

SAGAR LIFE SCIENCES PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2023

	NOTES	FIGURES	FIGURES
		31.03.2023	31.03.2022
		(Rs. in thousand)	(Rs. in thousand)
<u>EQUITY AND LIABILITIES</u>			
Shareholder's Funds			
Share Capital	1	18842.84	17479.20
Reserve & Surplus	2	79626.39	60256.45
Total Equity		98469.23	77735.65
Non-Current Liabilities			
Long-Term Borrowings	3	114999.49	90305.03
Deferred Tax Liabilities	4	9179.99	6701.68
Total Non Current Liabilities		124179.48	97006.71
Current Liabilities			
Short-Term Borrowings	5	184619.33	76819.38
Trade Payable	6	168639.23	134408.47
Other Current Liabilities	7	5358.04	7879.38
Short-term Provisions	8	3050.99	5816.62
Total Current Liabilities		361667.59	224923.85
Total Liabilities		485847.07	321930.56
Total Equity and Liabilities		584316.30	399666.21
<u>ASSETS</u>			
Non-Current Assets			
Property, Plant & Equipment			
Tangible Assets	09	142617.05	103221.68
Capital Work in Progress		12579.40	231.96
Intangible Assets		0.00	0.00
Other Non Current Assets	10	6522.08	4812.93
Total Non Current Assets		161718.53	108266.57
Current Assets			
Inventories	11	144590.03	70437.02
Trade Receivables	12	243247.91	202564.73
Cash and Bank Balances	13	4648.57	5271.64
Short-term Loans and Advances	14	28375.45	12128.45
Other Current Assets	15	1735.81	997.80
Total Current Assets		422597.77	291399.64
Total Assets		584316.30	399666.21
Significant Accounting Policies and notes on Accounts	24		

The accompanying Notes are integral part of the Financial Statements

As per our report of even date Annexed

For AGRAWAL S. & CO. & CO. & CO.

Chartered Accountants

Firm Reg No. 093026C

ASHISH AGRAWAL

Partner

M. No. 420019

Place : ANKLESHWAR

Date : 23.08.2023

UDIN - 23420019BGYIUP2885

For SAGAR LIFE SCIENCES
PRIVATE LIMITED

RAJEEV GOEL TRIPTI GOEL

Director Director

DIN:01811748 DIN: 07277378

Date : 23.08.2023



SAGAR LIFE SCIENCES PRIVATE LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDING 31ST MARCH, 2023

	Notes	Year Ended 31.03.2023	Year Ended 31.03.2022
REVENUES			
Revenue from Operations	16	(Rs. In thousand) 642556.10	(Rs. In thousand) 572206.24
Other Income	17	411.38	3512.56
Total Revenues (I)		642967.48	575718.80
EXPENSES			
Purchase of Stock-in-Trade		213162.55	184852.59
Cost of Material Consumed	18	239541.51	201439.61
Changes in Inventories of Finished goods, Work-in-progress and Stock-in-trade	19	-47263.57	-16626.09
Employee Benefits Expenses	20	64753.87	43388.34
Power and Fuel	21	35357.60	29801.39
Other Expenses	22	86188.18	77818.29
Total Expenses (II)		591740.14	520674.13
Profit before Finance Cost, Depreciation Amortisation and Tax (I)-(II)		51227.34	55044.67
Finance Costs	23	20193.66	11784.15
Depreciation and Amortization	09	10184.30	8525.40
Profit before Tax		20849.38	34735.12
Tax Expenses			
Tax for Earlier Periods		757.51	151.59
Current Tax		2880.00	5100.00
Deferred Tax		2478.31	1530.49
Profit/(Loss) for the period		14733.56	27953.04
Earning per Equity Share of Rs.10/- per share Basic		Rs. 7.82	Rs. 15.99
Significant Accounting Policy and Notes on Accounts	24		

The accompanying Notes are integral part of the Financial Statements

As per our report of even date Annexed

For AGRAWAL S. LAL & CO.

Chartered Accountants

Firm Reg No. 004926C

ASHISH AGRAWAL

Partner

M. No. 420019

Place : ANKLESHWAR

Date : 23.08.2023

UDIN - 23420019BGYIUP2885

For SAGAR LIFE SCIENCES
PRIVATE LIMITED

RAJEEV GOEL TRIPTI GOEL

Director Director

DIN:01811748 DIN: 07277378

Date : 23.08.2023



SAGAR LIFE SCIENCES PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST, MARCH, 2023

