

SOUTHERN VENEERS AND WOODWORKS LIMITED
BALANCE SHEET AS AT 31 MARCH, 2021

(In Rs.)

Particulars	Note No.	As at 31 March, 2021	As at 31st March 2020
ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	2	6,48,934	5,81,749
(b) Financial Assets			
(i) Loans	3	1,55,909	1,55,909
(c) Deferred tax assets (net)		-	-
(2) Current assets			
(a) Inventories	4	11,000	19,000
(b) Financial Assets			
(i) Trade receivables	5	13,58,112	13,12,124
(ii) Cash and cash equivalents	6	13,987	68,667
(c) Current Tax Assets (Net)		36,074	-
(d) Other current assets	7	-	18,467
Total Assets		22,24,016	21,55,916
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	8	50,00,000	50,00,000
(b) Other Equity	9	(30,43,257)	(30,44,222)
LIABILITIES			
(1) Non-current liabilities			
		-	-
(2) Current liabilities			
(a) Other current liabilities	10	2,67,273	1,98,338
(b) Current Tax Liabilities (Net)		-	1,800
Total Equity and Liabilities		22,24,016	21,55,916

Significant Accounting Policies

As per our separate report of even date attached

The accompanying notes form an integral part of the financial statements (1 to 26)

For **Prabhu Hegde & Associates**

Chartered Accountants

Firm Registration Number: 012225 S

Manjunath

Prabhu

Sreekanth

Manjunath Prabhu S

Partner

Membership Number: 221515

UDIN: 21221515AAAADC4033

Place: Kannur

Date:

For and on behalf of the Board of Directors

P K Mayan Mohamed

Director

(DIN: 00026897)

Pushya Sitaraman

Director

(DIN: 06537196)

SOUTHERN VENEERS AND WOODWORKS LIMITED
STATEMENT OF PROFIT AND LOSS THE PERIOD ENDED 31ST MARCH 2021

(In Rs.)

	Particulars	Note No.	For the Period ended 31st March 2021	For the Period ended 31st March 2020
I	Revenue from operations	11	17,05,051	-
II	Other income	12	2,20,677	1,08,000
III	Total Revenue (I + II)		19,25,728	1,08,000
IV	Expenses:			
	Employee benefits expense	13	8,38,578	9,13,719
	Depreciation and amortization expense	2	4,512	2,828
	Other expenses	14	10,81,673	9,69,839
	Total Expenses (IV)		19,24,763	18,86,386
V	Profit / (Loss) before Exceptional Items and tax (III-IV)		965	(17,78,386)
VI	Exceptional Items		-	-
VII	Profit before tax (III - IV+VI)		965	(17,78,386)
VIII	Tax expense:			
	(1) Current tax		-	-
	(2) Prior tax adjustment		-	-
	(3) Deferred tax		-	-
IX	Profit (Loss) for the period (VII - VIII)		965	(17,78,386)
X	Other comprehensive income			
	A (i) Items that will not be reclassified to profit or loss		-	-
	B (i) Items that will be reclassified to profit or loss		-	-
XI	Total Comprehensive Income for the period (IX+X)(Comprising Profit (Loss) and Other Comprehensive Income for the period)		965	(17,78,386)
XII	Earnings per equity share:	14		
	(1) Basic		0.02	(35.57)
	(2) Diluted		0.02	(35.57)

See accompanying notes to the financial statements.

As per our separate report of even date attached

The accompanying notes form an integral part of the financial statements (1 to 26)

For **Prabhu Hegde & Associates**

Chartered Accountants

Firm Registration Number: 012225 S

Manjunath

Prabhu

Sreekanth

Manjunath Prabhu S

Partner

Membership Number: 221515

UDIN: 21221515AAAADC4033

Place: Kannur

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P K Mayan Mohamed

Director

(DIN: 00026897)

Pushya Sitaraman

Director

(DIN: 06537196)

SOUTHERN VENEERS AND WOODWORKS LIMITED
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31ST, 2021

(in Rs)

