



**INDEPENDENT AUDITOR'S REPORT  
 TO THE MEMBERS OF SBC EXPORTS LIMITED  
 Report on the Audit of the Standalone Financial Statements Opinion**

We have audited the accompanying standalone financial statements of **SBC Exports Limited ("the Company")**, which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and loss, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

Attention is invited to note no- 15 stating that no actuarial valuation is done for determination of company's liabilities on account of gratuity and leave encashment of employees. Our report is not qualified in this respect in the absence of any estimate on this account.

**Key Audit Matters**

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

| Key audit matters  | How our audit addressed the key audit matter  |
|--|---|
| <b>Transition to Ind AS accounting framework</b>   |   |
| The company has adopted Ind AS from 1 April 2018 with an effective date of 1 April 2017 for such transition. For periods up to and including the year ended 31.03.2018, the company had prepared and presented its financial statements in accordance with the erstwhile generally | Read the Ind AS impact assessment performed by the management and the result changes made to the accounting policies considering the requirements of the new framework.<br><br>Evaluated the exemptions and exceptions allowed by the Ind AS and applied by the |





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|--|--|
| <p>accepted accounting principles in India (Indian GAAP). To give effect of the transition to Ind AS, these financial statements for the year ended 31 March 2021, together with the comparative financial information for the previous year ended 31 March 2020 and the transition date Balance Sheet as at 1 April 2018 have been prepared under Ind AS.</p> <p>The Transition has involved significant change in the Company's policies and process for financial reporting, including generation of supportable information and applying estimates to inter alia determine impact of Ind AS on accounting and disclosure requirements prescribed under extant Reserve Bank of India (RBI) directions.</p> <p>In view of the complexity involved, Ind AS transition and the preparation of financial statements subsequent to the transition date have been area of key focus in our audit.</p> | <p>Management in applying the first time adoption principles of the Ind AS 101 in respect of fair valuation of assets and liabilities as at transition date.</p> <p>Tested the accounting adjustments posted as at the transition date and in respect of the previous year to convert the financial information reported under erstwhile Indian GAAP to Ind AS.</p> <p>Tested the disclosures prescribed under Ind AS.</p> |
|--|--|

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

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

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Management's Responsibility for the 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, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring





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

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

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

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

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

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

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant





deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore, the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### Report on Other Legal and Regulatory Requirements

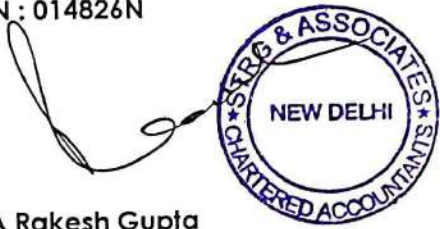
1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required 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 including Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standard specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended 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, if any, on its financial position in its standalone financial statements.
    - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.



- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the company for the financial year ended March 31, 2021.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For STRG & Associates  
Chartered Accountants  
FRN : 014826N



CA Rakesh Gupta  
M No. 094040  
UDIN :- 21094040AAAAEV6850  
Place New Delhi  
Date 16.06.2021



**ANNEXURE – A**  
**Reports under the Companies (Auditor's Report) Order, 2016 (CARO 2016) for the year**  
**ended on 31st March 2021**

To,

**The Members of SBC EXPORTS LIMITED**

We report that:-

| Sl. No. | Comment Required on                | Auditor's Opinion on Following Matter   | Auditor's Remark   |
|---------|------------------------------------|---|--|
| (i)     | Fixed Assets                       | a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets?  | The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.                                       |
|         |                                    | b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of accounts? | Fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.                     |
|         |                                    | c) Whether the title deeds of immovable properties are held in the name of the company? If not, provide the details thereof.  | YES  |
| (ii)    | Inventory                          | Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account?                      | Physical verification of inventory has been conducted at reasonable intervals by the management.   |
| (iii)   | Loans Secured or Unsecured Granted | Whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under section 189 of The Companies Act, 2013? if so,                                    | The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained u/s 189 of the companies Act-2013. |
|         |                                    | a) Whether the terms and conditions of the  |  |



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|-------|--|--|--|
|       |  | grant of such loans are not prejudicial to the company's interest?   |  |
|       |  | b) Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular?  |  |
|       |  | c) If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest?   |  |
| (iv)  | Loan to director and investment by the company | In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof.  | While doing transaction for loans, investments, guarantees, and security provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.   |
| (v)   | Public Deposits                                | In case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable, have been complied with? If not, the nature of such contraventions be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not? | The company has not accepted any Deposits.   |
| (vi)  | Cost Accounting Records                        | Whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained?   | In our opinion and according to the information & explanations received from the management, the maintenance of cost records have not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 in respect of the activities carried on by the company. |
| (vii) | Statutory Compliance                           | a) Whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year  | The company is regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales, tax wealth tax, service tax, custom duty, excise duty. Cess and other statutory dues applicable to   |





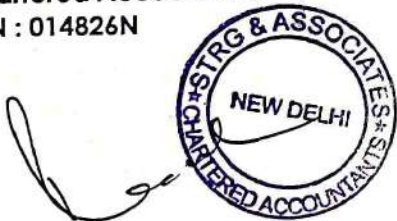
|        |   |   |  |
|--------|---|---|--|
|        |   | concerned for a period of more than six months from the date they became payable, shall be indicated?   | the Company with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable. |
|        |   | b) Where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute) | There is no dispute with the revenue authorities regarding any duty or tax payable.  |
| (viii) | Loan from Banks/ Financial Institution            | Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and government, lender wise details to be provided)                        | The company has not defaulted in repayment of dues to financial institution, or a bank.  |
| (ix)   | Application of Money Received from Equity or Loan | Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification? if any, as may be applicable, be reported.                               | The Company has not applied term loans for the purposes other than for which those are raised  |
| (x)    | Fraud Reporting                                   | Whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year? If yes, the nature and the amount involved is to be indicated;  | Based on our audit procedures and the information and explanation made available to us no such fraud noticed or reported during the year.  |
| (xi)   | Managerial Remuneration                           | whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same.   | Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.  |
| (xii)  | Nidhi Company - Compliance with Deposits          | Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1:20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability?  | As per information and records available with us The company is not Nidhi Company.   |





|        |   |  |  |
|--------|---|--|--|
| (xiii) | Related Party Transactions                      | Whether all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards?   | Yes , All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards. |
| (xiv)  | Issue of Share Capital and use of Amount Raised | Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance? | No Company has not made any preferential allotment or private placement of Shares or fully or partly convertible debenture during Financial Year 2020-21.  |
| (xv)   | Transaction with Director                       | Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with?   | The company has entered into any non-cash transactions with directors or persons connected with him and the provisions of section 192 of Companies Act, 2013 have been complied with.  |
| (xvi)  | Registration from RBI                           | Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained?   | The company is not required to be registered under section 45-IA of the Reserve Bank of India Act.   |

For STRG & Associates  
Chartered Accountants  
FRN : 014826N



CA Rakesh Gupta  
M No. 094040  
UDIN :- 21094040AAAAEV6850  
Place New Delhi  
Date 16.06.2021



**"Annexure B"**

**To the Independent Auditor's Report of even date on the Standalone Financial Statements of  
SBC EXPORTS LIMITED.**

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

We have audited the internal financial controls over financial reporting of **SBC EXPORTS LIMITED** as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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.

