the terms of the contract. The major streams of revenue to the Company are sugar division, distillery division and power generation (Co-gen) division. Sales are excluding GST collected.
- Revenue from sale of power is recognized when the units generated are transmitted to the pooling station, in accordance with the terms and conditions of the power purchase agreement entered into by the Company with the purchasing parties.
- Other operational revenue represents income earned from the activities incidental to the business and is recognized when the right to receive the income is established as per the terms of the contract/subsidy scheme.

Other Income:

- Interest income is accrued at applicable interest rate using time proportion basis.
- Dividend income is accounted in the period in which the right to receive the payments is established.
- Other items of income are accounted as and when the right to receive arises.

E) Investments

Long term investments are carried at cost. No provision has been made for temporary diminution in the value thereof.

F) Inventories

Inventories are valued as stated below. In case of valuation of finished goods, cost includes cost of material, labour and appropriate production overheads and is net of GST input credit.

Category of Inventory

Basis of Valuation

- | | |
|----------------------|---|
| 1. Finished Goods | At Cost or net realizable value
Whichever is lower. |
| 2. Stores and Spares | At Cost or net realizable value whichever is lower.
Cost is generally arrived at on weighted average method. |
| 3. Bye-products | At net realizable value. |

G) Retirement benefits

Contribution to provident fund is made to Provident Fund Commissioner as per the Employees Provident Fund Act.

The Company has made provision for gratuity in the nature of defined benefit obligation on the basis of actuarial valuation as per AS 15. Since the liability has not been funded through a trust or insurer, there are no plan assets.

Liability for Gratuity is provided on actuarial basis for eligible employees. The details are as under;

Particulars	01/04/2021 to 31/04/2022 Rs in Lakhs
Changes in present value of Obligations	
Present value of obligation as at the beginning of the period	505.19
Acquisition adjustment	-
Transfer In / (Out)	-
interest cost	66.67
Past service cost	-
Current service cost	635.17
Curtailment Cost / (Credit)	-
Settlement Cost / (Credit)	-
Benefits paid	(37.65)
Actuarial (Gain) / Loss on obligations	(40.15)
Present value of obligation as at the end of the period	1129.24
Changes in fair value plan assets	-
Expense recognized in Statement of Profit & Loss	
Current service cost	635.17
Interest cost	66.67
Net actuarial losses / (gain)	(40.15)
Expense recognized in Statement of Profit & Loss	661.69
Financial Assumptions at the valuation date	
Discount Rate	7.10%
Expected rate of return on plan assets	-
Rate of increase in compensation levels	10%
Retirement age	58 years

H) Government Grants

Government grants and subsidies are recognized when there is a reasonable assurance that the company will comply with the conditions attached to them and the grants/subsidies will be received.

Government Grants in the form of Capital/Investment subsidy are treated as Capital Reserve. Grants which are in the nature of refundable interest-free loan from Government are shown as unsecured loan.

Export benefits, if any, are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

I) Borrowing Costs

Borrowing costs that are attributable to acquisition, construction or erection of qualifying Property Plant & Equipment incurred during the period of acquisition or construction, are capitalized as part of the cost of the asset. Other borrowing costs are recognized as expenditure in the period in which they are incurred.

J) Segment Accounting

The company identifies primary segments based on the dominant source, nature of risks and returns and the internal organization 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.

Segment accounting policies adopted for segment reporting are in line with the accounting policies of the company.

K) Leases

As per the terms of lease agreement, the lease payments are recognized as an expense to the profit and loss account.

L) Taxes on Income

In accordance with the provisions of the Income tax Act 1961 current tax is determined at the amount of tax payable to the taxation authorities in respect of taxable income for the year.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefit 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 tax. Accordingly MAT is recognized as an asset in the balance sheet when it is highly probable that future economic benefit associated with it will flow to the company.

Deferred tax resulting from timing difference between book profits and tax profits is accounted for at the applicable rate of tax to the extent timing differences are expected to crystallize, in the case of deferred tax liabilities with reasonable certainty and in the case of deferred tax assets with virtual certainty that there would be adequate future taxable income against which deferred tax assets can be realized.

M) Impairment of Property Plant & Equipment

The Company has reviewed the carrying costs of fixed assets and does not expect any loss on account of impairment.

N) Cash Flow Statement

Cash Flow Statement is prepared segregating the cash flows from operating, investing and financing activities. Cash Flow from operating activities is reported using indirect method. Under the indirect method, the net profit/(Loss) 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
- Items of income or expense associated with investing or financing cash flows

Cash and cash an equivalent for the purpose of cashflow statement comprises cash on hand, demand deposit with banks and fixed deposits with banks maturing within 3 months.

O) Earning/(Loss) per share

The basic earnings/(Loss) per share is computed by dividing the net profit/(Loss) attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The company has no potentially dilutive equity shares outstanding during the year.

Note. No. 27: Managerial Remuneration

	Rs in Lakhs	
	<u>2021-22</u>	<u>2020-21</u>
a) Remuneration to Managing Director	51.88	54.48
b) Remuneration to Whole time Directors	97.27	102.21
c) Sitting Fees to Directors	<u>14.70</u>	<u>13.00</u>
Total Rs.	<u>163.85</u>	<u>169.69</u>

The remuneration paid to Managing Director and other directors is within the limits of Section 197 of the Companies Act, 2013, read with schedule V to the Act.

Note No. 28: Details of Payments to Statutory Auditors

	<u>2021-22</u>	<u>2020-21</u>
Audit Fees (Rs. In lakhs)	1.50	1.50

Note No. 29: Trade Payables (Creditors)

Based on the information so far obtained by the Company, payment to enterprises covered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) has been made within 45 days or contract terms whichever is lower and disclosure in accordance with section 22 of the MSMED Act is as under:

Particulars	31.03.2022 (Rs in Lakhs)	31.03.2021 (Rs in lakhs)
Principal amount and Interest due thereon remaining unpaid to any supplier at the end of accounting year.	133.52	61.91
Interest paid by the Company in terms of Section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day during the accounting year.	NIL	NIL
The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act.	NIL	NIL
The amount of interest accrued and remaining unpaid.	NIL	NIL
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of this Act.	NIL	NIL

Note No. 30: Contingent Liabilities not provided for

	<u>2021-22 (Rs)</u>	<u>2020-21 (Rs)</u>
Towards corporate guarantees	Rs. 3120 lakhs	Rs.3120 lakhs
Towards pending litigations	Rs. 4364 lakhs	Rs.1401 lakhs

Note No. 31: Consumption of raw material

Raw material purchased	Unit of Measurement	2021-22		2020-21	
		Quantity in Lakhs	Value (Rs in Lakhs.)	Quantity	Value (Rs in Lakhs)
Sugar Cane	MT	30.03	87788.76	26.52	74257.37
Molasses	MT	1.98	8191.95	1.86	7649.37
Coal	MT	0.45	3512.36	0.50	2637.86
Of this Imported		NIL	NIL	NIL	NIL
Indigenous		100%	100%	100%	100%

Note No. 32: Related Party Disclosure as per Accounting Standard 18**i) The list of related parties as identified by the management is as under**

a) Promoters – all the Directors of the company except independent directors.

b) Key Management Personnel:-

- (1) Shri. Shrimant B. Patil, Chairman (up to January 2020, there after Non Executive Chairman)
- (2) Shri. Shrinivas S. Patil, Managing Director
- (3) Shri. Yogesh S. Patil, Executive Director & CFO
- (4) Shri. Sushant S. Patil, Executive Director
- (5) Shri. Heramb V. Charati, Company Secretary

c) Subsidiary companies: Shivneri Sugars Limited

d) Partnership firm in which Director is a partner : Krishna Agro Services

ii) a) Transactions with related parties.

Sl. No	Particulars	2021-22 (Rs in Lakhs)	2020-21 (Rs in Lakhs)
1	Interest from Subsidiary	132.97	142.51
2	Sitting fees paid to the Directors	14.70	13.00
3	Remuneration to Directors & KMP		
	Shrimant B.Patil, Non Executive Chairman	0.00	0.00
	Shrinivas S.Patil, MD	51.87	54.48
	Yogesh S.Patil, ED and CFO	48.63	51.11
	Sushant S.Patil , ED	48.63	51.11
	Heramb V Charati, CS	5.22	4.65
4	Profit/Loss(-) from partnership firm	-4.46	0.13
5	Loan taken from Directors	NIL	NIL
6	Repayment of Loans to Directors	NIL	141.00
7	Closing Balance of loans from Directors	10.75	10.75
8	Unsecured Loan given to Subsidiary	633.54	16.01
9	Closing Balance of Unsecured Loan to subsidiary	NIL	2072.39

b) Transactions with related parties.

b) Transactions with related parties.				
Sl. No	Particulars	Relationship	2021-22	2020-21
			(Rs in Lakhs)	(Rs in Lakhs)
			Transaction Amt.	Transaction Amt.
	Sugar cane bills to directors and relatives			
1	Shrimant B Patil	Non Executive Chairman	-	-
2	Ujwala Shrimant Patil	Wife of Non Executive Chairman	89.46	42.23
3	Rajashree Shrinivas Patil	Wife of MD	52.89	40.65
4	Yogesh Shrimant Patil	Son of Non Executive Chairman	41.53	27.80
5	Shubhangi Sushant Patil	Wife of ED-Sushant Patil	95.69	28.65
6	Uday Balasaheb Patil	Brother of Chairman	-	1.31
7	Sarjerao Balasaheb Patil	Brother of Chairman	13.24	4.25
8	Shrikant Pandit Patil	Brother of Director Ashok Patil	-	0.68
9	Padmakar Pandit Patil	Brother of Director Ashok Patil	1.33	1.65
10	Abdulabari Abdularazak Mulla	Director	8.52	9.51
11	Shrinivas S Patil	MD	32.79	22.49
12	Nagesh Uttam Patil	Son of Director Uttam Patil	3.78	2.77
13	Ushatai Maruti Patil	Sister of Non Executive Chairman	-	0.66
14	Pallavi Y Patil	Wife of Yogesh Patil	17.10	30.75
15	Sushant S Patil	Son of Non Executive Chairman	32.74	74.47
16	Meena Vishwanath Charati	Mother of CS	0.95	1.29
	Total		390.02	289.16
	H&T bill to directors and relatives			
1	Yogesh Shrimant Patil	Son of Non Executive Chairman	19.42	12.02

Note No. 33: CIF value of Imports, Expenditure and earnings in foreign currency

	<u>2021-22(Rs)</u>	<u>2020-21(Rs)</u>
1) Value of imports	NIL	NIL
2) Expenditure in foreign currency	NIL	NIL
3) Earnings in foreign currency	NIL	NIL

Note No. 34: Earning/(Loss) per share	<u>2021-22</u>	<u>2020-21</u>
Profit /(Loss) after Tax (Rs)	3670.13 Lakhs	1880.46 Lakhs
Weighted average of No. of Shares	57121	57121
Earnings/(Loss) per Share (Rs)	6425.18	3292.06

Note No. 35: The figures for the previous year have been rearranged and reclassified wherever necessary.

Note No. 36: The Company has Pending litigations as below.