Particulars	Year Ended	
	31.03.2023	31.03.2022
A. CASH FLOW FROM OPERATING ACTIVITIES	(Rs. In thousand)	(Rs. In thousand)
Net profit before taxes	20849.38	34735.12
Adjusted for :		
Non Cash/Non-Operating Income/Expenses :		
Depreciation and amortisation expenses	10184.30	8525.40
Finance Costs	20193.66	11784.15
Loss on Sale of Fixed Assets	0.00	517.60
Income considered separately :		
Profit on Sale of Fixed Assets	(61.99)	(2903.73)
Interest Income	(284.99)	(192.33)
Operating Profit before Working capital Changes	50880.36	52466.21
Adjustments for :		
Increase / (Decrease) in Trade Payables	34230.77	61199.29
Increase / (Decrease) in Other Current Liabilities and Provisions	(2521.34)	(1674.41)
Increase / (Decrease) in Short Term Provisions	(545.63)	349.25
(Increase) / Decrease in Security Deposits	290.78	(909.95)
(Increase) / Decrease in Inventories	(74153.01)	(20447.73)
(Increase) / Decrease in Trade Receivables	(40683.19)	(84317.11)
(Increase) / Decrease in Short term Loan and Advances	(19381.18)	2943.81
(Increase) / Decrease in Other Current Assets	(738.01)	1307.67
Cash (used in)/ generated from Operations	(52620.45)	10917.03
Less: Income Tax Paid	2723.33	8159.30
Net Cash (used in) / generated from Operating Activities (A)	(55343.78)	2757.73
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of Fixed Assets	(49617.67)	(35310.28)
Increase in Capital WIP	(12347.44)	5269.38
Increase in Investment	(1999.94)	(996.86)
Sale of Fixed Assets	100.00	13758.60
Interest Income	284.99	192.33
Net Cash (used in) / generated from Investing Activities (B)	(63580.06)	(17086.84)
C. CASH FLOW FROM FINANCING ACTIVITIES		
	1363.64	0.00
	4636.38	0.00
Proceeds/(Repayment) from Long Term Borrowing	32377.31	1928.70
Proceeds/(Repayment) from Short Term Borrowing	87483.43	2229.75
Proceeds/(Repayment) from Unsecured Loan	12633.67	9709.24
Finance Costs	(20193.66)	(11784.14)
Net Cash (used in) / generated from Financing Activities (C)	118300.77	2083.53
Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	(623.07)	(12245.57)
Add: Cash and Cash Equivalents at the beginning of the Year	5271.64	17517.21
Cash and Cash Equivalents at the end of the Year	4648.57	5271.64
Significant Accounting Policies and notes on Accounts	24	

The accompanying Notes are integral part of the Financial Statements

As per our report of **23.08.2023** Annexed

For AGRAWAL S. J. & CO. CHARTERED ACCOUNTANTS

Firm Reg No. 003026C

ASHISH AGRAWAL

Partner

M. No. 420019

Place : ANKLESHWAR

Date : 23.08.2023

For SAGAR LIFE SCIENCES PRIVATE LIMITED

Rajeev Goel
 RAJEEV GOEL
 Director

DIN:01811748

Date : 23.08.2023

Tripti Goel
 TRIPTI GOEL
 Director

DIN: 07277378



SAGAR LIFE SCIENCES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

	As at 31.03.2023	As at 31.03.2022
	(Rs. In thousand)	(Rs. In thousand)
1 Share Capital		
A. Authorised Share Capital:		
30,00,000 Equity Shares (Previous Year 30,00,000 Shares) of Rs. 10/- each	30000.00	30000.00
Issued, Subscribed and Paid-up Capital:		
1884284 Equity Shares (Previous year 1747920 Shares) of Rs. 10/- each	18842.84	17479.20
	18842.84	17479.20

Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of INR 10/- per share. Each holder of equity shares is having equal voting right. In the event of liquidation of the Company, the holders of equity shares 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.

B. Reconciliation of Shares outstanding at the beginning and at the end of years given below :

PARTICULARS	2022-23	2021-22
Equity Shares Outstanding at the beginning of the Year	1747920	1747920
Add: Equity Shares Issued during the Year (Refer Note)	136364	0
Less Equity Shares bought back/redeemed during the year	0	0
Equity Shares outstanding at the end of the year	1884284	1747920

The Company has issued 136364 Equity Shares at a premium of Rs. 34/- per share to its existing Shareholders during the FY 2022-23..

C. Details of shareholders holding more than 5% shares of the company as on reporting date are given below :-

Name of Shareholder	As at 31.03.2023		As at 31.03.2022	
	No. of Shares	% Holding	No. of Shares	% Holding
Ms. Tripti Goel	946107	50.21%	877925	50.23%
Ms. Raj Rani Goel	432600	22.96%	432600	24.75%
Mr. Viren Pradeep Mehta	161390	8.57%	53890	3.08%
Mr. Rajeev Goel	319522	16.96%	251340	14.38%

D. No shares have been allotted without payment of cash or by way of bonus shares during the period of Five years immediately preceding the balance sheet date.