**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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon 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 (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 Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issues by the Institute of Chartered Accountants of India.

**For STRG & Associates**  
**Chartered Accountants**  
**FRN : 014826N**



**CA Rakesh Gupta**  
**M No. 094040**  
**UDIN :- 21094040AAAAEV6850**  
**Place New Delhi**  
**Date 16.06.2021**



**M/S SBC Exports Limited**  
**Significant Accounting Policies and Notes to Accounts**

**BACKGROUND**

M/s SBC Exports Limited ("The Company") is a listed Company and was incorporated in India on **18<sup>th</sup> day of January 2011** under the Company's Act 1956. The Company is engaged in the Trading and Manufacturing of Garments, Manpower Supply Services & Tour Operator Services.

**A. SIGNIFICANT ACCOUNTING POLICIES**

**1. Basis of Accounting**

The financial statements for the year ended 31.03.2021 have been prepared and presented in accordance with Indian accounting standards (Ind AS) as notified by MCA vide notification G.S.R. 365(E) Dated 30.03.2016 with comparative for previous years ending 31.03.2020 to facilitate the comparison of current year financials previous year. The effect of conversion of financials based on Companies Accounting Standards Rules 2006 to Ind AS has been recognized and disclosed in the financials in a manner so that the effect of conversion is perceived on current year's assets/liabilities and /or income /expenses

Previous year figures have been regrouped/ rearranged, wherever necessary to make them comparable with figures of current year.

**2. Revenue Recognition**

Revenue is recognized on accrual basis to the extent it is probable that economic benefits shall flow to the organization.

**3. Expenses Recognition**

Expenses are recognized on accrual basis

**4. Fixed assets**

**Tangible Assets**

Fixed assets (if any) are stated at cost of acquisition less accumulated depreciation and impairment losses, if any. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

**Intangible Assets**

Company is not having any intangible assets during the year 2020-21.

**5. Depreciation**

Depreciation is provided on a written down value on the basis useful life specified in Schedule II to the Companies Act, 2013. Depreciation is charged on a pro-rata basis for assets purchased/ sold during the year. Depreciation is charged from the date the asset is ready to use or put to use, whichever is earlier. In respect of assets sold, depreciation is provided up to the date of disposal.

**6. Investments**

Investments are classified into current investments and non-current investments, current investments are carried at lower of cost and fair value and provisions are made to recognize the decline in the carrying value. Non Current Investments are stated at cost. Provision for diminution in the value of non-current investments is made only if such decline is other than temporary, in the opinion of the management.



On disposal of an investment, the difference between the carrying amount and the disposal proceeds, net of expenses, is recognized in the profit and loss statement. When disposing of a part of the holding of an individual investment, the carrying amount allocated to that part is determined on the basis of the average carrying amount of the holding of the investments.

**7. Inventories**

Inventories are valued at the Net Realizable Value. Cost of inventories comprises all cost of purchase, and other costs incurred in acquiring the inventories. Further the inventories are valued on FIFO basis.

**8. Income Tax Expense**

Provision for Income tax expense is determined as the amount of tax payable in respect of taxable income for the year and in accordance with the Income-tax Act, 1961.

**9. Deferred Tax**

Deferred Tax is recognized on timing difference between taxable and accounting income that originates in one period and is capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date.

**10. Employee Benefits:**

Company has not made any Provision for liability of future payment of gratuity in the current year and has not obtained actuarial valuation report as there is no employee who is associated with the company for Five years or more.

Further, no provision has been made for leave encashment benefits, as the company does not have a policy of encashing leaves of employees.

ESIC & EPF: Company has complied with the requirement of ESIC and EPF with respect to employees employed by company for working with other bodies externally under agreement with the company.

**11. Leases**

Lease rentals in respect of operating lease arrangements are recognized as an expense in the profit & loss account on accrual basis.

**12. Earnings per share**

The earnings considered in ascertaining the Company's earnings per equity share comprises the net profit after tax. The number of shares used in computing basic & diluted EPS is the weighted average number of equity shares outstanding during the year.

**13. Provisions & Contingencies**

a provision is recognized when the company has a present obligation as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation.

**14. Segment reporting**

Based on the guiding principles given in Indian Accounting Standard 108 " **Operating Segments**". Ind-AS 108 follows the management approach to **Segment Reporting**, the Company is engaged in the Trading and Manufacturing of Garments, Manpower Supply Services & Tour Operator Services in different States, the risk and reward are different and as such there are three business and geographical segments.





| (Amount In Lakhs.)                      |                 |                 |                 |                          |
|---|-----------------|-----------------|-----------------|--------------------------|
| Particulars                             | Uttar Pradesh   | Delhi           | Jharkhand       | Total                    |
| <b>1.Segment Revenue</b>                |                 |                 |                 |                          |
| 1.Garment Manufacturing & Trading       | 4670.559        | 315.091         | -               | <b>4985.650</b>          |
| 2. IT & Manpower Supply                 | 1246.775        | 5606.260        | 1029.205        | <b>7882.240</b>          |
| 3.Tour& Travelling Operator             | -               | 118.900         | -               | <b>118.900</b>           |
| <b>(A)Total Revenue From Operations</b> | <b>5917.334</b> | <b>6040.250</b> | <b>1029.205</b> | <b><u>12986.790-</u></b> |
| <b>Other Unallocable Income</b>         |                 |                 |                 |                          |
| 1.Commission                            | -               | -               | -               | .140                     |
| 2.Discount                              | -               | -               | -               | .016                     |
| 3.Interest                              |                 | -               | -               | 45.090                   |
| 4.Misc.                                 |                 | -               | -               | 3.235                    |
| <b>(B)Total Other Income</b>            | <b>-</b>        | <b>-</b>        | <b>-</b>        | <b><u>48.481</u></b>     |
| <b>Total (A+B)</b>                      |                 |                 |                 | <b><u>13035.271</u></b>  |