SL No.	Nature of the Statute	Nature of Dues	Amount involved (Rs in Lakhs)	Period to which the Amount Relates	Forum where dispute is pending
1	Article 226 & 227 of Constitution of India	Export Subsidy receivable	459.45	2011-12	High Court of Karnataka (Dharwad)
2	Central Excise Act, 1944	Excise Duty on Sale of Electricity	820.05	October 2012 to March 2016	Tribunal, Bangalore
3	Central Excise Act, 1944	Denial and recovery of CENVAT Credit of Edu & SHE Cess (along with interest and penalty) wrongly declared and got transferred through TRAN-1 declaration	53.69	2016-2017	Interest waive order partially allowed Confirms penalty, tribunal is not formed and pending to submit before the tribunal.
4	Income Tax Act, 1961	Income Tax	67.97	AY 2012-13	Appeal with CT(A)
5	GST Act, 2017	Demand of GST @ 18% on Sale value of ENA. SCN issue by JC Audit Belgaum division.	1790.90	July 2017 to March 2018	Writ Petition No. 105397/2021 submitted in Hon'ble High Court of Karnataka before Dharwad Bench. For interim stay & quashing the demand
6	The Electricity Act 2003	Demand of power export bills	1171.66	Nov.2016 to Dec.2016	KERC Bengaluru

The company is confident of getting the disputes resolved in its favor and hence does not foresee any financial outlay in this regard.

Note No. 37: The Board of Directors of the Company has appointed M/s. A. G. Anikhindi & Co., Cost Accountants, Kolhapur as Cost Auditors of Athani Sugars Ltd. for the financial year ended 31st March 2022 as required under the extant Rules.

The due date for receiving the Cost Audit Report from Cost Auditors for the financial year ended 31st March, 2022 is 180 days from the end of relevant financial year i.e. 27th September, 2022 or any extension thereof, if any, as per extant Rules. The cost audit is in progress and the report will be submitted to MCA within a specified period from the date of receipt. The company has received cost audit report for the financial year ended 31st March 2021 on 12th Nov. 2021 (within extended due date) and the said report has been submitted to MCA on 6th December 2021 by way of e-filing of form CRA-4.

Note No. 38: Disclosure pursuant to Accounting standard (AS) 17“Segment Reporting”:**Rs in Lakhs**

Particulars	Sugar		Power		Distillery		Un-allocated		Total	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
	Primary Segments(Business Segments)									
Segment Revenue										
External Sales	118,367.06	91,143.76	8,873.97	5,040.96	33,773.88	27,152.08			161,014.91	123,336.80
Inter-segment Sales	9,309.86	7,746.46	-	-	722.40	590.90			10,032.26	8,337.36
Total Revenue	127,676.92	98,890.22	8,873.97	5,040.96	34,496.28	27,742.98			171,047.17	131,674.16
Share of Revenue (%)	74.64%	75.10%	5.19%	3.83%	20.17%	21.07%			100.00%	100.00%
Segment Results										
Profit/(loss)	(3,211.47)	(3,632.55)	3,952.97	1,618.74	4,996.14	5,268.48	(361.92)	(553.29)	5,375.71	2,701.37
Segment Assets										
Net Block	30,917.63	31,480.65	18,206.16	18,679.56	14,786.39	15,288.13			63,910.17	65,448.34
	(Including Capital work in progress)									
Shares of Assets (%)	48.38%	48.10%	28.49%	28.54%	23.14%	23.36%			100.00%	100.00%
Segment Liabilities	102,725.11	113,194.33	7,076.63	6,103.75	8,183.41	9,255.64	4,609.15	2963.79	122,594.30	131,517.51
Share of Liabilities (%)	83.79%	83.07%	5.77%	6.64%	6.68%	7.04%	3.76%	2.25%	100.00%	100.00%

Note No.39: Additional Disclosures as per the Amendments in Schedule III of the Companies Act.

1. The Company does not have any benami property, and no proceeding has been initiated against the Company for holding any benami property.
2. The Company does not have any transactions with companies struck off.
3. The Company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.
4. The Company has not traded or invested in crypto currency or virtual currency during the financial year.
5. The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or
 - b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
6. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
 - a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or
 - b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

7. The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
8. The Company is not declared willful defaulter by any banks or any other financial institution at any time during the financial year.
9. The company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with Companies (Restriction on Number of Layers) Rules, 2017.
10. No scheme of Arrangement has been approved by the competent authority in terms of sections 230 to 237 of the Companies Act, 2013
11. Title deeds of all immovable properties are held in the name of the Company.
12. The company has revalued its Property, Plant & Equipment as per the details given below & revaluation is based on the valuation by a registered valuer as defined under Rule 2 of the Companies(Registered Valuers and Valuation) Rules, 2017 –

Name of property	Date of revaluation	Name of Registered valuer	Value before revaluation Rs in Lakhs	Value after revaluation (on 31.03.2018) Rs. in Lakhs
Land & Land development	29/12/2017	Shri. Shekhar L. Thite, Sangli	22.66	2408.00

13. Details of expenditure on corporate social responsibility activities as per Section 135 of Companies Act, 2013 read with schedule III are as below:

SI No.	Particulars	As at 31.03.2022	As at 31.03.2021
(a)	Amount required to be spent by the company during the year	Rs.29.10 Lakhs	Rs.12.38 Lakhs
(b)	Amount of expenditure incurred	Rs.30.03 Lakhs	Rs.27.46 Lakhs
(c)	Shortfall at the end of the year	NIL	NIL
(d)	Total of previous years shortfall	NIL	NIL
(e)	reason for shortfall	-	-
(f)	Nature of CSR activities	For promoting education	For promoting education
(g)	Details of related party transactions	NIL	NIL
(h)	Movement in Provision made with respect to liability incurred by entering into a contractual obligation	NIL	NIL

14. The company has been sanctioned working capital limits from banks or financial institutions on the basis of security of Stocks and the quarterly statements submitted by the company with such banks or financial institutions are in agreement with the books of account of the company.
15. The company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act 2013) either severally or jointly with any other person, that are (a) repayable on demand or (b) without specifying any terms of period of repayment.

16. RATIOS

Sl No.	Particulars	FY 2021-2022	FY 2020-2021	Variance	Percentage change in ratio	Reason for variation
i	Current Ratio (Current Assets / Current Liabilities) No.of times	0.759	0.787	(0.029)	-3.63%	-
ii	Debt - Equity Ratio (Total Debt (Long term + Short term including current maturity)/ Share holders Equity) No.of times	3.735	4.845	-1.110	-22.91%	-
iii	Debt Service Coverage Ratio ((Profit after tax+DTLP+ Depreciation + Interest Cost)/(TL Installment repaid + Interest Cost) No.of times	1.121	0.918	0.204	22.18%	-
iv	Return on Equity Ratio (Net Profit after tax / Share holders equity) Percentage	14.956	9.010	5.945	65.98%	Improved the profitability of the company during the year due to better sugar price realization.
v	Inventory Turnover Ratio (Cost of Goods sold / (Beginning Inventory + Ending Inventory)/2) No. of times	3.330	2.610	0.719	27.56%	The ratio has improved due to increase in total sales
vi	Trade Receivable Turnover Ratio [Net sales/(Closing Account Receivable +Opening Accounts receivables)/2] No.of times	29.565	37.909	-8.344	-22.01%	-
vii	Trade Payable Turnover Ratio (Net Credit Purchase)/(Opening Trade Payable + Closing Trade Payable)/2) No of times	6.661	5.984	0.677	11.31%	-
viii	Net Capital Turnover Ratio (Total sales / Shareholders equity) No. of times	6.616	5.969	0.647	10.84%	-
ix	Net Profit Ratio (Net Profit after Tax/ Total income) Percentage	2.261	1.510	0.751	49.75%	Increase in income from operations and profit after tax during the year.
x	Return on Capital Employed (Earnings before interest and tax/ Capital employed) Percentage	8.911	7.464	1.448	19.40%	-
xi	Return on investment (PAT /Total Assets) Percentage	2.452	1.213	1.239	102.19%	Improved return on investment due to of higher profit after tax earned during the year

As per our report of even date

M/s Bhosale Wangikar & Parrannawar.
Chartered Accountants
FRN 101436W

**For and on Behalf of the Board of Directors of
Athani Sugars Limited**

B. D. Kulkarni; Wangikar
Partner
Membership No. 044614

Shrimant B. Patil
Non Executive Chairman
DIN No. 00622368

Shrinivas Patil
Managing Director
DIN: 02807974

Yogesh S. Patil
Executive Director & CFO
DIN No.03560198

C.S. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli
Date : 12th August 2022

Place: Sangli
Date : 12th August 2022

INDEPENDENT AUDITOR'S REPORT

To the Members of Athani Sugars Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Athani Sugars Limited ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss, and statement of cash flows for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated 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 31st March, 2022, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Consolidated 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 Board's Report including Annexures to Board's Report, but does not include the consolidated financial statements and our auditor's report thereon.

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

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

Responsibility of Management for Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these consolidated 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 specified under section 133 of the Act read with companies accounting standards rules 2021. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the

financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 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 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the Financial Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factor in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatement in the Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give below statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable to consolidated financial statements- There have been no qualifications or adverse remarks by the respective auditor in the Companies (Auditor Report) Order (CARO) reports of the companies included in the consolidated financial statements.
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 it appears from our examination of those books.
 - (c) The consolidated Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Accounting Standards) Rules, 2021.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - (g) with respect to the other matters to be included in the auditor's report in accordance with requirements of section 197 (16) of the Act - In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of the section 197 of the Act.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations as at 31st March 2022 on its financial position in its financial statements – Refer Note 35 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts as at 31st March 2022 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 during the year ended 31st March 2022.
 - iv. (a) The Management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries")

or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented to us that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds (which are material either individually or in aggregate) have been received by the Company from any person(s) or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Company has not declared or paid any dividend during the year, hence compliance of section 123 of the Act is not applicable.

**M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W**

**B.D. Kulkarni; Wangikar
Partner
Membership No. 044614
UDIN: 22044614AOZJTJ5671**

**Place: Sangli
Date : 12th August, 2022**

Annexure A to Independent Auditors' Report

Referred to in paragraph 2(f) under 'Report on Other legal & Regulatory Requirements' section of our report of even date to the members of Athani Sugars Limited on the consolidated financial statements for the year ended 31st March 2022

Report on the internal financial controls under clause (i) of sub-section 3 of section 143 of the Act.

We have audited the internal financial controls over financial reporting of Athani Sugars Ltd. ('the holding Company') and its subsidiary (Collectively referred to as "the Group") as of 31st March 2022 in conjunction with our audit of the consolidated financial statements for the year ended on that date.

Management's responsibility for internal financial controls

The respective board of directors of the holding company and its subsidiary are 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective 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 ("the Act")

Auditors' responsibility

Our responsibility is to express an opinion on the group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the 'Guidance Note') and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. 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 were established and maintained and if such controls operated effectively in all material respects.

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

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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

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

Opinion

In our opinion, the holding company and its subsidiary have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the holding company & its subsidiary respectively 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.