E. Shares held by the Promoter of the Company are given below:-

Promoter Name	No. of Shares	% Of Total	(Figure in Nos.)
			% Change
Ms. Tripti Goel	946107	50.21%	(-) 0.02%
Ms. Rajeev Goel	319522	16.96%	2.58%
Ms. Neha Bajaj	20000	1.06%	(-) 0.08%
Mr. Viren Pradeep Mehta	161390	8.57%	5.49%

	As at 31.03.2023	As at 31.03.2022
	(Rs. In thousand)	(Rs. In thousand)
2 Reserves and Surplus		
A. Capital Reserve		
Balance as per last financial statement	685.64	685.64
Add: Capital Investment Subsidy	0.00	0.00
Closing Balance	685.64	685.64
B. Share Premium Account		
Balance as per last financial statement	11255.68	11255.68
Add: Premium on shares issued during the year	4636.38	0
Closing Balance	15892.06	11255.68
C. Profit & Loss Statement		
Balance as per last financial statement	48315.13	20362.09
Add : Profit during the Year	14733.56	27953.04
Closing Balance	63048.69	48315.13
Total Reserve and Surplus (A to C)	79626.39	60256.45



SAGAR LIFE SCIENCES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

3 Long-term Borrowings	Non Current portion		Current Portion	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
A. Secured Loan				
Term Loans From Bank (a)	32031.12	11528.09	22280.55	6741.71
GECL & CECF Loan from Bank (b)	13997.49	19875.43	5441.57	4526.34
Vehicle Loan from Bank (c)	2127.84	1280.64	952.38	501.43
	<u>48156.45</u>	<u>32684.16</u>	<u>28674.50</u>	<u>11769.48</u>
B. Unsecured Loan : (d)				
From Directors	22014.78	10659.78	0.00	0.00
From Shareholders/relatives/others	32029.00	23037.83	0.00	0.00
From Body Corporate	10666.73	18075.60	0.00	0.00
From Bank	2132.53	5847.66	6563.84	3152.35
	<u>66843.04</u>	<u>57620.87</u>	<u>6563.84</u>	<u>3152.35</u>
Total	114999.49	90305.03	35238.34	14921.83

(a) Term Loan is secured by Equitable mortgage of Leasehold Land, Building, hypothecation of Plant & Machinery Equipments. The same is also personally guaranteed by the Directors of the Company and their relatives. Term Loan aggregating Rs. 543.12 Lacs (including current maturity of Rs. 222.81 Lacs) is repayable in 3-6 years. The Term Loan includes the Term Loan related to M/s Rohan Chemicals which was taken over by the Company.

(b) GECL & CECF loan provided by bank as per guidelines and guarantee by the Central Government and Directors of the Company.

(c) Vehicle Loans are secured against hypothecation of specific vehicles acquired and are repayable in 3-4 years.

(d) Unsecured loans from Directors/Shareholders/Relatives/Body Corporate etc. are interest bearing and ordinarily repayable after 3 years. Unsecured Loan from Bank/financial institutions of Rs. 87.86 Lacs (including Current Maturity of Rs. 65.64 Lacs) is repayable in 2 years.

4 Deferred Tax Liabilities	As at	As at
	31.03.2023	31.03.2022
	(Rs. In thousand)	(Rs. In thousand)
A. Deferred Tax Liabilities		
Depreciation & Amortization Expenses	9179.99	6701.68
	<u>9179.99</u>	<u>6701.68</u>
B. Deferred Tax Assets	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
Net Amount (A-B)	<u>9179.99</u>	<u>6701.68</u>

5 Short Term Borrowings		
	31.03.2023	31.03.2022
Secured		
Cash Credit Loan (a)	149380.99	61897.56
Current Maturities of Long Term Debts :		
Term Loan	22280.55	6741.71
GECL & CECF Loan	5441.57	4526.34
Vehicle Loan	952.38	501.43
Unsecured Loan from Bank	6563.84	3152.34
	<u>184619.33</u>	<u>76819.38</u>

(a) Cash Credit Loan is secured by first charge by way of hypothecation on the entire stock of inventories, receivables, bills and other chargeable current assets of the company (both present & future) and extension of first mortgage/hypothecation charge on the entire fixed assets of the company. The same is also personally guaranteed by the Directors of the company.



SAGAR LIFE SCIENCES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

6 Trade Payables

Payable to Micro, Small and Medium Enterprises
Others

168639.23	134408.47
<u>168639.23</u>	<u>134408.47</u>

(a) The Company has not received information from any supplier about status as Micro, Small & Medium Enterprise, hence shown in Others.

**(b) Trade Payables ageing schedule
As at 31 March 2023**

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	127055.21	621.22	18.98	122.05	127817.46
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
Sub-total	127055.21	621.22	18.98	122.05	127817.46
MSME-undue	40196.73	625.04	-	-	40821.77
Others-undue	167251.94	1246.26	18.98	122.05	168639.23
Total					

As at 31 March 2022

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	133406.17	369.38	600.34	32.58	134408.47
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
Sub-total	133406.17	369.38	600.34	32.58	134408.47
MSME-undue	-	-	-	-	0.00
Others-undue	133406.17	369.38	600.34	32.58	134408.47
Total					