| Segment Results  | Profit / (Loss) (Before Finance Cost unallocable Expenditure and Tax) |
|--|---|
| 1.Garment Manufacturing & Trading  | 185.240   |
| 2. IT & Manpower Supply  | 359.537   |
| 3.Tour& Travelling Operator  | -24.640   |
| <b>Profit / (Loss) (Before Finance Cost unallocable Expenditure and Tax) Amount (In Lakhs)</b> | <b><u>520.137</u></b>   |
| Finance Cost   | 134.515   |
| Other Unallocable Expenditure Net of Unallocable Income  | 131.695   |
| <b>Total Profit before Tax and Adjustment of Comprehensive Income</b>                          | <b><u>253.927</u></b>   |
| Tax Expenses (Income Tax & Deferred Tax)   | 70.360  |
| <b>Profit after Tax</b>  | <b>183.764</b>  |
| <b>Segment wise Assets/ Liabilities</b>  |   |
| <b>Segment Assets</b>  |   |
| 1.Garments Manufacturing & Trading   | 4942.750  |
| 2. IT & Manpower Supply  | 1520.280  |
| 3.Tour& Travelling Operator  | 29.980  |
| <b>Total Segment Assets</b>  | <b>6493.010</b>   |
| Un-allocable Assets  | 1135.294  |
| <b>Total Assets</b>  | <b><u>7628.304</u></b>  |
| <b>Segment Liabilities</b>   |   |
| 1.Garments Manufacturing & Trading   | 946.346   |
| 2. IT & Manpower Supply  | 2642.135  |
| 3.Tour& Travelling Operator  | 13.703  |
| <b>Total Segment Liabilities</b>   | <b>3602.184</b>   |
| Un-allocable Assets  | 4026.120  |
| <b>Total Liabilities</b>   | <b>7628.304</b>   |

"Unallocated Corporate Expenses" include revenue and expenses that relate to initiatives/costs attributable to the enterprise as a whole.



### 15. Foreign Exchange Transactions

There are no foreign exchange transactions during the year.

### 16. Related Party Disclosure

| Description of Relationship<br>Name of Related Party   |   |
|--|---|
| Key Managerial Personnel   | Deepika Gupta W.T.D(Appointed on 18.01.2011)<br>Dheerendra Kuma Gupta Ex. M.D ( Appointed on 18.01.2011 Demise 20.5.2020)<br>Govindji Gupta (Appointed on 22.06.2020)<br>Hari Om Sharma (Appointed on 16.11.2018)<br>Mukesh Bhatt (Appointed on 16.11.2018) |
| Directors  | Akshat Gupta (Appointed on 10.12.2018)<br>Vinod Kumar(Appointed on 10.12.2018)<br>Manupriya Mishra(Appointed on 10.12.2018)<br>AmitJaiswal (Appointed on 10.12.2018)<br>Manish Gupta(Appointed on 10.12.2018)<br>Govindji Gupta (Appointed on 22.06.2020)   |
| Relatives of Key Managerial Personnel  | Gaurav Gupta<br>Sarika Gupta<br>Govindji Gupta<br>Sudeshwar Kumar Gupta   |
| Entities in which key Management Personnel or relatives of Key Management Personnel holds substantial Interest/Common Control/Significant Influence/Controlling Interest | SBC Finmart Limited<br>SBC Infotech Limited<br>SBC Micro finance<br>Dimension Metals Pvt. Ltd.  |

#### Transaction with Related parties:-

|   | For the year ended<br>31 <sup>st</sup> March<br>2021 | For the year ended<br>31 <sup>st</sup> March<br>2020 |
|---|--|--|
| <b>I. Entities in which key Management Personnel or relatives of Key Management Personnel holds substantial Interest/Common Control</b> | <b>NIL</b>   | <b>NIL</b>   |
| <b>II. Transaction with Key Management Personnel &amp; Director</b>   |  |  |
| <b><u>Dheerendra Kumar Gupta</u></b><br>-Directors Remuneration   | 38,500/-   | 6,60,000/-   |
| <b><u>Deepika Gupta</u></b><br>- Directors Remuneration   | 9,46,200/-   | 9,96,000/-   |
| <b><u>Govind ji Gupta</u></b><br>-Directors Remuneration  | 4,95,000/-   | -  |
| <b><u>Mukesh Bhatt</u></b><br>- Salary  | 1,04,639/-   | 4,17,000/-   |
| - Advance Against Salary  | 20,000/-   | 70,000/-   |
| - Advance Recovered   | 10,000/-   | 46,664/-   |
| <b><u>Hari Om Sharma</u></b><br>- Salary  | 6,66,500/-   | 4,20,000/-   |
| - Advance Against Salary  | -  | 70,000/-   |
| - Advance Recovered   | -  | 46,664/-   |





| III Transaction with Relatives Key Management Personnel |               |               |
|---|---------------|---------------|
| <b>GARVIT INTERNATIONAL</b>                             |               |               |
| Goods Purchase  | NIL           | 68,72,775/-   |
| Goods Sale  | 1,72,91,827/- | NIL           |
| Amount Paid   | 18,20,500/-   | 57,95,367/-   |
| Amount Received   | 1,37,60,000/- | NIL           |
| Outstanding   | 37,78,253/-   | 10,77,408/-   |
| <b>SBC FINMART</b>                                      |               |               |
| Advance Amount Paid                                     | 78,16,721/-   | 20,05,200/-   |
| Amount Received   | 87,10,703/-   | 11,11,218/-   |
| Outstanding   | NIL           | 8,93,981/-    |
| <b>MR. GOVIND JI GUPTA</b>                              |               |               |
| Advance Amount Paid                                     | 1,02,94,559/- | 1,49,16,898/- |
| Amount Received   | 1,02,94,559/- | 1,49,16,898/- |
| <b>MRS. DEEPIKA GUPTA</b>                               |               |               |
| Advance Amount Paid                                     | 47,42,768/-   | 46,00,000/-   |
| Amount Received   | 47,42,768/-   | 46,00,000/-   |
| <b>MR. DHEERENDRA KUMAR GUPTA</b>                       |               |               |
| Advance Amount Paid                                     | -             | 6,12,000/-    |
| Amount Received   | -             | 6,12,000/-    |