M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W

Place: Sangli
Date: 12th August 2022

B.D. Kulkarni; Wangikar
Partner
Membership No. 044614
UDIN: 22044614AOZJTJ5671

ATHANI SUGARS LIMITED
Consolidated Balance Sheet as at 31st March, 2022

(₹ In Lakhs)

PARTICULARS	Note No.	As at 31/03/2022	As at 31/03/2021
I EQUITY AND LIABILITIES :			
(1) Shareholders' Funds			
(a) Share Capital	1	2,856.05	2,856.05
(b) Reserves & Surplus	2	23,613.63	20,077.52
(2) Share Application Money Pending Allotment		-	-
(3) Minority Interest	25a	1.51	2.51
(4) Non Current Liabilities			
(a) Long Term Borrowings	3	14,182.19	19,138.94
(b) Deferred Tax Liability (Net)	4	4,609.15	2,963.79
(c) Other Long Term Liabilities	-	-	-
(d) Long Term Provisions	5	1,129.24	505.19
(5) Current Liabilities			
(a) Short Term Borrowings	6	77,486.17	82,065.87
(b) Trade Payables	7		
A) Total outstanding dues of Micro & small Enterprises		133.52	61.91
B) Total outstanding dues of creditors other than Micro & Small enterprises		19,441.14	20,253.03
(c) Other Current Liabilities	8	5,612.95	7,309.13
(d) Short Term Provisions	9	45.90	1.85
TOTAL		1,49,111.45	1,55,235.79
II ASSETS :			
(1) Non Current Assets			
(a) Property, Plant and Equipment and Intangible assets	10		
(i) Property, Plant and Equipment		65,405.77	66,911.54
(ii) Intangible Assets		24.51	29.38
(iii) Capital Work in Progress		694.81	661.33
(iv) Intangible Assets Under Development			-
(b) Non current Investments	11	599.89	603.04
(c) Deferred Tax Assets (Net)	-		
(d) Long Term Loans and Advances	12	418.14	138.61
(e) Other Non Current Assets	13	3,966.33	3,061.28
(2) Current Assets			
(a) Current Investments	-		
(b) Inventories	14	51,033.07	54,728.69
(c) Trade Receivables	15	6,753.73	4,155.66
(d) Cash and Cash Equivalents	16	3,027.48	2,470.85
(e) Short Term Loans and Advances	17	17,008.13	16,208.65
(f) Other Current Assets	18	179.60	6,266.76
TOTAL		1,49,111.45	1,55,235.79

Other Notes forming part of the financial statements

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As per our report of even date
M/s Bhosale Wangikar & Parrannawar
Chartered Accountant
FRN 101436W

For and On Behalf of the Board of Directors of
Athani Sugars Limited

B.D.Kulkarni ; Wangikar
Partner
Membership No.044614

Shrimant Patil
Non Executive Chairman
DIN:00622368

Shrinivas Patil
Managing Director
DIN:02807974

Yogesh Patil
Executive Director & CFO
DIN:03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli
Date: 12th August 2022

Place : Sangli
Date: 12th August 2022

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ATHANI SUGARS LIMITED

Consolidated Statement of Profit and Loss for the year ended 31st March, 2022

(₹ In Lakhs)

PARTICULARS	Note No.	Year ended on 31/03/2022	Year ended on 31/03/2021
1	2	3	4
I Revenue From Operations	19	1,61,056.29	1,23,475.19
II Other Income	20	1,190.00	1,077.45
III Total Income (I+II)		1,62,246.29	1,24,552.65
IV EXPENSES			
Cost of Materials Consumed	21	1,23,391.50	1,04,495.45
Purchases of Stock in Trade	-	16.25	121.42
Changes in Inventories of Finished Goods, Work In Progress and Stock In Trade	22	4,823.20	(7,035.11)
Employee Benefit Expenses	23	5,418.46	4,282.15
Finance Costs	24	6,371.48	7,215.91
Depreciation and Amortization Expenses	10	3,009.86	2,940.55
Other Expenses	25	13,970.12	9,968.46
Total Expenses		1,57,000.87	1,21,988.83
V Profit Before Exceptional and Extraordinary Items and Tax (III-IV)		5,245.42	2,563.82
VI Exceptional Items		-	-
VII Profit Before Extraordinary Items and tax (V-VI)		5,245.42	2,563.82
VIII Extraordinary Items		-	-
IX Profit Before Tax (VII-VIII)		5,245.42	2,563.82
X (1)Tax Expenses			
(2)Current tax		958.50	488.57
Deferred tax Liability (Net)		1,645.36	492.58
Less: MAT credit entitlement		(913.22)	(161.80)
Short / (Excess) Provision of earlier year		19.67	2.93
XI Profit (loss) for the period from continuing operations (IX - X)		3,535.12	1,741.54
XII Profit (loss) from discontinuing operations before tax		-	-
XIII Tax expenses of discontinuing operations		-	-
XIV Profit (loss) from discontinuing operations after tax (XII-XIII)		-	-
XV Profit (loss) for the period before share of Minority Interest (IX+XIV)		3,535.12	1,741.54
Add: Moniority Interest in loss of subsidiary		0.99	(1.51)
XVI Profit for the year		3,536.11	1,740.03
Earnings per equity share:			
(1)Basic		6,190.56	3,046.21
(2)Diluted		6,190.56	3,046.21
(Face Value per Equity Share - Rs. 5,000/-)			

Other Notes forming part of the financial statements

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As per our report of even date
M/s Bhosale Wangikar & Parrannawar
Chartered Accountant
FRN 101436W

For and On Behalf of the Board of Directors of
Athani Sugars Limited

B.D.Kulkarni ; Wangikar
Partner
Membership No.044614

Shrimant Patil
Non Executive Chairman
DIN:00622368

Shrinivas Patil
Managing Director
DIN:02807974

Yogesh Patil
Executive Director & CFO
DIN:03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli
Date: 12th August 2022

Place : Sangli
Date: 12th August 2022

ATHANI SUGARS LIMITED

Consolidated Cash Flow Statement for the year ended 31st March, 2022

(₹ In Lakhs)

Particulars		Year ended on 31/03/2022		Year ended on 31/03/2021	
Cash Flow From Operating Activities:					
Profit before taxation			5,245.42		2,563.82
Adjustments to reconcile profit before tax to net cash provided					
Depreciation and Amortisation		3,009.86		2,940.55	
Finance cost		6,371.48		7,215.91	
Interest Income		147.73		(832.82)	
Profit on sale of assets		(31.13)		(1.39)	
Profit/(Loss) from Partnership Firm		(4.46)		0.13	
Dividend Received		(30.07)		(0.00)	
			9,463.40		9,322.37
Operating profit before working capital changes			14,708.82		11,886.19
Changes in operating assets and liabilities:					
Trade and other receivables		(2,598.07)		(1,787.11)	
Inventories		3,695.62		(5,801.09)	
Trade Payables, Other Current Liabilities and Provisions		(1,812.42)		7,190.09	
Other Current Assets		6,094.33	5,379.46	578.65	180.54
Cash Generated from Operations			20,088.28		12,066.73
Direct Taxes Paid			(933.11)		(491.09)
NET CASH FLOW FROM OPERATING ACTIVITIES	A	A	19,155.17		11,575.64
Cash Flow From Investing Activities:					
Purchase of Property Plant and Equipment/ WIP		(1,558.43)		(710.31)	
Sale of Property Plant and Equipment		56.88		7.39	
Investments Made		3.15		(3.10)	
Increase decrease in term deposits with banks		61.44		511.12	
Interest Received		(147.73)		832.82	
Profit/(Loss) from Partnership Firm		4.46		(0.13)	
Dividend Received		30.07		0.00	
Loans and Advances (Short Term and Long Term)		(1,079.02)		4,619.68	
NET CASH FLOW FROM INVESTING ACTIVITIES	B		(2,629.18)		5,257.47
Cash Flow From Financing Activities:					
Increase in Share Capital & Share Application Money		-		-	
Increase in/ (Repayment) of Borrowings Long Term (Net)		(4,956.75)		(5,317.17)	
Increase in/ (Repayment) of Borrowings Sorth Term (Net)		(4,579.70)		(3,352.60)	
Financial Expenses (Interest)		(6,371.48)		(7,215.91)	
NET CASH FLOW FROM FINANCING ACTIVITIES	C		(15,907.92)		(15,885.68)
NET INCREASE IN CASH AND CASH EQUIVALENTS	A+B+C		618.07		947.43
OPENING CASH AND CASH EQUIVALENTS			1,153.83		206.40
CLOSING CASH AND CASH EQUIVALENTS			1,771.90		1,153.83
Break up					
Cash In Hand			12.28		12.58
Balance in Bank-Current Accounts			1,759.62		1,141.25
Term Deposits maturing within 3 months			-		-

As per our report of even date
M/s Bhosale Wangikar & Parrannawar
Chartered Accountant
FRN 101436W

B.D.Kulkarni ; Wangikar
Partner
Membership No.044614

For and On Behalf of the Board of Directors of
Athani Sugars Limited

Shrimant Patil
Non Executive Chairman
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Executive Director & CFO
DIN:03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place : Sangli
Date: 12th August 2022

Place : Sangli
Date: 12th August 2022

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 1 : SHARE CAPITAL	As at 31/03/2022	As at 31/03/2021
1 Authorised Capital 1,20,000 Equity shares of par value of Rs. 5,000/- each (Previous year 1,20,000 Equity shares of par value of Rs. 5,000/- each)	6,000.00	6,000.00
	6,000.00	6,000.00
2 Issued, Subscribed and Paid up Capital: 57121 Equity shares of par value Rs. 5,000/- each, fully paid up (Previous year 57121 Equity shares of par value of Rs. 5,000/- each)	2,856.05	2,856.05
Total	2,856.05	2,856.05

A. Reconciliation of shares:

Particulars	For the year ended on 31/03/2022		For the year ended on 31/03/2021	
	Number	(Rs In Lakhs)	Number	(Rs In Lakhs)
Shares outstanding at the beginning of the year	57,121	2,856.05	57,121	2,856.05
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	57,121	2,856.05	57,121	2,856.05

B. Details of shareholders holding more than 5% of the total shares in the company

Name of the Share Holder	As at 31/03/2022		As at 31/03/2021	
	Number	Percentage	Number	Percentage
1 Mr. Shrimant Balasaheb Patil	16030	28.06%	16029	28.06%
2 Mr. Ashok Pandit Patil	30	0.05%	4902	8.58%
3 Mr. Shrinivas Shrimant Patil	5722	10.02%	4121	7.21%
4 Mr. Yogesh Shrimant Patil	5722	10.02%	4121	7.21%
5 Mr. Sushant Shrimant Patil	5722	10.02%	4121	7.21%

C. Shareholding of Promoters at the end of the Year in tabular form containing.

Sl No	Promoter Name	As on 31.03.2022			As on 31.03.2021		
		No. of shares	% of total shares	% change during the year	No. of shares	% of total shares	% change during the year
1	Shrimant Balasaheb Patil	16030	28.06	0	16029	28.06	0
2	Ujwala Shrimant Patil	212	0.37	0.36	5	0.008	0
3	Shrinivas Shrimant Patil	5722	10.02	2.81	4121	7.21	0
4	Yogesh Shrimant Patil	5722	10.02	2.81	4121	7.21	0
5	Sushant Shrimant Patil	5722	10.02	2.81	4121	7.21	0
6	Rajeshwari Shrinivas Patil	594	1.04	0.25	454	0.79	0
7	Pallavi Yogesh Patil	594	1.04	0.25	454	0.79	0
8	Shubhangi Sushant Patil	594	1.04	0.25	454	0.79	0