7 Other Current Liabilities

Duties & Taxes Payable
Salaries & Wages Payable
Advance from Customers

2222.92	4487.67
3132.49	3373.36
2.63	18.35
<u>5358.04</u>	<u>7879.38</u>

8 Short Term Provisions

Provision for Income Tax
Audit Fees Payable
Other Provisions

2880.00	5100.00
54.00	54.00
116.99	662.62
<u>3050.99</u>	<u>5816.62</u>



NOTES TO THE FINANCIAL STATEMENTS

SAGAR LIFE SCIENCES PRIVATE LIMITED

9 Property, Plant & Equipment
Tangible Fixed Assets

(Rs. In thousands)

S.No.	PARTICULARS	GROSS CARRYING AMOUNT			DEPRECIATION		NET CARRYING AMOUNT			
		Opening as on 01.04.22	Additions	Deletion	Total 31.03.22	Opening as on 01.04.22	For the year	Total 31.03.23	31.03.2022	31.03.2023
1	Leasehold Land	5656.35			5656.35	247.53	71.92	319.45	5336.91	5408.83
2	Plant & Machinery	78095.71	38866.04		116961.75	17942.65	5694.94	23537.59	93424.16	60253.06
3	Electric Installation	6407.21	3258.16		9665.37	1911.39	657.39	2568.78	7096.59	4495.82
4	Lab Equipments	4576.04	2075.76		6651.80	1005.20	537.30	1542.50	5109.30	3570.84
5	Factory Buildings	21020.15	2785.58		23805.73	1784.67	797.47	2582.14	21223.60	19235.49
6	Air Conditioner	950.74			950.74	211.03	167.52	378.55	572.19	739.71
7	Fire Extinguishers	114.64			114.64	27.51	7.26	34.77	79.87	87.13
8	Furniture & Fixtures	2498.59	64.47		2563.06	353.01	230.20	583.21	1979.85	2145.58
9	Office Equipments	481.57			481.57	100.20	66.61	165.81	315.76	381.37
10	Computer	2474.33	369.81		2844.14	1502.50	461.69	1964.19	879.96	971.94
11	Vehicles	10301.49	2197.85	760.13	11739.21	5445.65	1411.93	6135.46	5603.74	4855.93
12	D G Set	1280.00			1280.00	203.82	81.07	284.89	995.11	1076.18
	TOTAL	133856.82	49617.67	760.13	182714.36	30635.13	10184.30	40097.31	142617.05	103221.68
	Previous Year	109973.40	35310.28	11426.87	133856.82	22164.13	8525.40	54.40	30635.13	103221.68
										87809.27



SAGAR LIFE SCIENCES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

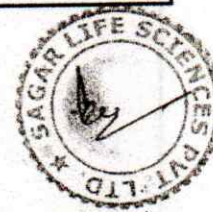
	As at 31.03.2023 (Rs. in thousand)	As at 31.03.2022 (Rs. in thousand)				
10 Other Non Current Assets						
Investment in Shares (Quoted/Unquoted)	2496.80	996.86				
Carbon Credit	500.00	0.00				
Security Deposits	3525.28	3816.07				
	6522.08	4812.93				
11 Inventories						
(As taken, valued and certified by the management) (Valued at Cost or Net Realizable Value whichever is lower)						
Raw Materials	50647.19	24052.06				
Packing Material	919.54	930.16				
Fuel	431.50	214.17				
Work in Process	29725.15	30807.72				
Stores and Spares	1010.24	922.62				
Finished Goods	61856.41	13510.27				
	144590.03	70437.02				
12 Trade Receivables						
Unsecured, considered good	243247.91	202564.73				
	243247.91	202564.73				
Trade Receivables ageing schedule						
As at 31 March 2023						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	196381.25	43734.83	2469.38	300.43	-	242885.89
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	0.00
(iii) Disputed Trade Receivables - considered good	-	-	28.91	3.54	329.57	362.02
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	0.00
(v) Unbilled dues	-	-	-	-	-	0.00
Total	196381.25	43734.83	2498.29	303.97	329.57	243247.91
As at 31 March 2022						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	201222.87	698.11	236.53	-	-	202157.51
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	0.00
(iii) Disputed Trade Receivables - considered good	-	-	24.78	280.99	101.45	407.22
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	0.00
(v) Unbilled dues	-	-	-	-	-	0.00
Total	201222.87	698.11	261.31	280.99	101.45	202564.73
13 Cash & Bank Balances						
Balance with Bank:						
Current Account			171.65	9.49		
BOB Cash Credit (Dr. Balance)			95.88	1139.39		
FDR (Pledged with Bank as margin against LC)			4290.19	4090.00		
Cash in Hand			90.85	32.76		
			4648.57	5271.64		
14 Short Term Loans & Advances						
(Unsecured and considered good)						
Advance for Expenses			185.61	25.55		
Advance to Suppliers			603.81	761.07		
Advance for Capital Goods			11277.58	0.00		
Advance Income Tax (A.Y. 2009-10)			1227.00	1227.00		
Advance Income Tax (A.Y. 2010-11)			2318.00	2318.00		
Advance Income Tax & TDS			4200.15	7334.33		
Other Advances			427.80	0.00		
Duties & Taxes Recoverable			8135.50	462.50		
			28375.45	12128.45		
15 Other Current Assets						
Prepaid Expenses			1315.89	478.06		
Accrued Interest			170.67	123.48		
Rebate Claim Receivable			249.25	396.26		
			1735.81	997.80		