### Balances outstanding with the Related parties

| Particulars   | For the year ended<br>31st March 2021 | For the year ended<br>31st March 2020 |
|---|---------------------------------------|---------------------------------------|
| <b>I. Key Management Personnel &amp; Director</b>   |                                       |                                       |
| <u>Dheerendra Kumar Gupta</u>   | NIL                                   | 55,000/-                              |
| - Remuneration Outstanding  |                                       |                                       |
| <u>Deepika Gupta</u>  | 1,49,364/-                            | 83,000/-                              |
| - Remuneration Outstanding  |                                       |                                       |
| <u>Govind Ji Gupta</u>  | 1,05,818 /-                           | NIL                                   |
| - Remuneration Outstanding  |                                       |                                       |
| <u>Mukesh Bhatt</u>   | 35,000/-                              | 40,000/-                              |
| - Salary Outstanding  | 10,000/-                              | 23,336/-                              |
| - Advance Against Salary Outstanding  |                                       |                                       |
| <u>Hari Om Sharma</u>   | 60,000/-                              | 35,000/-                              |
| - Salary Outstanding  | -                                     | 23,336/-                              |
| - Advance Against Salary Outstanding  |                                       |                                       |
| <b>II Entities in which key Management Personnel or relatives of Key Management Personnel holds substantial Interest / Common Control</b> |                                       |                                       |
|   | NIL                                   | NIL                                   |
| <b>III Relatives of Key Management Personnel</b>  |                                       |                                       |
|   | NIL                                   | NIL                                   |

For **STRG & ASSOCIATES**  
Chartered Accountants  
FRN: 014826N

(CA Rakesh Gupta)  
Partner  
M. No. 094040  
UDIN:- 21094040AAAAEV6850

Place New Delhi  
Date 16/06/2021

For and on behalf of Board of Directors of  
**SBC Exports Limited**

For SBC Exports Limited  
*Govind Ji Gupta*  
Director/  
Director  
DIN - 01632764



For SBC Exports Limited

*Deepika Gupta*  
Director/Auth. Signatory  
Director  
PIN - 03319765

For SBC Exports Limited

*Hari Om Sharma*  
Company Secretary  
Company Secretary

**SBC EXPORTS LIMITED**  
**CIN: L18100UP2011PLC043209**  
**BALANCE SHEET AS AT 31ST MARCH 2021**

| Particulars                                     | Note No. | As at<br>March 31, 2021 | As at<br>March 31, 2020 |
|---|----------|-------------------------|-------------------------|
| <b>ASSETS</b>                                   |          |                         |                         |
| <b>Non-Current Assets</b>                       |          |                         |                         |
| a) Property Plant & Equipments and Intangible A | 1        | 44,940,276              | 38,151,660              |
| b) Deferred Tax Assets (Net)                    | 2        | 1,952,980               | 1,230,704               |
| c) Other Non-Current Assets                     |          |                         |                         |
| d) Non Current Investment                       | 3        | 3,859,575               | 4,257,384               |
| <b>Current Assets</b>                           |          |                         |                         |
| a) Inventories                                  | 4        | 302,925,145             | 110,003,705             |
| b) Trade Receivables                            | 5        | 301,440,800             | 221,481,465             |
| c) Cash and Cash Equivalents                    | 6        | 28,901,167              | 38,079,043              |
| d) Short-Term Loans and Advances                | 7        | 48,269,488              | 91,226,878              |
| e) Other Current Assets                         | 8        | 30,540,954              | 22,040,991              |
| <b>Total</b>                                    |          | <b>762,830,386</b>      | <b>526,471,830</b>      |
| <b>EQUITY &amp; LIABILITIES</b>                 |          |                         |                         |
| <b>Shareholders' Funds</b>                      |          |                         |                         |
| - Share Capital                                 | 9        | 105,820,000             | 105,820,000             |
| - Reserves & Surplus                            | 10       | 118,920,312             | 100,543,904             |
| <b>Non-Current Liabilities</b>                  |          |                         |                         |
| a) Long Term Borrowings                         | 11       | 47,449,978              | 45,694,468              |
| <b>Current Liabilities</b>                      |          |                         |                         |
| a) Short-Term Borrowings                        | 12       | 43,892,552              | 23,338,755              |
| b) Trade Payables                               | 13       | 360,218,434             | 230,135,374             |
| c) Other Current Liabilities                    | 14       | 78,539,656              | 13,759,821              |
| d) Short-Term Provisions                        | 15       | 7,989,454               | 7,179,509               |
| <b>Total</b>                                    |          | <b>762,830,386</b>      | <b>526,471,830</b>      |

See accompanying notes to the financial statements  
The Notes referred to above, form an integral part of the Balance Sheet

For STRG & Associates.  
Chartered Accountant  
FRN : 014826N

(CA Rakesh Gupta)  
Partner  
M. No.094040  
UDIN:- 21094040AAAAAEV6850

Place: New Delhi  
Date : 16.06.2021

For and on behalf of board of Directors of  
SBC Exports Limited

For SBC Exports Limited

Deepika Gupta  
Director/Auth. Signatory  
Managing Director  
DIN 01632764

Mukesh Bhatt  
Chief Financial Officer

For SBC Exports Limited

Deepika Gupta  
Director/Auth. Signatory  
Whole Time Director  
DIN 03319765

For SBC Exports Limited

Hari Om Sharma  
Company Secretary



**SBC EXPORTS LIMITED**  
CIN: L18100UP2011PLC043209  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021**

| Particulars   | Note No. | As at                       |                   | As at                       |
|---|----------|-----------------------------|-------------------|-----------------------------|
|   |          | 31-Mar-21                   |                   | 31-Mar-20                   |
| <b>INCOME</b>   |          |                             |                   |                             |
| Revenue From Operations   | 16       | 1,923,342,871               | 1,095,493,317     |                             |
| Less:- Branch Transfer  |          | <u>624,663,316</u>          | <u>93,329,291</u> | 1,002,164,026               |
| Net Revenue From Operations   |          | 1,298,679,555               |                   | 1,002,164,026               |
| Other Income  | 17       | 4,848,216                   |                   | 1,511,269                   |
| <b>Total Income</b>   |          | <u><u>1,303,527,771</u></u> |                   | <u><u>1,003,675,295</u></u> |
| <b>EXPENSES</b>   |          |                             |                   |                             |
| Cost of Material Consumed   | 18       | 1,827,866,123               | 982,398,044       |                             |
| Less:- Branch Transfer  |          | <u>624,663,316</u>          | <u>93,329,291</u> | 889,068,753                 |
| Net Cost of Material Consumed   |          | 1,203,202,807               |                   | 889,068,753                 |
| Changes in Inventory  | 19       | (39,295,307)                |                   | (9,067,861)                 |
| Employee Benefits Expenses  | 20       | 50,801,118                  |                   | 49,438,937                  |
| Finance Costs   | 21       | 13,451,515                  |                   | 12,375,695                  |
| Depreciation and Amortization Expenses  | 1        | 7,540,764                   |                   | 11,148,531                  |
| Other Expenses  | 22       | 42,434,113                  |                   | 30,690,782                  |
| <b>Total Expenses</b>   |          | <u><u>1,278,135,010</u></u> |                   | <u><u>983,654,838</u></u>   |
| <b>Profit Before Exceptional and Extra Ordinary Items and Tax</b>                 |          | <u><u>25,392,761</u></u>    |                   | <u><u>20,020,457</u></u>    |
| Exceptional Items / Prior Period Items  |          | -                           |                   | 500,008                     |
| <b>Profit Before Extra Ordinary Items and Tax</b>                                 |          | <u><u>25,392,761</u></u>    |                   | <u><u>19,520,449</u></u>    |
| Extra Ordinary Items  |          | -                           |                   | -                           |
| <b>Profit Before Tax</b>  |          | <u><u>25,392,761</u></u>    |                   | <u><u>19,520,449</u></u>    |
| Current Tax   |          | 7,758,204                   |                   | 6,954,509                   |
| Deferred Tax  |          | 722,276                     |                   | 328,775                     |
| <b>Profit for the Period</b>  |          | <u><u>18,356,833</u></u>    |                   | <u><u>12,894,715</u></u>    |
| <b>Other Comprehensive Income</b>   |          |                             |                   |                             |
| A(I) Items that will not be reclassified to profit & loss                         |          | 19,575                      |                   | (142,616)                   |
| A(II) Income tax relating to items that will not be reclassified to profit & loss |          | -                           |                   | -                           |
| B(I) Items that will be reclassified to profit & loss                             |          | -                           |                   | -                           |
| B(II) Income tax relating to items that will be reclassified to profit & loss     |          | -                           |                   | -                           |
| <b>Total Other Comprehensive Income (A(I-II)+B(I-II))</b>                         |          | <u><u>19,575</u></u>        |                   | <u><u>(142,616)</u></u>     |
| <b>Total Comprehensive Income (A(I-II)+B(I-II))</b>                               |          | <u><u>18,376,408</u></u>    |                   | <u><u>12,752,099</u></u>    |
| <b>Basic Earning Per Share of Rs. 10/- each</b>                                   |          | 1.87                        |                   | 1.31                        |
| <b>Diluted Earning Per Share of Rs. 10/- each</b>                                 |          | 1.87                        |                   | 1.31                        |