D. Terms / Rights attached to equity shares

The company has only one class of shares i.e. Equity Shares having face value of Rs.5000/-per share. Each holder of equity shares is entitled to one vote per share. Dividend entitlement per share is equal in respect of all equity shares. Dividend proposed / to be proposed by the directors is subject to the approval of shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the equity shareholders will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

E. for the period of five years immediately preceding the date as at which the balance sheet is prepared:

- i Aggregate number and classes of shares allotted as fully paid up pursuant to contract without payment being received in cash - NIL
- ii Aggregate number and class of shares bought back- NIL
- iii No bouns shares have been issued during five years immediately preceding 31st March 2022

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 2 : RESERVES & SURPLUS	As at 31/03/2022	As at 31/03/2021
1 Capital Reserve		
Balance as per Last Balance sheet	177.68	177.68
Add: Capital Subsidy received during the year	-	-
Balance at the end of the year	177.68	177.68
2 General Reserve		
Balance as per Last Balance sheet	3,000.00	3,000.00
Add: Transfer from Profit & Loss Account	-	-
Balance at the end of the year	3,000.00	3,000.00
3 Revaluation Reserves		
Balance as per Last Balance sheet	2,385.34	2,385.34
Add: Addition/Deletion during the year	-	-
Balance at the end of the year	2,385.34	2,385.34
4 Surplus in the Statement of Profit and Loss		
Balance as per Last Balance sheet	12,598.55	10,858.52
Add: Profit/(Loss) for the year	3,536.11	1,740.03
Balance at the end of the year	16,134.66	12,598.55
5 Securities Premium:		
Balance as per Last Balance sheet	1,915.95	1,915.95
Add: Addition during the year	-	-
Balance at the end of year	1,915.95	1,915.95
Total	23,613.63	20,077.52

(₹ In Lakhs)

NOTE No. 3: LONG TERM BORROWINGS	As at 31/03/2022		As at 31/03/2021	
Secured Borrowings				
Term Loans from - Banks	15,537.46	11,201.46	14,634.73	10,306.58
Less: Current Maturities referred to in Note No. 6	4,336.00		4,328.15	
Term Loans from - Other Financial Institutions	4,358.85	2,969.98	11,453.37	8,821.61
Less: Current Maturities referred to in Note No. 6	1,388.86		2,631.76	
Unsecured Borrowings				
Deferred payment Liability for purchase Tax loan from Karnataka Govt.	1,630.75	-	1,630.75	-
Less: Current Maturities referred to in Note No. 6	1,630.75		1,630.75	
Unsecured Loans from related parties - Directors		10.75		10.75
Total		14,182.19		19,138.94

Nature of Security:

- 1 Term Loan from KDCC Bank for 90 KLPD Distillery at Shahuwadi unit, is secured by a First Charge created on the immovable and movable properties both present and future of 90 KLPD Distillery plant of shahuwadi unit.
- 2 Term Loan from KDCC Bank for Bhudargad unit, is secured by a First Charge on the immovable and movable properties both present and future of Bhudargad unit.
- 3 Soft Loan from KDCC Bank for Bhudargad unit is secured by a First Charge created on the company's immovable and movable properties both present and future of Bhudargad unit.
- 4 Soft Loan from KDCC Bank for Shahuwadi unit is secured by a pari passu First Charge created on the company's immovable and movable properties both present and future of Shahuwadi unit.
- 5 Soft Loan from MSC Bank for Rayat unit is secured by a First Charge created on the company's immovable and movable properties both present and future of Rayat unit.
- 6 Term Loan from MSC Bank for Shahuwadi unit is secured by a First Charge created on the company's immovable and movable properties both present and future of Shahuwadi unit.
- 7 Soft Loan from BDCC Bank for Kempwad unit is secured on paripassu basis on the company's immovable and movable properties both present and future of Kempwad unit.
- 8 CAR Loan from HDFC Kempwad unit is secured by Hypothecation of the vehicle.
- 9 Tractors Loan from ICICI Bank, Kempwad unit is secured by Hypothecation of the Tractors.
- 10 CAR Loan from HDFC Kempwad unit is secured by Hypothecation of the vehicle.
- 11 Term Loan from SVC Co-operative Bank Ltd, Sangli(24MW and 28MW Cogeneration Project Kempwad Unit) is secured on a paripassu basis by a First Charge created on the company's immovable and movable properties both present and future of Kempwad unit.
- 12 Term Loans from SDF, New Delhi (For Distillery & Sugar Modernization cum expansion) is secured on paripassu basis by a First charge created on the company's immovable and movable properties both present and future of Kempwad unit.
- 13 Term Loans from SDF, New Delhi (For Distillery Project Shahuwadi Unit) is secured by bank guarantee.
- 14 Some of the loans from banks and financial institutions are guaranteed by some of the directors.

Terms of Repayment for Secured Borrowings:

- 1 Canara Bank (Sugar Expansion) availed Rs.74 crore is repayable in 20 equal Quarterly installments of Rs. 3.70 crores commencing from June 2016 alongwith interest of BR+2.50% per annum. Year end balance is Rs.NIL (previous Year Rs. 12,01,64,291.20)
- 2 Kolhapur District Central Co-op Bank (Distillery Plant, Shahuwadi) availed Rs.57 Crores is repayable in 28 Quarterly installments of Rs.2.04 crores commencing from December 2017 along with interest of 13.50% per annum. Year end balance is Rs.18,00,00,000.00 (Previous year Rs.18,22,21,767.00)
- 3 Kolhapur District Central Co-op Bank, Term Loan (Bhudargard unit) availed Rs.15.00 Crores is repayable in 24 quarterly installments of Rs.0.6250 crores commencing from June 2019 along with interest of 12.00% per annum. Year end balance is Rs.7,49,33,904.00 (Previous year Rs. 9,99,33,904.00)
- 4 Kolhapur District Central Co-op Bank (Soft loan - Bhudargad unit) loan availed Rs.10.78 Crores is repayable in 4 yearly installments of Rs.2.70 crores commencing from March 2021 along with interest of 11.50% per annum. Year end balance is Rs.5,39,07,500.00(Previous year Rs.8,08,61,250.00)
- 5 Kolhapur District Central Co-op Bank (Soft loan - Shahuwadi unit) loan availed Rs.12.41 Crores is repayable in 4 yearly installments of Rs.3.10 crores commencing from March 2021 along with interest of 11.50% per annum. Year end balance is Rs.6,20,71,000.00 (Previous year Rs.9,31,07,250.00)
- 6 Maharashtra State Co-op Bank (Soft loan - Rayat unit) loan availed Rs.14.55 Crores is repayable in 3 Yearly installments of Rs.4.85 crores commencing from May 2020 along with interest of 12.50% per annum. Year end balance is Rs.4,83,70,596.049 (Previous year Rs.9,70,00,000.00)
- 7 Maharashtra State Co-op Bank (Term Loan - Shahuwadi unit) loan availed Rs.37.00 Crores is repayable in 7 Yearly installments of Rs.5.29 crores commencing from June 2022 along with interest of 12.50% per annum. Year end balance is Rs.37,00,00,000/- (Previous year Rs.37,00,00,000/-)
- 8 The BDCC Bank Ltd & VDCC Bank Ktd (Soft loan - Kempwad Unit) loan availed Rs.35.47 Crores is repayable in 12 equal quarterly installments of Rs.2.96 crores commencing from Sept 2020 along with interest of 13.00% per annum. Year end balance is Rs.17,73,50,998/- (Previous year Rs.29,55,84,000/-)
- 9 HDFC Bank (Audi Car loan - Kempwad Unit) loan availed Rs.75 Lakh is repayable in 39 equal monthly installments of Rs.2.20 Lakhs (including interest) commencing from March 2020 along with interest of 08.25% per annum. Year end balance is Rs.29,29,727.51 (Previous year Rs.52,22,978.69)
- 10 ICICI Bank Ltd (Tractor Loan - Kempwad Unit) loan availed Rs.202.50 Lakh is repayable in 20 equal quaterly installments of Rs.10.13 Lakhs (including interest) commencing from March 2021 along with interest of 15.50% per annum. Year end balance is Rs.1,64,20,514/- (Previous year Rs.1,94,70,138/-)
- 11 HDFC Bank (Car loan - Kempwad Unit) loan availed Rs.57.78 Lakh is repayable in 39 equal monthly installments of Rs.1.66 Lakhs (including interest) commencing from Feb.2022 along with interest of 08.25% per annum. Year end balance is Rs.55,13,544.84 (Previous year Rs.NIL)
- 12 SVC Co-operative Bank Ltd Loan availed (co-generation) Rs. 52.00 crore is repayable in first 8 quartely installments of Rs. 50.00 lakhs and further next 24 quaterly installments of Rs.200.00 Lakhs) commencing from May 2022 alongwith interest @ 9.00% per annum. Year end balance is Rs.51,99,98,894.00 (previous Year Rs. NIL)
- 13 Bank of India (CESS Loan - Kempwad Unit) loan availed Rs.1000.00 Lakh is repayable in (6 Monthly installments of Rs.25.00 Lakhs commencing from April 2021 to Sept.2021 and 12 Monthly installments of Rs.70.83 Lakhs from October 2021) along with interest of 7.45% per annum. Year end balance is Rs.4,22,49,115.25 (Previous year Rs.9,99,07,084/-)
- 14 IREDA Loan availed (co-generation) Rs. 49.34 crore is repayable in 40 equal quartely installments of Rs. 123.35 lakh commencing from September 2013 alongwith interest @ 11.25% per annum. Year end balance is Rs.NIL (previous Year Rs. 10,20,57,400.00)
- 15 SDF (Expansion of Distillery) Loan availed Rs. 15.64 crore is repayable in 8 equal Half Yearly installments of Rs. 1,95,58,500/- commencing from February 2019 alongwith interest of 4.25% per annum. Year end balance is Rs NIL (previous Year Rs. 5,86,75,000.00)
- 16 SDF (Modernization cum expansion of Sugar Plant, Kempwad Unit) Loan availed Rs. 22.16 crore is repayable in 10 equal Half Yearly installments of Rs.2,16,72,000/- commencing from March 2022 alongwith interest of 4.25% per annum. Year end balance is Rs 19,95,04,795/- (previous Year Rs. 22,16,72,000/-)
- 17 IREDA Loan availed (28MW Co-generation) Loan availed Rs. 49.00 crore is repayable in 40 equal quartely installments of Rs. 145.00 lakh commencing from June 2020 alongwith interest @ 11.45% per annum. Year end balance is Rs.NIL (previous Year Rs.43,20,00,000/-)
- 18 SDF (90 KLPD Distillery- Shahuwadi Unit) Loan availed Rs. 37.82 crore is repayable in 8 equal Half Yearly installments of Rs.4,72,76,000.00 commencing from December 2020 alongwith interest of 3.40% per annum. Year end balance is Rs 23,63,80,000/-(previous Year Rs. 33,09,32,000/-)

Terms of Repayment for Unsecured Borrowings:

- 1 Interest Free Loan under Sales Tax Deferral Scheme is being availed from 2001-02 for a period of 10 years up to 2011 and will be repayable in 5 instalments on year to year basis from March 2012 to March 2016 (Balance outstanding 16,30,75,399.14/-). Deferred Liability for purchase Tax Loan - Total dues of Rs. 1630.75 lakh became due during March 2016. There is a case pending in high Court of Karanataka regarding export subsidy receivable from GOK and dues will settled after outcome of the case.
- 2 Unsecured Loans from Directors are long term loans and carry no interest.