SAGAR LIFE SCIENCES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

	Year Ended 31.03.2023	Year Ended 31.03.2022
	(Rs. In thousand)	(Rs. In thousand)
16 Revenue from Operations		
Sale of products	637661.31	564688.64
Scrap Sales	1521.39	1010.43
Job Work Income	3373.40	6507.17
Net Revenue from Operations	642556.10	572206.24
17 Other Income		
Interest Income	284.99	192.33
Export Incentives	0.00	317.84
Exchange Gain (Net)	63.70	0.00
Profit on Sale of Fixed Assets	61.99	2903.73
Insurance Claim	0.00	66.21
Profit on Sale of Raw Material	0.70	28.87
Misc. Balances Written Back	0.00	3.58
	411.38	3512.56
18 Cost of Materials Consumed		
A. Raw Material :		
Opening Balance	24052.08	19579.65
Add: Purchases	260109.79	200178.67
	284161.87	219758.32
Less: Closing Balance	50647.19	24052.08
Consumption (A)	233514.68	195706.24
B. Packing Material :		
Opening Balance	930.16	925.09
Add: Purchases	5229.18	4439.90
	6159.34	5364.99
Less: Closing Balance	919.54	930.16
Consumption (B)	5239.80	4434.83
C. General Stores :		
Opening Balance	922.62	965.94
Add: Purchases	874.65	1255.22
	1010.24	922.62
Less: Closing Balance	787.03	1298.54
Consumption ©	222.81	-375.92
Total Material Consumption (A to C)	239541.51	201439.61
19 Changes in Inventory of Finished Goods, Work in Process & Stock in trade		
Opening Stock :		
Work in Process	30807.72	8745.64
Finished Goods	13510.27	18946.26
	44317.99	27691.90
Less: Closing Stock		
Work in Process	29725.15	30807.72
Finished Goods	61856.41	13510.27
	91581.56	44317.99
	-47263.57	-16626.09
20 Employees Benefit Expenses		
Salaries & Wages	55122.26	40411.87
Bonus	1228.10	1012.18
Contribution to P.F.	1658.41	997.56
Staff Welfare Expenses	6745.10	966.73
	64753.87	43388.34
21 Power & Fuel		
Fuel	21057.87	19219.95
Electricity Expenses	14299.73	10581.44
	35357.60	29801.39



SAGAR LIFE SCIENCES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

	Year Ended 31.03.2023	Year Ended 31.03.2022
	(Rs. In thousand)	(Rs. In thousand)
22 Other Expenses		
Manufacturing Expenses:		
Water Charges	479.26	479.22
Direct Production Expenses	4145.85	6847.93
Repair & Maintenance	17922.04	25637.78
Testing Expenses	172.81	158.86
Lab. & R&D Expenses	1435.66	427.16
Freight Inwards	4011.15	3166.34
Administrative, Selling & Distribution Expenses:		
Advertisement	269.95	114.36
Sludge Disposal Expenses	15799.99	8506.27
Freight & Forwarding Expense	8052.05	8509.71
Foreign Exchange Loss (Net)	3339.82	573.23
Export Handling & Demurrage Expenses	54.61	193.94
Donation	763.00	782.50
Insurance Expenses	1973.55	1389.99
Loading & Unloading Expenses	552.49	373.26
Legal & Professional Expense	9982.14	3159.40
Membership & Subscription	600.80	685.20
Misc. Expenses	1852.41	774.38
Payment to Auditors' Fees -(a)	60.00	60.00
Postage & Courier	286.57	347.31
Printing & Stationery	480.35	209.72
Rates & Taxes	136.78	88.64
Rent	605.57	709.22
Interest/Late Fees/Penalty	35.46	952.83
GST Expenses	629.45	15.50
Bill Discounting Charges	1028.81	522.34
Telephone Expense	287.54	173.31
Travelling & Conveyance	3021.23	1844.99
Vehicle Expenses	1144.18	983.60
Loss on Sale of Fixed Assets	0.00	517.60
Staff Recruitment Expenses	574.53	543.53
Sales Promotion	2779.25	30.12
Sales Commission	3710.88	5960.12
Misc. Balance W/off	0.00	3079.92
	86188.18	77818.29
(a) Details of Auditors' Remuneration		
Statutory Auditors:		
For Statutory Audit	40.00	40.00
For Tax Audit	15.00	15.00
For Other Matters	5.00	5.00
	60.00	60.00
23 Finance Costs		
Interest Expense :		
To Cash Credit Loan	8053.02	4851.49
On Term Loan	4718.61	3052.80
On Car Loan	152.09	202.24
Others	6093.55	2831.59
Bank Charges	1176.39	846.03
	20193.66	11784.15



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24. Significant Accounting Policies and Notes on Accounts

24.1 Nature of Operation

The company is engaged in manufacturing/trading of Pharma Intermediates/Chemicals. The Company is a Private Limited Company incorporated in India having its Registered Office and Works at Plot No. 3124, 3125 and 3045, GIDC Industrial Estate, Panoli, Ankleshwar (Gujarat).