See accompanying notes to the financial statements

The Notes referred to above, form an integral part of the Statement of Profit & Loss

For STRG & Associates,  
Chartered Accountants  
FRN : 014826N



(CA Rakesh Gupta)  
Partner  
M. No.094040  
UDIN:-21094040AAAAEY6850

Place: New Delhi  
Date : 16.06.2021

For and on behalf of board of Directors of  
SBC Exports Limited

For SBC Exports Limited

*Rajesh Gupta*  
Director/ Auth. Signatory  
Managing Director  
DIN 01632764



For SBC Exports Limited

*Deepika Gupta*  
Director/ Auth. Signatory  
Whole Time Director  
DIN 03319765

For SBC Exports Limited

*Hari Om Sharma*  
Company Secretary  
Company Secretary

**SBC EXPORTS LIMITED**  
CIN: L18100UP2011PLC043209  
CASH FLOW STATEMENT

| S.No.  | Particulars   | Amount (Rs.)                  |                               |
|--|---|-------------------------------|-------------------------------|
|  |   | For the year ended 31.03.2021 | For the year ended 31.03.2020 |
| <b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>                      |   |                               |                               |
|  | Net Profit before Tax   | 25,392,761                    | 19,520,449                    |
|  | Add:- Depreciation  | 7,540,764                     | 11,148,531                    |
|  | Adjustments (if any)  | 19,575                        | -                             |
|  | <b>Operating Profit before Working Capital Changes</b>        | <b>32,953,099</b>             | <b>30,668,980</b>             |
|  | <b>Adjustments for:</b>                                       |                               |                               |
|  | Increase/(Decrease) in Other Current Liabilities & Provisions | 65,589,780                    | 9,931,137                     |
|  | (Increase)/Decrease in Trade Payable                          | 130,083,060                   | 101,639,316                   |
|  | Increase/(Decrease) in Other Current Assets                   | (8,499,963)                   | (14,160,220)                  |
|  | (Increase)/Decrease in Short Term Loans & Advances            | 42,957,390                    | (10,440,245)                  |
|  | (Increase)/Decrease in Receivables                            | (79,959,335)                  | (41,025,577)                  |
|  | (Increase)/Decrease in stock in hand                          | (192,921,440)                 | (30,218,425)                  |
|  | <b>Cash Generated from Operations</b>                         | <b>(9,797,409)</b>            | <b>46,394,966</b>             |
|  | Income Tax  | 7,758,204                     | 6,954,509                     |
|  | <b>Net Cash flow Generated from Operating Activities (A)</b>  | <b>(17,555,613)</b>           | <b>39,440,457</b>             |
| <b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>                     |   |                               |                               |
|  | Sale (Purchase) of Investment                                 | 397,809                       | (4,300,000)                   |
|  | Long Term Loans & Advances Given                              |                               | -                             |
|  | Sale of Fixed Assets  | (14,329,378)                  | (14,441,374)                  |
|  | Purchase of Fixed Assets                                      | (13,931,569)                  | (18,741,374)                  |
|  | <b>Net Cash Flow Generated from Investing Activities (B)</b>  | <b>(13,931,569)</b>           | <b>(18,741,374)</b>           |
| <b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>                    |   |                               |                               |
|  | Cash Generated from capital proceeds                          |                               | 65,604,000                    |
|  | Short Term Borrowings   | 20,553,797                    | (67,275,879)                  |
|  | Long Term Borrowings  | 1,755,510                     | 1,610,433                     |
|  | <b>Net Cash Flow Generated from Financing Activities (C)</b>  | <b>22,309,307</b>             | <b>(61,446)</b>               |
| <b>IV. Net increase in Cash &amp; Cash Equivalents (A - B - C)</b> |   | <b>(9,177,875)</b>            | <b>20,637,635</b>             |
|  | Cash and Cash equivalents beginning of the year               | 38,079,043                    | 17,441,408                    |
|  | Cash and Cash equivalents as the end of the year              | 28,901,168                    | 38,079,043                    |
| <b>V. Cash &amp; Cash equivalents as stated in Balance Sheet</b>   |   |                               |                               |
|  | Cash in Hand  | 2,920,151                     | 5,885,091                     |
|  | Cash at Bank, Fixed Deposit and Cheques In Hand               | 25,981,017                    | 32,193,952                    |
|  | <b>Cash &amp; Cash equivalents as stated in Balance Sheet</b> | <b>28,901,168</b>             | <b>38,079,043</b>             |