Period of Default:

1 NIL

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 4: DEFERRED TAX LIABILITIES (NET)	As at 31/03/2022	As at 31/03/2021
A Deferred Tax Liabilities		
On difference between Written Down Value of assets as per Companies Act, 1956 and as per Income Tax Act, 1961	5,003.71	3,140.32
Sub-Total	5,003.71	3,140.32
B Deferred Tax Assets on Provision for employees benefit (Gratuity)		
Balance as per last Balance Sheet	176.53	62.19
Add : Addition during the year	218.02	114.35
Balance at the end of year	394.56	176.53
Sub-Total		
NET DEFERRED TAX LIABILITY	4,609.15	2,963.79
Total		

(₹ In Lakhs)

NOTE No. 5 : LONG TERM PROVISIONS	As at 31/03/2022	As at 31/03/2021
(a) Provision for Employee Benefits - Gratuity (employees not retiring within next 12 months)		
Balance as per Last Balance sheet	505.19	436.53
Add : Addition during the year	624.05	68.66
Balance at the end of the year	1,129.24	505.19
Total		

(₹ In Lakhs)

NOTE No. 6 : SHORT TERM BORROWINGS	As at 31/03/2022	Rs. as at 31/03/2021
Secured Borrowings		
Loans repayable on Demand - From Banks	35,250.65	37,635.62
Current maturities of Long Term Debts- Instalment due within 12 months		
Banks	4,336.00	4,328.15
Other Financial Institutions	1,388.86	2,631.76
Deferred Payment Liability for Purchase Tax Loan from Govt. of Karnataka	1,630.75	1,630.75
Unsecured Demand Loans- From Banks	34,879.90	35,839.59
Total	77,486.17	82,065.87

Secured Borrowings			
Nature of Loan	Nature of Security	Terms of Repayment	Period and Amount of Default
Warehouse house receipt/Pledge/Hypothecation Loans	Pledge of Sugar in Godowns &	Yearly renewable	No Default
Unsecured Borrowings			
All short term loans	-	Yearly renewable	No Default
All the secured & unsecured loans above are guaranteed by some of the directors.			

(₹ In Lakhs)

NOTE No. 7 : TRADE PAYABLES	Rs. as at 31/03/2022	Rs. as at 31/03/2021
(a) Micro and Small Enterprises (Refer Note No. 29)	133.52	61.91
(b) Due to Others		
Cane Bills Payable	13,422.08	16,714.66
H&T Bill Payable	3,867.97	1,219.16
Sundry Creditors	2,151.09	2,319.21
Total	19,574.66	20,314.94

There are no outstanding amounts payable beyond the agreed period to Micro and Small enterprises as required by MSMED Act, 2006 as on the Balance Sheet date to the extent such enterprises have been identified based on information available with the Company . In view of this there is no overdue interest payable.

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

NOTE No. 7 : TRADE PAYABLES (Contd.)

Trade Payable Ageing Schedule

(₹ In Lakhs)

Particulars	Outstanding for the following periods from due date of payments					Total
	Not Due	Less than 1 year	1-2 year	2-3 year	More than 3 year	
As at 31.03.2022						
(i) MSME		133.52	-	-	-	133.52
(ii) Others	9,057.94	9,906.21	47.27	38.69	378.28	19,428.40
(ii) Disputed dues - MSME		-	-	-	12.74	12.74
(ii) Disputed dues - Others		-	-	-	-	-
Total	9,057.94	10,039.73	47.27	38.69	391.03	19,574.66
As at 31.03.2021						
(i) MSME		61.91				61.91
(ii) Others	4,086.74	15,346.78	282.40	391.90	132.48	20,240.29
(ii) Disputed dues - MSME		-	-	12.74	-	12.74
(ii) Disputed dues - Others		-	-	-	-	-
Total	4,086.74	15,408.69	282.40	404.64	132.48	20,314.94

(₹ In Lakhs)

NOTE No. 8 : OTHER CURRENT LIABILITIES	As at 31/03/2022	As at 31/03/2021
Others		
Outstanding Expenses	629.86	575.71
EMD & Security Deposits payable	1,321.61	1,100.21
TDS Payable	219.81	109.30
GST, Excise, VAT, CST & ST payable	389.82	509.75
Advances from Customers	3,047.85	4,470.17
Land consideration payable	-	540.00
Salaries payable	3.99	3.99
Total	5,612.95	7,309.13

(₹ In Lakhs)

NOTE No. 9 : SHORT TERM PROVISIONS	As at 31/03/2022	As at 31/03/2021
Provision for Income Tax	958.50	488.57
Less : Advance Tax paid	675.00	400.00
Less: TDS receivable/MAT Credit Utilised	237.60	86.72
Total	45.90	1.85

Athani Sugars Limited
Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

Note 10: PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

(₹ In Lakhs)

Particulars	PROPERTY, PLANT AND EQUIPMENTS						Total Property, Plant and Equipments	Intangible Assets Computer Software	Total
	Land & Land Development	Plant & Equipment	Buildings	Lift Irrigation	Furniture and fixtures	Vehicles			
GROSS BLOCK									
Balance as on 01.04.2021	10,271.10	65,102.92	6,429.82	642.33	287.71	1,553.08	84,286.95	197.07	84,484.02
Additions during the year	60.52	1,278.21	5.11	-	39.49	139.30	1,522.63	2.33	1,524.96
Disposals/Deletions/reversal during the period		46.98	-	-		62.68	109.66	-	109.66
Balance as on 31.03.2022	10,331.62	66,334.15	6,434.93	642.33	327.20	1,629.69	85,699.91	199.40	85,899.31
ACCUMULATED DEPRECIATION/AMORTISATION									
Balance as on 01.04.2021	-	15,131.11	1,336.39	148.79	242.18	516.93	17,375.41	167.68	17,543.09
Adjustment on Deletion during period	-	25.37	-	-	-	58.54	83.91	-	83.91
Depreciation for the period	-	2,526.71	227.58	20.51	21.45	206.40	3,002.65	7.21	3,009.86
Balance as on 31.03.2022	-	17,632.45	1,563.97	169.30	263.63	664.80	20,294.14	174.89	20,469.03
NET BLOCK									
As on 31/03/2021	10,271.10	49,971.81	5,093.44	493.54	45.52	1,036.14	66,911.54	29.38	66,940.93
As on 31/03/2022	10,331.62	48,701.70	4,870.96	473.03	63.57	964.90	65,405.77	24.51	65,430.28
Work in Progress									
Work in Progress as on 31/03/2021									661.33
Work in Progress as on 31/03/2022									694.81

(₹ In Lakhs)

CWIP Ageing Schedule	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
As at 31.03.2022					
Projects in progress	274.57	13.09	26.04	41.41	355.10
Projects temporarily suspended	-	-	-	339.71	339.71
Total	274.57	13.09	26.04	381.12	694.81
As at 31.03.2021					
Projects in progress	15.62	120.52	107.33	78.15	321.62
Projects temporarily suspended	-	-	-	339.71	339.71
Total	15.62	120.52	107.33	417.86	661.33

CWIP Completion Schedule

(₹ In Lakhs)

CWIP whose completion is overdue or has exceeded its cost compared to its original plan;

CWIP Ageing Schedule	To be completed in			
	Less than 1 year	1-2 year	2-3 year	More than 3 year
As at 31.03.2022				
Project - Cogeneration	339.71	-	-	-
Project - 2	-	-	-	-
Total	339.71	-	-	-
As at 31.03.2021				
Project - Cogeneration	-	339.71	-	-
Project - 2	-	-	-	-
Total	-	339.71	-	-

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 11: NON CURRENT INVESTMENTS	As at 31/03/2022	As at 31/03/2021									
Investments (Non-trade, Unquoted) (Long Term, At Cost)											
a Investment in Equity Instruments											
1 Equity Shares of Sangli urban Co-op Bank Ltd, Sangli (216000 Shares of the face value of Rs. 10/- each)	21.60	21.60									
2 Equity Shares of Vishwanath Starch Industries Ltd (30000 Shares of the face value of Rs. 10/- each)	3.00	3.00									
3 Share of Krishna Co-Op.Credit Soc. Ltd. (50 Shares of the face value of Rs.100/- each)	0.05	0.05									
4 Equity Shares of Maharashtra State Co.Op. Bank (18804 Shares of the face value of Rs.1000/- each)	188.04	188.04									
5 Equity Shares of The Karnataka State Co-op Apex Bank Ltd (19 Shares of the face value of Rs.10,00,000/- each)	190.00	190.00									
6 Equity Share of Beereshwar Co-op Cr. Society Ltd. Examba (100 Shares of the face value of Rs.100/- each)	0.10	0.10									
7 Equity Shares of Belgaum DCC Bank Belgaum (1000 Shares of the face value of Rs.500/- each)	5.00	5.00									
8 Equity Shares of Kalyan Janata Sahakari Bank (100000 Shares of the face value of Rs.25/- each)	25.00	25.00									
9 Equity Shares of Vijayapur DCC Bank, Vijayapur (150000 Shares of the face value of Rs.100/- each)	150.00	150.00									
10 Equity Shares of TJSB Sahakari Bank Ltd (40 Shares of the face value of Rs.50/- each)	0.02	0.02									
11 Equity Shares of Janaseva Sahakari Bank Ltd (1000 Shares of the face value of Rs.100/- each)	1.00	1.00									
12 Equity Shares of SVC Co-operative Bank Ltd (100 Shares of the face value of Rs.25/- each)	0.03	0.03									
13 Equity Shares of Janata Sahakari Bank Ltd, Pune (2050 Shares of the face value of Rs.100/- each)	2.05	2.05									
b Investment in Partnership firm											
1 Capital in Krishna Agro Services, Vishnuannanagar	14.00	14.00									
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <th style="text-align: left;">Name of partner</th><th style="text-align: left;">Capital (Rs.)</th><th style="text-align: left;">Share</th></tr> <tr> <td>Sushant S Patil</td><td style="text-align: right;">6,00,000.00</td><td style="text-align: right;">30%</td></tr> <tr> <td>Athani Sugars Ltd</td><td style="text-align: right;">14,00,000.00</td><td style="text-align: right;">70%</td></tr> </table>	Name of partner	Capital (Rs.)	Share	Sushant S Patil	6,00,000.00	30%	Athani Sugars Ltd	14,00,000.00	70%		
Name of partner	Capital (Rs.)	Share									
Sushant S Patil	6,00,000.00	30%									
Athani Sugars Ltd	14,00,000.00	70%									
c Other Non current Investments											
1 Sovereign Goold Bond (Through Bank of India)	-	3.15									
Total	599.89	603.04									

(₹ In Lakhs)

NOTE No. 12 : LONG TERM LOANS AND ADVANCES (Unsecured & Considered Good)	As at 31/03/2022	As at 31/03/2021
Capital Advances	350.17	70.64
Deposit with Income tax Dept	67.97	67.97
Total	418.14	138.61

(₹ In Lakhs)

NOTE No. 13 : NON-CURRENT ASSETS	As at 31/03/2022	As at 31/03/2021
1 Mat Credit Entitlement Due	2,956.63	2,795.84
Add: MAT Credit Entitlement Due FY 2021-22	913.22	161.80
Total	3,869.85	2,957.64
2 Security Depsoits with Govt and Semi Govt Authorities	94.11	98.91
3 Preliminary Expenses	2.37	4.74
Total	3,966.33	3,061.28