24.2 SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- i) The financial statements have been prepared to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.
- ii) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as adopted by the company.
- iii) Accounting Policies not specifically referred to other wise are consistent with the generally accepted accounting principles followed by the Company.

b) USE OF ESTIMATES

The preparation of financial statements requires estimates, judgments and assumptions to be made that affect the application of accounting policies and reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Accounting Estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in the estimates are made as the management becomes aware of the changes in circumstances surrounding the estimates. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

c) PROPERTY, PLANT & EQUIPMENT :

Property, Plant & Equipment are stated at Cost less depreciation provided thereon till date. Costs comprises of purchase price, taxes, duties, freight and other incidental expenses directly attributable and related to acquisition and installation of the concerned assets and are further adjusted by the amount of VAT/CENVAT/GST credit availed wherever applicable. In respect of setting up of project and expansion, related preoperational expenses are also capitalized and included in costs.

The Company depreciates property, plant & equipment over their estimated useful lives of the assets estimated by the management and in the manner prescribed in Schedule II of the Companies Act, 2013 using the Straight Line Basis Method. Leasehold rights are amortized proportionately for lease period. Depreciation Methods, Useful Lives and residual values are reviewed periodically, including at each financial year end.



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Cost of Assets not put to use before such date are disclosed under 'Capital Work in Progress'. Subsequent Expenditure relating to property, plant & equipment are capitalized only when it is probable that the future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs & Maintenance Cost are recognized in the Net Profit in the Statement of Profit & Loss when incurred.

The Cost and the related accumulated depreciation are eliminated from the Financial statements upon Sale or retirement of the assets and the resultant Gains or losses are recognized in the Statement of Profit & Loss.

The Carrying amount of the assets are reviewed at each Balance Sheet date, if there is any indication of Impairment, an Impairment Loss is recognized whenever the carrying amount of the assets exceeds its recoverable amount.

d) **INVESTMENT :**

Investment are stated at their cost plus accrued interest wherever applicable.

e) **INVENTORIES :**

(i) **Basis of Valuation**

The inventories other than the Scrap materials are valued at lower of cost or market realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Inventory of Scrap material have been valued at net realizable value. Cost is determined on average basis and wherever required appropriate overheads are taken into account.

(ii) **Method of Valuation**

1. Cost of Raw Materials has been determined by using Weighted Average cost method and comprises all cost of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.
2. Cost of Finished Goods and Work-In Progress has been determined by using Weighted Average Cost method. It includes direct labour and an appropriate share of fixed and variable overheads.
3. Cost of Traded Goods has been determined by using Weighted Average cost method and comprises all cost of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventories to their present location and condition.
4. Net Realisable Value is the estimated Selling Price in the ordinary course of business, less estimated cost of completion and estimated costs necessary to make the sale.

e) **FOREIGN CURRENCIES :**

The Functional Currency of the Company is Indian Rupee. These Financial Statements are presented in Indian Rupee (rounded off to nearest rupee in thousand).

Transactions in foreign currency are accounted in the functional currency at exchange rate prevailing on the date of transaction. Monetary items denominated in Foreign Currency as at the Balance Sheet date are translated into the relevant functional



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currency at exchange rate in effect at the Balance Sheet Date. Exchange Gains or losses resulting from such translations are recognized as income or expense in the period in which they arise. However, any exchange gains/losses related to Fixed Assets are capitalized in the respective assets.

f) REVENUE RECOGNITION

(i) Sale of Goods:

Revenue from the Sale of Goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of goods and is measured at consideration received/receivable, net of returns and allowances, discounts, volume rebates and Cash discounts. Revenue is usually recognized when it is probable that economic benefits associated with the transaction will flow to the entity, amount of revenue can be measured reliably and entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

(ii) Rendering of Services

Revenue from Service related activities is recognized as and when services are rendered and on the basis of contractual terms with the parties.

(iii) Interest Income

Interest Income is recognized on time basis taking into account the amount outstanding and the applicable interest rates and is disclosed in 'other income'.

g) TAXATION :

Tax Expense for the year comprises of Current Tax and deferred tax.

(i) Current Tax

Current Income Tax for Current and Prior periods are measured at the amount expected to be paid to or recovered from taxation authorities in accordance with the Income Tax Act, 1961 and the Income Computation & Disclosure Standards (ICDS) enacted in India by using the Tax Rates and the Tax Laws that are enacted at the reporting date.

(ii) Deferred Tax

Deferred Tax is recognized, subject to prudence on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods in compliance with Accounting Standard -22 "Accounting for Taxes On Income" issued under Companies Accounting Standard Rules, 2006 notified by Central Government.