As Per our Audit report of even date attached

For STRG & Associates.  
Chartered Accountants  
FRN : 014826N



(CA Rakesh Gupta)  
Partner  
M. No. 094040  
UDIN:-21094040AAAAEV6850

Place: New Delhi  
Date : 16.06.2021

For and on behalf of board of Directors of  
SBC Exports Limited

For SBC Exports Limited For SBC Exports Limited

Director/ Auth. Signatory

Director/ Auth. Signatory



Whole Time Director  
DIN 03319765  
For SBC Exports Limited

Company Secretary



SBC EXPORTS LIMITED  
CIN: L18100UP2011PLC043209

NOTES- 1

FIXED ASSETS SCHEDULE AS PER COMPANIES ACT, 2013 FOR PERIOD ENDED ON 31ST MARCH 2021

| PARTICULARS              | GROSS BLOCK       |                           |           |                   | DEPRECIATION      |                  |                   | NET BLOCK            |                      |
|--------------------------|-------------------|---------------------------|-----------|-------------------|-------------------|------------------|-------------------|----------------------|----------------------|
|                          | Opening Balance   | Additions During the year | Sale/Adj. | TOTAL             | Opening Balance   | During the Year  | TOTAL             | WDV AS ON 31/03/2021 | WDV AS ON 31/03/2020 |
| Computer & Softwares     | 11,764,122        | 563,486                   | -         | 12,327,608        | 8,086,080         | 2,404,471        | 10,490,552        | 1,837,056            | 3,678,042            |
| Furniture & Fittings     | 2,449,536         | 766,165                   | -         | 3,215,701         | 1,312,401         | 374,625          | 1,687,027         | 1,528,674            | 1,137,135            |
| Plant & Machinery        | 13,743,705        | 6,677,681                 | -         | 20,421,386        | 4,471,921         | 2,329,483        | 6,801,404         | 13,619,982           | 9,271,785            |
| Motor Vehicle            | 9,889,484         | 2,872,005                 | -         | 12,761,489        | 4,119,478         | 2,129,614        | 6,249,092         | 6,512,397            | 5,770,006            |
| Office Equipments        | 2,600,022         | 112,966                   | -         | 2,712,989         | 1,982,092         | 302,570          | 2,284,662         | 428,327              | 617,932              |
| Flat No.- 805 Indrapuram | -                 | 3,337,080                 | -         | 3,337,080         | -                 | -                | -                 | 3,337,080            | -                    |
| Land(Plot)               | 17,676,760        | -                         | -         | 17,676,760        | -                 | -                | -                 | 17,676,760           | 17,676,760           |
| <b>TOTAL</b>             | <b>58,123,629</b> | <b>14,329,383</b>         | <b>-</b>  | <b>72,453,012</b> | <b>19,971,972</b> | <b>7,540,764</b> | <b>27,512,736</b> | <b>44,940,276</b>    | <b>38,151,660</b>    |

For STRG & Associates  
Chartered Accountants  
FRN : 014826N

(CA Rakesh Gupta)  
Partner  
M. No.094040  
UDIN:-21094040AAAAEV6850



For and on behalf of board of Directors of  
SBC Exports Limited

For SBC Exports Limited

Deepika Gupta  
Director & Auth. Signatory  
Managing Director  
DIN-01632764



Mokesh Bhatt  
Chief Financial Officer

For SBC Exports Limited

Deepika Gupta  
Auth. Signatory  
Whole Time Director  
DIN 03319765

For SBC Exports Limited

Hari Om Sharma  
Company Secretary

Place: New Delhi  
Date : 16.06.2021

NOTES- 2

Deferred Tax Assets / (Liabilities)

|                                  |             |
|----------------------------------|-------------|
| WDV As Par Companies Act, 2013   | 44,940,276  |
| WDV As Par Income Tax Act , 1961 | 52,700,052  |
| Difference                       | (7,759,776) |
| DTA                              | 1,952,980   |
| OPENING BALANCE OF DTA           | 1,230,704   |
| DTA CREATED DURING THE YEAR      | 722,276     |
| CLOSING BALANCE OF DT            | 1,952,980   |

For STRG & Associates.  
Chartered Accountants  
FRN : 014826N



(CA Rakesh Gupta)  
Partner  
M. No.094040  
UDIN:-21094040AAAAEV6850

Place: New Delhi  
Date : 16.06.2021

For and on behalf of board of Directors of  
SBC Exports Limited

For SBC Exports Limited


  
Director/Author. Signatory  
Managing Director  
DIN 01632764

  
Mukesh Bhatt  
Chief Financial Officer

For SBC Exports Limited

  
Director/Author. Signatory  
Whole Time Director  
DIN 03319765

For SBC Exports Limited

  
Company Secretary  
Hari Om Sharma  
Company Secretary



|  | As at<br>31-Mar-21 | As at<br>31-Mar-20 |
|--|--------------------|--------------------|
| <b>2 Deferred Tax Liabilities/(Assets)</b>   |                    |                    |
| Deferred Income Tax Assets   | 1,952,980          | 1,230,704          |
| <b>Total</b>   | <b>1,952,980</b>   | <b>1,230,704</b>   |
| <b>3 Non Current Investments</b>   |                    |                    |
| <u>Quoted</u>  |                    |                    |
| L&T Equity Fund - Growth -INF677K01031<br>(760.742 Units @ 32.174 Per Unit)        | 25,000             | 240,613            |
| L&T Hybrid Equity Fund - Growth -INF917K01LB0<br>(760.742 Units @ 32.174 Per Unit) | 25,000             | 266,771            |
| PNB Mutual Fund  | 59,575             | -                  |
| <u>Unquoted Investment</u>   |                    |                    |
| Investment in Equity Warrants (Indian Companies)                                   | 3,750,000          | 3,750,000          |
| (*Market Value of Quoted Investment is Rs.48952.22/(P.Y.-Rs.5,07,387/-)            |                    |                    |
| <b>Total</b>   | <b>3,859,575</b>   | <b>4,257,384</b>   |
| <b>4 Inventories</b>   |                    |                    |
| (As per inventories taken, valued and certified by the management)                 |                    |                    |
| - Stock in Trade (Valued Net Realisable value)                                     | 302,925,145        | 110,003,705        |
| <b>Total</b>   | <b>302,925,145</b> | <b>110,003,705</b> |
| <b>5 Trade Receivables</b>   |                    |                    |
| a) Secured   |                    |                    |
| b) Unsecured (Considered good)   |                    |                    |
| - Outstanding for period Less than six months                                      | 271,013,086        | 168,473,396        |
| - Outstanding for period more than six months                                      | 30,427,714         | 53,008,068         |
| <b>Total</b>   | <b>301,440,800</b> | <b>221,481,465</b> |
| <b>6 Cash &amp; Cash Equivalents</b>   |                    |                    |
| Impressed Account (Petty Cash )  | 20,000             | -                  |
| Fixed and Recurring Deposits   | 8,082,000          | 4,710,000          |
| Cash in hand (As Certified by the Management)                                      | 2,900,151          | 5,885,091          |
| Balance With the Scheduled Bank in Current Accounts                                | 17,899,016         | 27,483,952         |
| <b>Total</b>   | <b>28,901,167</b>  | <b>38,079,043</b>  |
| <b>7 Short Term Loans &amp; Advances</b>   |                    |                    |
| Advance To Suppliers   | 7,784,173          | 2,876,546          |
| Advance For Property   | 17,028,548         | 10,545,548         |
| Advance to Staff   | 56,841             | 206,299            |
| Advance Installment of Loan  | -                  | 348,411            |
| Advances recoverable in cash or in kind or for value to be received                | 23,399,926         | 77,250,074         |
| <b>Total</b>   | <b>48,269,488</b>  | <b>91,226,878</b>  |
| <b>8 Other Current Assets</b>  |                    |                    |
| Accrued Interest   | 790,765            | 386,807            |
| EMD & DD   | 1,505,362          | 1,969,362          |
| Security Deposit   | 1,822,976          | 2,007,040          |
| Pepaid Insurance   | 113,887            | 172,069            |
| Prepaid Rent   | -                  | 36,659             |
| Pepaid Commission on Sale  | 3,725,000          | -                  |
| GST (Dr Balance)   | 5,384,153          | 5,295,772          |
| Tds Receivable   | 12,171,556         | 10,666,870         |
| Other  | 5,027,253          | 1,506,412          |
| <b>Total</b>   | <b>30,540,954</b>  | <b>22,040,991</b>  |