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 14 : INVENTORIES (Lower of Cost or Net Realisable Value)	As at 31/03/2022	As at 31/03/2021
(a) Finished Goods (Other than Trading)		
Stock of Sugar, Molasses, Bagasse etc	44,988.02	47,362.34
Stock of ENA, Ethanol etc	960.03	3,408.91
(b) Stock of Raw Materials and Spares		
Stock of Stores and Spares	1,542.53	1,312.52
Stock of Molasses and SDS	3,542.48	2,644.92
Total	51,033.07	54,728.69

NOTE No. 15 : TRADE RECEIVABLES

Trade Receivable Ageing Schedule

(₹ In Lakhs)

Particulars	Outstanding for following periods from due date of payments						Total
	Not Due	Less than 6 Months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
As at 31.03.2022							
(i) Undisputed Trade receivables - considered good	-	5,294.92	20.04	103.36	31.01	132.73	5,582.06
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade receivables - considered good	-	-	-	-	1,171.67	-	1,171.67
(iv) Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Total	-	5,294.92	20.04	103.36	1,202.68	132.73	6,753.73
As at 31.03.2021							
(i) Undisputed Trade receivables - considered good	-	2,226.98	518.53	42.16	-	196.32	2,984.00
(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade receivables - considered good	-	-	-	1,171.67	-	-	1,171.67
(iv) Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Total	-	2,226.98	518.53	1,213.83	-	196.32	4,155.66

(₹ In Lakhs)

NOTE No. 16 : CASH AND CASH EQUIVALENTS	As at 31/03/2022	As at 31/03/2021
A Cash and Cash Equivalents:		
1 Cash in Hand	12.28	12.58
2 Balances with Bank in Current Accounts	1,759.62	1,141.24
	1,771.90	1,153.83
B Other Bank Balance		
1 Term Deposits in various Banks lien marked to obtain Bank Guarantees (Maturing within 3 to 12 months)	1,255.59	1,317.02
Total	3,027.48	2,470.85

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 17 : SHORT TERM LOANS AND ADVANCES (Unsecured and considered good)		As at 31/03/2022	As at 31/03/2021
a) Loan to Related Party		-	-
	Sub total	-	-
b) Loan & Advances to Others			
1 GST, Vat Receivable etc		568.92	469.57
2 Advance to Farmers for Cane Development		3,203.57	3,257.83
3 Advance to Employees		42.39	11.95
4 Other Advance		267.23	263.18
5 Loan to Ugaysinhrao Gaikwad SSK Ltd		8,092.61	7,417.65
6 Loan to Bhavani Khandsari Sugars Limited		526.79	526.79
7 Advance to Material & Service vendors		4,306.62	4,261.68
	Sub total	17,008.13	16,208.65
	Total	17,008.13	16,208.65

(₹ In Lakhs)

NOTE No. 18 : OTHER CURRENT ASSETS		As at 31/03/2022	As at 31/03/2021
EMD Receivable		6.25	6.24
Prepaid Expenses		164.76	89.66
Interest Receivable on Soft Loans		-	264.72
Export Subsidy Receivable from Central Government		-	5,492.64
Buffer Stock Int Subsidy Receivable		-	333.75
Income Tax Refund Receivable		8.59	79.74
	Total	179.60	6,266.76

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 19 : REVENUE FROM OPERATIONS	Year ended on 31/03/2022	Year ended on 31/03/2021
(a) Sales		
1 Finished Goods		
Sugar	64,077.47	69,198.22
Sugar-Exports	51,311.48	17,204.41
ENA/RS, Ethanol & Denatured Spirit	33,594.39	26,972.29
Power	8,841.68	5,037.48
2 By-products & others	1,834.36	1,371.02
Sub Total	1,59,659.38	1,19,783.41
(b) Other Operating Revenue		
Sale of Scrap & Others	131.24	70.21
Sugar Subsidy received	1,224.30	3,606.30
Commission Received	41.38	15.27
Sub Total	1,396.91	3,691.78
Total	1,61,056.29	1,23,475.19

(₹ In Lakhs)

NOTE No. 20 : OTHER INCOME	Year ended on 31/03/2022	Year ended on 31/03/2021
Insurance Claim Received	16.09	6.51
Bad debts recovered	2.78	1.80
Dividend Received	30.07	0.00
Interest on Bank Deposits and others	1,011.13	986.89
Profit received from Partnership Firm	(4.46)	0.13
Miscellaneous Receipts	103.26	80.74
Profit on on sale of Assets	31.13	1.39
Total	1,190.00	1,077.45

(₹ In Lakhs)

NOTE No. 21 : COST OF MATERIALS CONSUMED	Year ended on 31/03/2022	Year ended on 31/03/2021
Sugarcane		
Purchased	87,788.76	74,257.37
Harvesting and Transport of Sugarcane	23,635.14	19,841.92
Cane Purchase & Development Expenses	117.20	99.63
Other Raw Material		
Molasses	8,191.95	7,649.97
Coal	3,512.36	2,637.86
Bagasse	119.55	2.89
Special Denatured Spirit	26.53	5.80
Total	1,23,391.50	1,04,495.45

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 22 : INCREASE / DECREASE IN INVENTORIES	Year ended on 31/03/2022	Year ended on 31/03/2021
Finished Goods		
Opening Stock		
Sugar	43,658.29	37,026.59
Molasses	3,540.52	3,175.22
Bagasses	91.60	186.12
ENA/RS, Ethanol & Denatured Spirit	3,408.91	3,265.53
Others	71.93	82.68
Sub Total	50,771.25	43,736.14
Closing Stock		
Sugar	41,621.73	43,658.29
Molasses	2,593.11	3,540.52
Bagasse	681.62	91.60
ENA/RS, Ethanol & Denatured Spirit	960.03	3,408.91
Others	91.57	71.93
Sub Total	45,948.05	50,771.25
Increase (-) / Decrease (+) in Finished Goods	Total	4,823.20
		(7,035.11)

(₹ In Lakhs)

NOTE No. 23 : EMPLOYEE BENEFIT EXPENSES	Year ended on 31/03/2022	Year ended on 31/03/2021
Salary, Bonus, Ex-Gratia	5,074.78	4,003.53
Contribution to Provident Fund, Gratuity and other funds	316.30	262.02
Staff welfare expenses	27.38	16.60
Total	5,418.46	4,282.15

(₹ In Lakhs)

NOTE No. 24 : FINANCE COST	Year ended on 31/03/2022	Year ended on 31/03/2021
Interest Expenses		
Term Loan	2,238.29	2,946.94
Pledge Loan/WHR	3,908.63	4,139.57
Other borrowing costs(Processing charges)	224.55	129.40
Total	6,371.48	7,215.91

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

(₹ In Lakhs)

NOTE No. 25 : OTHER EXPENSES	Year ended on 31/03/2022	Year ended on 31/03/2021
A Manufacturing Expenses		
Consumption of stores & spares, chemicals	1,445.65	1,420.22
Power & fuel charges	366.88	359.74
Packing Expenses	1,562.44	861.17
Repairs and Maintenance		
Plant and Machinery	2,763.56	1,843.54
Buildings	245.35	142.59
Other Manufacturing Expenses		
Duties and Taxes	680.38	622.02
Other Misc Expenses	1,172.08	1,019.50
Sub Total	8,236.35	6,268.79
B Administrative Expenses		
Insurance Charges	132.20	88.00
Lease Rent Expenses	1,361.77	643.51
Rates & Taxes	283.31	158.80
Printing and Stationery	23.79	22.90
Travelling Expenses	31.34	24.98
Postage and Telephone Expenses	21.05	12.85
Consultancy Fees	89.82	63.50
Directors Sitting Fees	14.70	13.00
Payments to Auditors	1.75	1.75
Cost Audit Fees	2.50	2.50
Other Expenses	77.52	70.65
CSR Expenses	30.03	27.46
Sub Total	2,069.78	1,129.88
C Selling Expenses		
Advertisement and Sales Promotion	12.33	5.55
Commission and Brokerage	861.11	348.27
Sales Discounts and Freight & Forwarding	2,790.56	2,215.98
Sub Total	3,663.99	2,569.79
Grand Total	13,970.12	9,968.46

ATHANI SUGARS LIMITED

Notes forming part of Consolidated financial statements for the year ended on 31st March 2022

Note : 25a - Minority Interest as at 31/03/2022

(₹ In Lakhs)

1	Profit/(Loss)		22.79	Revenue Profit
		Total	Holding Interest	Minority Interest
		<u>100%</u>	<u>99.95%</u>	<u>0.05%</u>
2	Share Capital	2,935.00	2,933.50	1.50
3	Capital Profit	-	-	-
4	Revenue Profit			
	Profit and Loss	22.79	22.78	0.01
Minority Interest				1.51

Minority Interest as at 31/03/2021

(₹ In Lakhs)

1	Profit/(Loss)		10.06	Revenue Profit
		Total	Holding Interest	Minority Interest
		<u>100%</u>	<u>90%</u>	<u>10%</u>
2	Share Capital	15.00	13.50	1.50
3	Capital Profit	-	-	-
4	Revenue Profit			
	Profit and Loss	10.06	9.06	1.01
Minority Interest				2.51

Note No. 26: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

A) Accounting Convention

The consolidated financial statements are prepared under the historical cost convention and as per the accrual system of accounting and materially comply with the mandatory accounting standards specified and the relevant provisions of the companies Act, 2013.

B) Use of Estimates

The preparation of consolidated financial statements in conformity with general accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of financial statements and the results of operations during the year. Difference between the actual results and estimates are recognized in the year in which the results are known or materialized.

The Company is periodically reviewing possible impact of COVID-19 on it's business and the same are considered in preparation of financial statements for the year ended 31st March, 2022. Review includes internal & external factors as known to the Company up to the date of approval of these financial statements to assess and finalise the carrying amounts of its assets & liabilities.

C) Property Plant & Equipment and Depreciation

1. Property Plant & Equipment are carried at cost of acquisition or construction (inclusive of freight, duties, taxes, interest and expenses related to acquisition or construction) less accumulated depreciation.
2. Project development expenses incurred during construction period have been capitalized & allocated to various Property Plant & Equipment. The expenses incurred on incorporation of subsidiary company have been treated as preliminary expenses.
3. Depreciation & Amortization
 - a. Depreciation on Tangible Assets is provided on "Straight Line Method" as per Schedule II of the Companies Act, 2013 from 01.04.2014. Therefore with effect from 01.04.2014, the carrying value of assets as on 01.04.2014 is depreciated over the remaining useful lives.
 - b. Intangible Assets are amortized over a period of three years.

D) Revenue Recognition:

Revenue is recognized based on the nature of activity when consideration can be reasonably measured and there exists reasonable certainty of its recovery.

Revenue from Operations:

- Revenue from sale of finished goods is recognized when the substantial risks and rewards of ownership are transferred to the buyer under the terms of the contract. The major streams of revenue to the Company are sugar division, distillery division and power generation (Co-gen) division. Gross sales are inclusive of excise duty but excluding GST collected.
- Revenue from sale of power is recognized when the units generated are transmitted to the pooling station, in accordance with the terms and conditions of the power purchase agreement entered into by the Company with the purchasing parties.
- Other operational revenue represents income earned from the activities incidental to the business and is recognized when the right to receive the income is established as per the terms of the contract/subsidy scheme.