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

The Carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.



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Deferred Tax Assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on the tax rates (and tax laws) that have been enacted at the reporting date.

The Company has ascertained Deferred Tax Liability as at 31.03.2023 of Rs. 9179988/- which has been provided for.

h) BORROWING COST :

Borrowing costs include Interest and other costs incurred in connection with the borrowing of funds and charged to Statement of Profit & Loss on the basis of effective interest rate.

Borrowing Costs directly attributable to the acquisition, construction or production of an asset that takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset.

i) PROVISIONS :

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best management estimates.

j) CONTINGENT LIABILITIES :

A Contingent Liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle an obligation. A contingent liability also arises when there is a liability that cannot be recognized because it cannot be measured reliably.

The contingent liabilities are not provided for in the accounts but mentioned in notes to the accounts.

24.3 NOTES ON ACCOUNTS:

- a) The confirmation of various balances from debtors, creditors, loans and advances are still awaited. In the opinion of management, the current assets, Loans & Advances are approximately of the value stated, if realized in ordinary course of business.
- b) Contingent Liability & Commitments :
 - i) The claims against the Company not acknowledged as debt is Nil.
 - ii) Estimated amount of contract remaining to be executed on capital account and not provided for is Rs. Nil.



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- c) The figures for the current period have been rounded off to the nearest thousand unless otherwise stated.
- d) The company has not recognized gratuity as none of the employees has completed the minimum period of service.
- e) Earning per Share (EPS) of Rs. 10/- each :

	As at 31.03.2023 (Amt in Rs.)	As at 31.03.2022 (Amt in Rs.)
Profit for the period (Rs.)	14733561	27953045
No. of Basic Equity Shares	1884284	1747920
Face Value per Share	10.00	10.00
Basic EPS	Rs. 7.82	Rs. 15.99

f) Related Party Disclosures :

(Amt.Rs. in thousand.)

S.No.	Transaction	Year ended	
		2022-23	2021-22
01.	Mr. Rajeev Goel (Director)		
	Salary	12000.00	5400.00
	Unsecured Loan accepted	25099.00	2850.00
	Unsecured Loan Repayment	25418.00	1896.45
	Closing Balance (Net) – Loan	2529.78(Cr.)	2848.78 (Cr.)
02.	Mrs. Raj Rani Goel (Relative of Director)		
	Interest	199.99	139.30
	Unsecured Loan accepted	8400.00	1050.00
	Unsecured Loan Repayment	9239.00	15130.00
	Closing Balance – Loan	100.63(Cr.)	759.64 (Cr.)
03.	Ms. Tripti Goel (Director)		
	Salary	2400.00	2400.00
	Unsecured Loan accepted	23874.00	3000.00
	Unsecured Loan Repayment	12200.00	3300.00
	Closing Balance - Loan	11985.00(CR.)	311.00 (Cr.)
04.	Mr. Viren P. Mehta (Director)		
	Unsecured Loan Accepted	4000.00	500.00
	Unsecured Loan Repayment	4000.00	
	Closing Balance - Loan	7500.00(Cr.)	7500.00 (Cr.)
05.	Ms. Neha Bajaj (Relative of Director)		
	Interest	85.62	84.66
	Unsecured Loan Repayment	0	500.00
	Closing Balance - Loan	1028.22(Cr.)	951.16
06.	Rajeev Goel (HUF) (Director is Karta of Relative HUF)		
	Interest	731.24	435.27
	Unsecured Loan Accepted	7500.00	900.00
	Unsecured Loan Repayment	8350.00	1650.00
	Closing Balance – Loan	4502.59(Cr.)	4694.48 (Cr.)
07.	Rajeev Chlorides & Carbonics P. Ltd. (Director having significant influence in Relative Company)		
	Purchases	2948.35	-



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	Sale of Goods	17420.00	-
	Interest	134.59	766.07
	Unsecured Loan Accepted	0	-
	Unsecured Loan Repayment	4975.00	3950.00
	Closing Balance - Loan	721.73(Cr.)	5575.60 (Cr.)
08.	G P Chemicals (Director having significant influence in Relative Firm)		
	Sale of Goods	46242.80	86277.10
	Purchases	861.22	800.00
09.	Mansu Chemical Industries P. Ltd (Common Director)		
	Sale of Goods	0	220.98
	Sale of Land	0	13580.60
	Purchase of Goods	3360.60	786.42
	Unsecured Loan Accepted	29945.00	-
	Unsecured Loan Repayment	20000.00	-
	Closing Balance	9945.00(Cr.)	-

g) Information related to foreign exchange transactions etc.:

A.F.O.B Value of Exports by the Company made during the year :-

(Amt. in Rs. thousand)

<u>2022-23</u>	<u>2021-22</u>
32839.01	53676.20

Note: The above Figures includes Deemed Export Sales to SEZ Units.