|  | As at<br>31-Mar-21 | As at<br>31-Mar-20 |
|--|--------------------|--------------------|
| <b>9 Share Capital</b>   |                    |                    |
| <b>AUTHORISED</b>  |                    |                    |
| 1,11,00,000 Equity Shares of Rs. 10/- each fully paid up               | 111,000,000.00     | 111,000,000.00     |
| Previous Year 1,11,00,000 Equity Shares of Rs. 10/- each fully paid up |                    |                    |
| <b>ISSUED, SUBSCRIBED &amp; PAID UP</b>                                |                    |                    |
| 1,05,82,000 Equity Shares of Rs. 10/- each fully paid up               | 105,820,000.00     | 105,820,000.00     |
| Previous Year 1,05,82,000 Equity Shares of Rs. 10/- each fully paid up |                    |                    |

a) Details of Shareholders holding Shares more than 5% in a Company:

| Name of Shareholder    | As at 31 March 2021 |              | As at 31 March 2020 |              |
|------------------------|---------------------|--------------|---------------------|--------------|
|                        | No. of Share held   | % of Holding | No. of Shares held  | % of Holding |
| DEEPIKA GUPTA          | 3,130,000           | 29.58        | 3,130,000           | 29.58        |
| DHEERENDRA KUMAR GUPTA | -                   | -            | 2,525,000           | 23.86        |
| GOVINDJI GUPTA         | 2,965,000           | 28.02        | 404,000             | 3.82         |
| AMIT KUMAR AGARWAL     | 280,500             | 2.65         | 505,500             | 4.78         |
| SBC FINMART LTD        | 1,144,000           | 10.81        | 1,030,000           | 9.73         |

b) Reconciliation of no. of shares outstanding at the beginning and at the end of the reporting period :

| Particulars                                     | As at 31 March 2021 |             | As at 31 March 2020 |             |
|---|---------------------|-------------|---------------------|-------------|
|   | Number              | Amount      | Number              | Amount      |
| Shares outstanding at the beginning of the year | 10,582,000          | 105,820,000 | 10,582,000          | 105,820,000 |
| Shares issued during the year                   | -                   | -           | -                   | -           |
| Shares bought back during the year              | -                   | -           | -                   | -           |
| Shares outstanding at the end of the year       | 10,582,000          | 105,820,000 | 10,582,000          | 105,820,000 |

c) Details of shares brought back during the period of five years immediately preceding the reporting date : NIL

d) Other Disclosures :

The company has only one class of share capital having per value of Rs. 10/- per share. Each shareholder is eligible for one vote per share held. In the event of Liquidation, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts, in proportion to their shareholding.





|   | As at<br>31-Mar-21 | As at<br>31-Mar-20 |
|---|--------------------|--------------------|
| <b>10 Reserve &amp; Surplus</b>   |                    |                    |
| <b>a) Profit &amp; Loss Account Balance</b>                             |                    |                    |
| Opening Balance   | 40,002,520         | 27,107,805         |
| Add: Profit for the year  | 18,356,833         | 12,894,715         |
| At the end of Accounting Period   | <u>58,359,353</u>  | <u>40,002,520</u>  |
| <b>b) Securities Premium Account</b>                                    |                    |                    |
| Opening Balance   | 60,684,000         | 24,900,000         |
| Addition During the Year  | -                  | 35,784,000         |
| At the end of Accounting Period   | <u>60,684,000</u>  | <u>60,684,000</u>  |
| <b>c) Other Comprehensive Income</b>                                    |                    |                    |
| At the beginning of Accounting Period                                   | (142,616)          | -                  |
| Addition during the year  | 19,575             | (142,616)          |
| At the end of Accounting Period   | <u>(123,041)</u>   | <u>(142,616)</u>   |
| <b>Total (a+b+c)</b>  | <u>118,920,312</u> | <u>100,543,904</u> |
| <b>11 Long Term Borrowings - Secured</b><br>(Secured by Car)            | 8,472,562          | 4,913,730          |
| <b>Total</b>  | <u>8,472,562</u>   | <u>4,913,730</u>   |
| <b>Long Term Borrowings - Unsecured</b>                                 |                    |                    |
| Unsecured Loan From Banks   | 12,472,069         | 9,562,989          |
| Unsecured Loan From Financial Institutions                              | 26,505,347         | 30,269,748         |
| Unsecured Loan From Others  | -                  | 948,000            |
| <b>Total</b>  | <u>38,977,416</u>  | <u>40,780,738</u>  |
| <b>12 Short Term Borrowings</b>   |                    |                    |
| Bank OD (Secured by floating charge on book debts & Stock and property) | 43,892,552         | 21,245,454         |
| Unsecured Loan From other than Corporates                               | -                  | 1,093,301          |
| Unsecured Loan From Corporates  | -                  | 1,000,000          |
| <b>Total</b>  | <u>43,892,552</u>  | <u>23,338,755</u>  |
| <b>13 TRADE PAYABLE</b>   |                    |                    |
| Sundry Creditors Msme   | 360,218,434        | 230,135,374        |
| Sundry Creditors Othan Than Msme  | -                  | -                  |
| <b>Total</b>  | <u>360,218,434</u> | <u>230,135,374</u> |
| <b>14 OTHER CURRENT LIABLITIES</b>                                      |                    |                    |
| Expenses Payable  | 42,389,911         | 6,209,295          |
| Duties & Taxes  | 11,154,683         | 6,985,564          |
| Advance From Customers  | 24,491,837         | 564,962            |
| Payable to others   | 503,226            | -                  |
| <b>Total</b>  | <u>78,539,656</u>  | <u>13,759,821</u>  |
| <b>15 SHORT TERM PROVISIONS</b>   |                    |                    |
| Provision For Income Tax  | 7,758,204          | 6,954,509          |
| Provision for Audit Fee   | 231,250            | 225,000            |
| <b>Total</b>  | <u>7,989,454</u>   | <u>7,179,509</u>   |