Other Income:

- Interest income is accrued at applicable interest rate using time proportion basis.
- Dividend income is accounted in the period in which the right to receive the payments is established.
- Other items of income are accounted as and when the right to receive arises.

E) Investments

Long term investments are carried at cost. No provision has been made for temporary diminution in the value thereof.

F) Inventories

Inventories are valued as stated below. In case of valuation of finished goods, cost includes cost of material, labour and appropriate production overheads and is net of GST input credit.

<u>Category of Inventory</u>	<u>Basis of Valuation</u>
1. Finished Goods	At Cost or net realizable value whichever is lower.
2. Stores and Spares	At Cost or net realizable value whichever is lower. Cost is generally arrived at on weighted average method.
3. Bye-products	At net realizable value.

G) Retirement benefits

Contribution to provident fund is made to Provident Fund Commissioner as per the Employees Provident Fund Act.

The Company has made provision for gratuity in the nature of defined benefit obligation on the basis of actuarial valuation as per AS 15. Since the liability has not been funded through a trust or insurer, there are no plan assets.

Liability for Gratuity is provided on actuarial basis for eligible employees. The details are as under;

Particulars	01/04/2021 to 31/04/2022 Rs in Lakhs
Changes in present value of Obligations	
Present value of obligation as at the beginning of the period	505.19
Acquisition adjustment	-
Transfer In / (Out)	-
interest cost	66.67
Past service cost	-
Current service cost	635.17
Curtailment Cost / (Credit)	-
Settlement Cost / (Credit)	-
Benefits paid	(37.65)
Actuarial (Gain) / Loss on obligations	(40.15)
Present value of obligation as at the end of the period	1129.24
Changes in fair value plan assets	-
Expense recognized in Statement of Profit & Loss	
Current service cost	635.17
Interest cost	66.67
Net actuarial losses / (gain)	(40.15)
Expense recognized in Statement of Profit & Loss	661.69
Financial Assumptions at the valuation date	
Discount Rate	7.10%
Expected rate of return on plan assets	-
Rate of increase in compensation levels	10%
Retirement age	58 years

H) Government Grants

Government grants and subsidies are recognized when there is a reasonable assurance that the company will comply with the conditions attached to them and the grants/subsidies will be received.

Government Grants in the form of Capital/Investment subsidy are treated as Capital Reserve. Grants which are in the nature of refundable interest-free loan from Government are shown as unsecured loan.

Export benefits, if any, are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

I) Borrowing Costs

Borrowing costs that are attributable to acquisition, construction or erection of qualifying fixed assets incurred during the period of acquisition or construction, are capitalized as part of the cost of the asset. Other borrowing costs are recognized as expenditure in the period in which they are incurred.

J) Segment Accounting

The company identifies primary segments based on the dominant source, nature of risks and returns and the internal organization 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.

Segment accounting policies adopted for segment reporting are in line with the accounting policies of the company.

K) Leases

As per the terms of lease agreement, the lease payments are recognized as an expense to the profit and loss account.

L) Taxes on Income

In accordance with the provisions of the Income tax Act 1961 current tax is determined at the amount of tax payable to the taxation authorities in respect of taxable income for the year.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefit 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 tax. Accordingly MAT is recognized as an asset in the balance sheet when it is highly probable that future economic benefit associated with it will flow to the company.

Deferred tax resulting from timing difference between book profits and tax profits is accounted for at the applicable rate of tax to the extent timing differences are expected to crystallize, in the case of deferred tax liabilities with reasonable certainty and in the case of deferred tax assets with virtual certainty that there would be adequate future taxable income against which deferred tax assets can be realized.

M) Impairment of Fixed Assets

The Company has reviewed the carrying costs of fixed assets and does not expect any loss on account of impairment.

N) Cash Flow Statement

Cash Flow Statement is prepared segregating the cash flows from operating investing and financing activities. Cash Flow from operating activities is reported using indirect method. Under the indirect method, the net profit 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
- Items of income or expense associates with investing or financing cash flows

Cash and cash equivalents for the purpose of cashflow statement comprises cash on hand, demand deposit with banks and fixed deposits with banks maturing within 3 months.

O) Earning/(Loss) per share

The basic earnings/(Loss) per share is computed by dividing the net profit/(Loss) attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The company has no potentially dilutive equity shares outstanding during the year.

Note No. 27: Principles of Consolidation:-

- A. The consolidated financial statements are based on the audited financial statements of Athani Sugars Limited (Holding Company) and Shivneri Sugars Limited (Subsidiary company)
- B. The financial statements of the holding company and its subsidiary have been combined to the extent possible, on line by line basis, by adding together like assets and liabilities. All significant intra-group balances have been eliminated on consolidation.
- C. The consolidated financial statements have been prepared using uniform accounting policies for the transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the parent company's financial statements.
- D. There is neither goodwill nor capital reserve on consolidation.
- E. Additional information, as required under schedule III to the companies Act, 2013.

Name of the Entity in the	Net Assets i.e. total assets minus total liabilities		Share of profit or loss	
	As % of consolidated Net Assets	(Rupees in Lakhs)	As % of consolidated profit & loss	(Rupees in Lakhs)
Parent Athani Sugars Limited	100.46%	27103.22	103.857%	3670.13
Subsidiary (Indian) Shivneri Sugars Limited	10.96%	2957.79	0.36%	12.73
Total Eliminations	-11.42%	-3081.24	-4.22%	-149.01
	100.000%	26979.77	100.000%	3533.84

Note. No. 28: Managerial Remuneration:-

	<u>2021-22</u>	<u>2020-21</u>
a) Remuneration to Managing Director (Rs in Lakhs)	51.88	54.48
b) Remuneration to Whole time Directors (Rs in Lakhs)	97.27	102.21
c) Sitting Fees to Directors (Rs in Lakhs)	14.70	13.00
Total Rs in Lakhs	<u>163.85</u>	<u>169.69</u>

The remuneration paid to Managing Director and other directors is within the limits of Section 197 of the Companies Act, 2013.

Note No. 29: Details of Payments to Statutory Auditors

	<u>2021-22</u>	<u>2020-21</u>
Audit Fees (Rs in Lakhs)	1.75	1.75

Note No. 30: Trade Payables (Creditors)

Based on the information so far obtained by the Company, payment to enterprises covered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) has been made within 45 days or contract terms whichever is lower and disclosure in accordance with section 22 of the MSMED Act is as under:

Particulars	31.03.2022 (Rs in Lakhs)	31.03.2021 (Rs in Lakhs)
Principal amount and Interest due thereon remaining unpaid to any supplier at the end of accounting year.	133.52	61.91
Interest paid by the Company in terms of Section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day during the accounting year.	NIL	NIL
The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act.	NIL	NIL
The amount of interest accrued and remaining unpaid.	NIL	NIL
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of this Act.	NIL	NIL

Note No. 31 : Contingent Liabilities not provided for

	<u>2021-22 (Rs.)</u>	<u>2020-21 (Rs.)</u>
Towards corporate guarantees	Rs. 3120 lakhs	Rs.3120 lakhs
Towards pending litigations	Rs. 4364 lakhs	Rs.1401 lakhs

Note No. 32 : Related Party Disclosure as per Accounting Standard 18**i) The list of related parties as identified by the management is as under****a) Promoters - all the Directors of the company****b) Key Management Personnel:-**

- (1) Shri. Shrimant B. Patil, Chairman (up to January 2020, there after Non Executive Chairman)
- (2) Shri. Shrinivas S. Patil, Managing Director
- (3) Shri. Yogesh S. Patil, Executive Director & CFO
- (4) Shri. Sushant S. Patil, Executive Director
- (5) Shri. Heramb V. Charati, Company Secretary

c) Subsidiary companies : Shivneri Sugars Limited**d) Partnership firm in which Director is a partner : Krishna Agro Services****ii) a) Transactions with related parties.**

Sl. No	Particulars	2021-22 (Rs in Lakhs)	2020-21 (Rs in Lakhs)
1	Sitting fees paid to the Directors	14.70	13.00
2	Remuneration to Directors		
	Shrimant B. Patil, Chairman	0.00	0.00
	Shrinivas S. Patil, MD	51.87	54.48
	Yogesh S. Patil, ED and CFO	48.63	51.11
	Sushant S. Patil, ED	48.63	51.11
	Heramb V Charati, CS	5.22	4.65

4	Profit/Loss(-) from partnership firm	-4.46	0.13
5	Loan taken from Directors	NIL	NIL
6	Repayment of Loans to Directors	NIL	141.00
7	Closing Balance of loans from Directors	10.75	10.75
8	Unsecured Loan given to subsidiary	633.54	16.01
9	Closing Balance of Unsecured Loan to subsidiary	NIL	2072.39

b) Transactions with related parties.

Sl. No	Particulars	Relationship	2021-22 (Rs in Lakhs)	2020-21 (Rs in Lakhs)
			Transaction Amt.	Transaction Amt.
	Sugar cane bill to directors and relatives			
1	Shrimant B Patil	Chairman	-	-
2	Ujwala Shrimant Patil	Wife of Chairman	89.46	42.23
3	Rajashree Shrinivas Patil	Wife of MD	52.89	40.65
4	Yogesh Shrimant Patil	Son of Chairman	41.53	27.80
5	Shubhangi Sushant Patil	Wife of ED-Sushant Patil	95.69	28.65
6	Uday Balasaheb Patil	Brother of Chairman	-	1.31
7	Sarjerao Balasaheb Patil	Brother of Chairman	13.24	4.25
8	Shrikant Pandit Patil	Brother of Director Ashok Patil	-	0.68
9	Padmakar Pandit Patil	Brother of Director Ashok Patil	1.33	1.65
10	Abdulabari Abdularazak Mulla	Director	8.52	9.51
11	Shrinivas S Patil	MD	32.79	22.49
12	Nagesh Uttam Patil	Son of Director Uttam Patil	3.78	2.77
13	Ushatai Maruti Patil	Sister of Chairman	-	0.66
14	Pallavi Y Patil	Wife of Yogesh Patil	17.10	30.75
15	Sushant S Patil	Son of Chairman	32.74	74.47
16	Meena Vishwanath Charati	Mother of CS	0.95	1.29
	Total		390.02	289.16
	H&T bill to directors and relatives			
1	Yogesh Shrimant Patil	Son of Chairman	19.42	12.02

Note No. 33: Earning per share.

	<u>2021-22</u>	<u>2020-21</u>
Profit/Loss after Tax (Rs)	: 3536.11 Lakh	1740.03 Lakh
Weighted average of No. of Shares	: 57121	57121
Earnings per Share (Rs)	: 6190.56	3046.21

Note No. 34: The figures for the previous year have been rearranged and reclassified so as to make them comparable with those of the current year.

Note No. 35: The Company has Pending litigations as below.