B. C.I.F. Value of Imports by the Company (Excluding imported items purchased locally)

:

	<u>2022-23</u>	<u>2021-22</u>
Raw Materials	100423.97	43250.80
Trading Goods	6662.65	5581.78

C. Expenditure in Foreign Currency during the year:

	Year Ended 31.03.2023	Year Ended 31.03.2022
Raw Material Purchase	100816.09	48717.77
Trading Goods Purchase	7625.16	8520.49
Service Expenditure	1044.24	-

D. Value of Raw Materials and Packing Materials consumed during the year ended

	Value (Rs.)		Percentage (%)	
	2022-23	2021-22	2022-23	2021-22
Raw Materials				
Imported	123163.33	43420.58	52.74%	22.19%
Indigenous	110351.35	152285.65	47.26%	77.81%
Total	233514.68	195706.23	100%	100%
Packing Material				
Indigenous	5239.80	4434.83	100%	100%



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h) Ratio Analysis

S. No.	Particulars	Numerator	Denominator	Ratios		% change	Reason for Variance for >25%
				31.3.2023	31.03.2022		
1	Current Ratio	Current Assets	Current Liabilities	1.17	1.30	-9.81	NA
2	Debt Equity Ratio	Total Debt	Shareholder's Equity	3.04	2.15	41.53	Due to New Debts taken for Expansion
3	Debt Service Coverage Ratio	Earning available for debt service	Debt service	1.36	1.71	-20.77	NA
4	Return on Equity Ratio	Net Profit after tax	Average Shareholder's Equity	16.72	43.84	-61.86	Due to lower Earnings
5	Inventory Turnover Ratio	Sales	Average Inventory	17.05	35.26	-51.64	Due to Increase in Inventories Held
6	Trade Receivable Turnover Ratio	Sales	Average Trade Receivables	2.88	3.57	-19.19	NA
7	Trade Payable Turnover Ratio	Purchases	Average Trade Payables	3.16	3.76	-15.95	NA
8	Net Capital Turnover Ratio	Sales	Working Capital	10.55	8.61	22.52	NA
9	Net Profit Ratio	Net Profit	Sales	2.29	4.89	-53.06	Due to Lower Earnings
10	Return on Capital Employed Ratio	Earning before interest and tax	Capital Employed	10.08	18.49	-45.50	Due to Increase in Debts for Expansion and Lower Profit before Interest & Tax
11	Return on Investment Ratio	Earnings on Investments	Average Investment	NA	NA		NA



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i) Disclosure under Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act, 2006") is as under:

Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED) which came into force from 2 October 2006, certain disclosure are required to be made relating to Micro, Small and Medium Enterprises. The below information regarding Micro, Small and Medium Enterprises has been determined as the Company has not received any information from the suppliers about their status as Micro, Small and Medium Enterprises. The same has been relied upon by the auditors.

	March 31, 2023 (INR)	March 31, 2022 (INR)
i) The principal amount and interest due thereon remaining unpaid to any supplier as the end of each accounting year;	-	-
ii) The amount of interest paid by the buyer in terms of Section 16, along with the amount of the payment made to the supplier Beyond the appointed day during each accounting year;	-	-
iii) The amount of interest due and payable for the period 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;	-	-
iv) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid the small enterprises, for the purpose of disallowance as a deductible expenditure under section 23.	-	-

k) The GST Input Tax Credit/Output Liability and any additional liability on account of reconciliation & final assessment by the competent authorities shall be accounted for on reconciliation/assessment.

l) The Company has taken over the Assets and Liabilities of M/s Rohan Chemicals (Prop: Ms. Tripti Goel) w.e.f. 15.09.2015 at Book Values and the Company has issued 323920 equity shares in consideration of Net Assets. As such, the assets and liabilities of M/s Rohan Chemicals stands transferred in the name of Company from that date even they may be appearing in their former name.

m) The previous year figures have been reclassified/regrouped to make them comparable with the current year figures to the extent possible.

n) Other Statutory Information :

A. The Company do not have any Benami property where any proceedings have been initiated or pending against the Company for holding any Benami property.

B. The Company do not have any transactions with Companies struck off.



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- C. The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- D. The Company have not traded or invested in Crypto currency or Virtual currency during the financial year.
- E. The Company have 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 :
 - (i) 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
 - (ii) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- F. The Company have 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 Company shall :
 - (i) 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).
 - (ii) Provide any guarantee, security or the like on behalf of the Ultimate beneficiaries.
- G. The Company does not have any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year under tax assessments under the Income Tax Act, 1961 (such as search or survey) or any other relevant provisions of the Income Tax Act, 1961.

Signature to Notes 01 to 24

As per our report of even date Annexed

For AGRAWAL S LAL & CO.

For SAGAR LIFE SCIENCES PVT. LTD.

Chartered Accountants

Firm Regn. No. 064026C

ASHISH AGRAWAL

Partner

M. No. 420019

Place : Ankleshwar

Date : 23.08.2023

(RAJEEV GOEL)

Director

DIN: 01811748

Date : 23.08.2023

(TRIPTIGOEL)

Director

DIN: 07277378