SBC EXPORTS LIMITED  
CIN: L18100UP2011PLC043209  
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

|                                     | As at<br>31-Mar-21     | As at<br>31-Mar-20    |
|-------------------------------------|------------------------|-----------------------|
| <b>16 Revenue From Operations</b>   |                        |                       |
| Sales of Goods                      | 557,438,678            | 400,830,217           |
| Sale of Services                    | 1,365,904,193          | 694,663,101           |
| <b>Total</b>                        | <b>1,923,342,871</b>   | <b>1,095,493,317</b>  |
| <b>17 Other Income</b>              |                        |                       |
| Commission                          | 14,047                 | 629,662               |
| Discount Received                   | 1,632                  | 24,486                |
| Interest Income                     | 4,509,015              | 707,921               |
| Capital Gain                        | 323,522                | -                     |
| Misc Income                         |                        | 149,200               |
| <b>Total</b>                        | <b>4,848,216</b>       | <b>1,511,269</b>      |
| <b>18 Cost of Material Consumed</b> |                        |                       |
| Opening stock of Raw material       | 29,963,993             | -                     |
| Purchase During the year            | 1,981,492,256          | 1,012,362,037         |
| Closing Stock Of Raw material       | 183,590,126            | 29,963,993            |
| <b>Total</b>                        | <b>1,827,866,123</b>   | <b>982,398,044</b>    |
| <b>19 Changes In Inventory</b>      |                        |                       |
| <u>Opening Stock</u>                |                        |                       |
| WIP                                 | 11,397,423             | -                     |
| Finished Goods                      | 68,642,289             | 70,971,852            |
| <u>Closing Stock</u>                |                        |                       |
| WIP                                 | 6,256,603              | 11,397,423            |
| Finished Goods                      | 113,078,416            | 68,642,289            |
| <b>Total</b>                        | <b>(39,295,306.62)</b> | <b>(9,067,860.81)</b> |
| <b>20 Employee Benefit Expenses</b> |                        |                       |
| Director's Remuneration             | 1,479,700              | 1,656,000             |
| Salaries & Wages including Bonus    | 49,314,918             | 47,095,827            |
| Staff Welfare                       | 6,500                  | 687,110               |
| <b>Total</b>                        | <b>50,801,118</b>      | <b>49,438,937</b>     |
| <b>21 Financial Costs</b>           |                        |                       |
| Bank Charges                        | 1,379,212              | 1,754,596             |
| Interest on Loan                    | 11,545,790             | 9,798,966             |
| Loan Processing Fees                | 413,479                | 596,689               |
| Credit Card & Other Charges         | 113,034                | 225,443               |
| <b>Total</b>                        | <b>13,451,515</b>      | <b>12,375,695</b>     |





|  | As at<br>31-Mar-21 | As at<br>31-Mar-20 |
|--|--------------------|--------------------|
| <b>22 Establishment And Other Expenses</b> |                    |                    |
| Advertisement                              | 264,255            | 1,302,262          |
| Annual Listing Fees                        | 72,143             | -                  |
| <u>Auditors Remuneration</u>               | -                  | -                  |
| Statutory Audit Fees                       | 175,000            | 175,000            |
| Tax Audit Fees                             | 75,000             | 75,000             |
| Business Promotion                         | 143,000            | 913,372            |
| Charity & Donation                         | 100,000            | 49,100             |
| Commission Paid on Sale                    | 4,825,000          | 1,800,000          |
| Conveyance                                 | 156,927            | 224,292            |
| Duties Rates & Taxes                       | -                  | 649,529            |
| Freight                                    | 14,885             | 24,088             |
| IPO Expenses                               | -                  | 828,033            |
| Insurance                                  | 1,924,546          | 430,282            |
| Interest On Tds                            | 933,804            | 299,574            |
| Interest On Gst                            | 680,832            | -                  |
| Interest On Income Tax                     | -                  | 12,841             |
| Tds Demand                                 | -                  | 20,000             |
| Job Work charges                           | 5,880,941          | 3,177,800          |
| Legal & Professional Exp.                  | 698,050            | 2,174,183          |
| Late Fees on Gst                           | 464,054            | 9,090              |
| Marketing Expenses                         | 930,047            | 2,522,666          |
| Misc. Expenses                             | 279,328            | 137,610            |
| Office Expenses                            | 4,207,598          | 446,643            |
| Online Trading Expenses                    | 225,768            | -                  |
| Penalty of GST                             | 1,818,400          | -                  |
| Postage & courier                          | 1,044,391          | 306,512            |
| Power and fuel                             | 2,896,720          | 2,388,663          |
| Printing & Stationary                      | 432,180            | 11,830             |
| Rent Expenses                              | 6,237,475          | 7,115,422          |
| Repair & Maintenance                       | 958,412            | 98,432             |
| ROC Expenses                               | 14,415             | 12,524             |
| Short & Excess                             | 9,535              | 670                |
| Rebate Discount & Schemes                  | 2,950,284          | 1,799,499          |
| Security expenses                          | 411,347            | 180,000            |
| Software maintenance                       | 9,358              | 398,960            |
| Sundry Balance W/o                         | -                  | 417,583            |
| Telephone Expenses                         | 543,690            | 634,740            |
| Tour & Travelling Expenses                 | 1,526,864          | 497,876            |
| Transportation Charges                     | 1,095,058          | 1,008,927          |
| Vehicles Running & Maintence               | 360,660            | 364,194            |
| Website Maintenance Expenses               | -                  | 116,146            |
| Water Expenses                             | 74,145             | 67,440             |
| <b>Total</b>                               | <b>42,434,113</b>  | <b>30,690,782</b>  |

For STRG & Associates.  
 Chartered Accountants  
 FRN: 014826N

(CA Rakesh Gupta)  
 Partner  
 M. No.094040  
 UDIN:-21094040AAAAEV6850

Place: New Delhi  
 Date : 16.06.2021



For and on behalf of board of Directors of  
 SBC Exports Limited

For SBC Exports Limited For SBC Exports Limited  
 Director/Auth. Signatory Director/Auth. Signatory  
 Managing Director Whole Time Director  
 Chief Financial Officer Company Secretary