Sr. No.	Name of the statue	Nature of Dues	Amount involved (Rs in Lakhs)	Period (F.Y)	Forum
1	Article 226 & 227 of Constitution of India	Export Subsidy receivable	459.45	2011-12	High Court of Karnataka (Dharwad)
2	Central Excise Act, 1944	Excise Duty on Sale of Electricity	820.05	October 2012 to March 2016	Commissioner (Appeals) & Tribunal, Bangalore
3	Central Excise Act, 1944	Denial and recovery of CENVAT Credit of Edu & SHE Cess (along with interest and penalty) wrongly declared and got transferred through TRAN-1 declaration	53.69	2016-2017	Interest waive order partially allowed Confirms penalty, tribunal is not formed and pending to submit before the tribunal.
4	Income Tax Act, 1961	Income Tax	67.97	AY 2012-13	Appeal with CT(A)
5	GST Act, 2017	Demand of GST @ 18% on Sale value of ENA. SCN issue by JC Audit Belgaum division.	1790.90	July 2017 to March 2018	Writ Petition No. 105397/2021 submitted in Hon'ble High Court of Karnataka before Dharwad Bench. For interim stay & quashing the demand
6	The Electricity Act 2003	Demand of power export bills	1171.67	Nov.2016 to Dec.2016	KERC Bangaluru

The company is confident of getting the disputes resolved in its favor and hence does not foresee any financial outlay in this regard.

Note No. 36: The Board of Directors of the Company has appointed M/s. A. G. Anikhindi & Co., Cost Accountants, Kolhapur as Cost Auditors of Athani Sugars Ltd. for the financial year ended 31st March 2022 as required under the extant Rules.

The due date for receiving the Cost Audit Report from Cost Auditors for the financial year ended 31st March, 2022 is 180 days from the end of relevant financial year i.e. 27th September, 2022 or any extension thereof, if any, as per extant Rules. The cost audit is in progress and the report will be submitted to MCA within a specified period from the date of receipt. The company has received cost audit report for the financial year ended 31st

March 2021 on 12th Nov. 2021 (within extended due date) and the said report has been submitted to MCA on 6th Dec. 2021 by way of e-filing of form CRA-4.

Note No. 37: Disclosure pursuant to Accounting standard (AS) 17 “Segment Reporting”:**Rs in Lakhs.**

Particulars	Sugar		Power		Distillery		Un-allocated		Total	
	21-22	20-21	21-22	20-21	21-22	20-21	21-22	20-21	21-22	20-21
	Primary Segments(Business Segments)									
Segment Revenue										
External Sales	118,408.44	91,282.15	8,873.97	5,040.96	33,773.88	27,152.08			161,056.29	123,475.19
Inter-segment Sales	9,309.86	7,746.46	-	-	722.40	590.90			10,032.26	8,337.36
Total Revenue	127,718.30	99,028.61	8,873.97	5,040.96	34,496.28	27,742.98			171,088.55	131,812.55
Share of Revenue (%)	74.65%	75.13%	5.19%	3.82%	20.16%	21.05%			100.00%	100.00%
Segment Results										
Profit / (loss)	(3,341.78)	(3,769.89)	3,952.96	1,619.00	4,996.16	5,268.00	(361.92)	(553.29)	5,245.42	2,563.82
Segment Assets										
Net Block	33,132.55	33,634.84	18,206.16	18,679.50	14,786.39	15,287.92			66,125.09	67,602.26
	(Including Capital work in progress)									
Shares of Assets (%)	50.11%	49.75%	27.53%	27.63	22.36%	22.61%			100.00%	100.00%
Segment Liabilities	102,754.89	115,921.00	7,085.40	6,104.00	8,190.82	9,256.00	4,609.15	2,963.79	122,640.26	134,244.79
Share of Liabilities (%)	83.79%	86.35%	5.78%	4.55%	6.68%	6.89%	3.76%	2.21%	100.00%	100.00%

Note No.38: Additional Disclosures as per the Amendments in Schedule III of the Companies Act.

- The Company does not have any benami property, and no proceeding has been initiated against the Company for holding any benami property.
- The Company does not have any transactions with companies struck off.
- The Company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.
- The Company has not traded or invested in crypto currency or virtual currency during the financial year.
- The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or
 - provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

8. The Company is not declared willful defaulter by any banks or any other financial institution at any time during the financial year.
9. The company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with Companies (Restriction on Number of Layers) Rules, 2017.
10. No scheme of Arrangement has been approved by the competent authority in terms of sections 230 to 237 of the Companies Act, 2013
11. Title deeds of all immovable properties are held in the name of the Company.
12. The company has revalued its Property, Plant & Equipment as per the details given below & revaluation is based on the valuation by a registered valuer as defined under Rule 2 of the Companies(Registered Valuers and Valuation) Rules, 2017 –

Name of property	Date of revaluation	Name of Registered valuer	Value before revaluation Rs in Lakhs	Value after revaluation (on 31.03.2018) Rs in Lakhs
Land & Land development	29/12/2017	Shri. Shekhar L. Thite, Sangli	22.66	2408.00

13. Details of expenditure on corporate social responsibility activities as per Section 135 of Companies Act, 2013 read with schedule III are as below:

Sl. No.	Particulars	As at 31.03.2022	As at 31.03.2021
(a)	Amount required to be spent by the company during the year	Rs.29.10 Lakhs	Rs.12.38 Lakhs
(b)	Amount of expenditure incurred	Rs.30.03 Lakhs	Rs.27.46 Lakhs
(c)	Shortfall at the end of the year	NIL	NIL
(d)	Total of previous years shortfall	NIL	NIL
(e)	reason for shortfall	-	-
(f)	Nature of CSR activities	For promoting education	For promoting education
(g)	Details of related party transactions	NIL	NIL
(h)	Movement in Provision made with respect to liability incurred by entering into a contractual obligation	NIL	NIL

14. The company has been sanctioned working capital limits from banks or financial institutions on the basis of security of Stocks and the quarterly statements submitted by the company with such banks or financial institutions are in agreement with the books of account of the company.
15. The company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act 2013) either severally or jointly with any other person, that are (a) repayable on demand or (b) without specifying any terms of period of repayment.

16. Ratios:

Sl. No.	Particulars	FY 2021-2022	FY 2020-2021	Variance	Percentage change in ratio	Reason for variation
i	Current Ratio (Current Assets / Current Liabilities) No. of times	0.759	0.764	(0.005)	-0.64%	-
ii	Debt - Equity Ratio (Total Debt (Long term + Short term including current maturity)/ Share holders Equity) No. of times.	3.835	4.968	-1.133	-22.81%	-
iii	Debt Service Coverage Ratio ((Profit after tax+ DTLP+ Depreciation+ Interest Cost)/(TL Installment repaid + Interest Cost) No. of times.	1.224	0.957	0.268	27.99%	Improved due to increase in profit of the company.
iv	Return on Equity Ratio (Net Profit after tax / Share holders equity) Percentage	16.42	9.67	6.746	69.73%	Improved the profitability of the company during the year due to better sugar price realization.
v	Inventory turnover ratio (Revenue from Operations/ (Beginning Inventory + Ending Inventory)/2) No. of times	3.330	2.613	0.717	27.45%	The ratio has improved due to increase in total sales
vi	Trade Receivable turnover ratio [Net sales/(Closing Trade Receivable + Opening Trade receivables)/2) No. of times	29.526	37.851	-8.325	-21.99%	-
vii	Trade Payable turnover ratio (Net Credit Purchase)/ (Beginning + Ending)/2) No. of times	6.661	5.984	0.677	11.31%	-
viii	Net Capital turnover ratio Total Sales / Shareholders Equity. No. of times	6.79	6.11	0.673	11.01%	-
ix	Net profit ratio (Net Profit after Tax/ Total income) Percentage	2.178	1.397	0.781	55.91%	Increased income from operations and profit after tax.
x	Return on Capital employed (Earning before interest and tax/ Capital employed) Percentage	8.852	7.352	1.500	20.41%	-
xi	Return on investment (PAT / Total Assets) Percentage	2.370	1.121	1.249	111.43%	Improved return on investment is because of higher profit after tax earned during the year

As per our report of even date

M/s Bhosale Wangikar & Parrannawar
Chartered Accountants
FRN 101436W

For and on Behalf of the Board of Directors of
Athani Sugars Limited

B.D.Kulkarni; Wangikar
Partner
Membership No. 044614

Shrimant B. Patil
Non Executive Chairman
DIN No.00622368

Shrinivas Patil
Managing Director
DIN No.02807974

Yogesh S. Patil
Executive Director & CFO
DIN No.03560198

CS. Heramb V. Charati
Company Secretary
ACS40073

Place: Sangli
Date: 12th August, 2022

Place: Sangli
Date: 12th August 2022

Form AOC1

(Pursuant to first provision to sub-section (3) of section 129 read with rule 5 of companies (Accounts) Rule, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part A Subsidiaries

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

1	Sl. No.	01
2	Name of the subsidiary	Shivneri Sugars Limited
3	The date since when subsidiary was acquired	16.11.2016
4	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2021 to 31.03.2022
5	Reporting currency and exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Rupees in Lakhs
6	Share Capital	2,935.00
7	Reserves & Surplus	22.79
8	Total Assets	3,003.75
9	Total Liabilities	3,003.75
10	Investments	NIL
11	Turnover	41.38
12	Profit/(Loss) before taxation	17.44
13	Provision for taxation	4.72
14	Profit after taxation	12.73
15	Proposed dividend	NIL
16	Extent of shareholding (Percentage)	99.95%

Note:

1. The reporting period of subsidiary is from 1st April, 2021 to 31st March, 2022
2. The subsidiary has not declared any dividend during the financial year 2021-22

ATHANI SUGARS LIMITED

Regd. Office: Vishnuanna Nagar, Post: Navalihal-591234, Tal: Athani, Dt: Belagavi

CIN: U40109KA1995PLC017806

E-mail: info@athanisugars.com, Telephone: 08338-350100, 01 Fax: 08338-350103

Website: www.athanisugars.com

FORM No. SH-13

NOMINATION FORM

(Pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies
(Share Capital and Debentures) Rules, 2014)

To
Athani Sugars Limited
Vishnuannanagar,
Post : Navalihal – 591234,
Tal : Athani, Dist : Belagavi

I/We the holder(s) of the securities particulars of which are given hereunder wish to make nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such securities in the event of my/our death.

(1) PARTICULARS OF THE SECURITIES (in respect of which nomination is being made)

Nature of Securities	Folio No.	No. of Securities	Certificate No.	Distinctive No.

(2) PARTICULARS OF NOMINEE/S –

- (a) Name :
- (b) Date of Birth :
- (c) Fathers/Mothers/Spouses Name :
- (d) Occupation :
- (e) Nationality :
- (f) Address :
- (g) E-mail ID :
- (h) Relationship with the security holder :

(3) IN CASE NOMINEE IS MINOR –

- (a) Date of Birth :
- (b) Date of attaining majority :
- (c) Name of Guardian :
- (d) Address of Guardian :

(4) PARTICULARS OF NOMINEE IN CASE MINOR NOMINEE DIES BEFORE ATTAINING AGE OF MAJORITY –

- (a) Name :
- (b) Date of Birth :
- (c) Fathers/Mothers/Spouses Name :
- (d) Occupation :
- (e) Nationality :
- (f) Address :
- (g) E-mail ID :
- (h) Relationship with the security holder :
- (i) Relationship with minor nominee :

.....
Name of the Security Holder(s)

.....
Signature of Security Holder(s)

Signature of witness:.....
Name of witness:
Address:
Signature of Witness with name & Address

NOTE: The members are requested to fill up this Nomination form & send the same to this office. If you have given Nominee in the Share Application earlier then it is not necessary to fill up this form.