Particulars	For the year Ended 31st March 2021		For the year Ended 31st March 2020	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/(Loss) for the year after tax		965		(17,78,386)
Add/(Less): Adjustments for Non-cash items:				
Depreciation	4,512		2,828	
Provision for Taxation	-		-	
Interest Income	(9,751)		-	
		(5,239)		2,828
Operating Profit before Working Capital Changes		(4,274)		(17,75,558)
Adjustment for changes in:				
(Increase)/ Decrease Inventories	8,000		-	
(Increase)/ Decrease Trade Receivables & Other Current Assets	(63,596)		26,46,702	
Increase/ (Decrease) Trade Payables and Other Current Liabilities	67,133	11,538	(7,19,415)	19,27,287
Cash generated from Operations		7,264		1,51,729
Less: Income Tax Paid		-		96,148
Net Cash from Operating Activities Total (A)		7,264		55,581
B. CASH FLOW FROM INVESTING ACTIVITIES				
Interest received	9,751		-	
Purchase of Fixed Assets	(71,695)		-	
Total (B)		(61,944)		-
C. CASH FLOW FROM FINANCING ACTIVITIES				
Interest paid	-		-	
Total (C)		-		-
Total Cash Flow for the year (A + B + C)		(54,680)		55,581
Add: Opening Cash and Cash Equivalents		68,667		13,086
Closing Cash and Cash Equivalents		13,987		68,667

As per our separate report of even date attached

For Prabhu Hegde & Associates
Chartered Accountants
Firm Registration Number: 012225 S
Manjunath
Prabhu
Sreekanth
Manjunath Prabhu S
Partner
Membership Number: 221515
UDIN: 21221515AAAADC4033
Place: Kannur
Date:

For and on behalf of the Board of Directors

P K Mayan Mohamed
Director
(DIN: 00026897)

Pushya Sitaraman
Director
(DIN: 06537196)

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2021

Equity Share Capital

	Balance as at 31st March, 2019	Changes in Equity share capital during the year	Balance as at 31st March, 2020	Changes in Equity share capital during the year	Balance as at 31st March, 2021
Paid Up Capital	50,00,000	-	50,00,000	-	50,00,000

Other Equity

(in Rs)

Particulars	Reserves & Surplus				Total
	Capital Reserve	General Reserve	Retained Earnings	Other Comprehensive income	Total
Balance at the beginning of April 1, 2019	3,00,534	2,32,857	(17,99,227)	-	(12,65,836)
Profit for the year			(17,78,386)		(17,78,386)
Other comprehensive income	-	-		-	
Total comprehensive income for the year				-	-
Balance at the end of March 31, 2020	3,00,534	2,32,857	(35,77,613)	-	(30,44,222)
Profit for the year	-	-	965	-	965
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year			965		965
	-	-	-	-	-
Balance at the end of 31st March 2021	3,00,534	2,32,857	(35,76,648)	-	(30,43,257)

General Reserve

Under the erstwhile Companies Act,1956 a General Reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. Consequent to the introduction of the Companies Act,2013, the requirement to mandatory transfer a specified percentage of net profit to General Reserve has been withdrawn. There is no movement in general reserve during the current and previous year.

Capital Reserve

There is no movement in Capital reserve during the current and previous year.

Retained Earnings

Retained earnings are the profits that the Company has earned till date, less any transfers to General Reserve, dividends or other distributions paid to shareholders.

As per our separate report of even date attached

The accompanying notes form an integral part of the financial statements (1 to 26)

For **Prabhu Hegde & Associates**

For and on behalf of the Board of Directors

Chartered Accountants

Firm Registration Number: 012225 S

Manjunath

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Partner

Membership Number: 221515

UDIN: 21221515AAAADC4033

Place: Kannur

Date:

P K Mayan Mohamed

Director

(DIN: 00026897)

Pushya Sitaraman

Director

(DIN: 06537196)

SOUTHERN VENEERS AND WOODWORKS LIMITED

NOTE 2 - PROPERTY, PLANT AND EQUIPMENT

(in Rs)

Particulars	Freehold land	Leasehold land	Buildings	Plant & Equipments	Furniture & Fittings	Vehicles	Office Equipments	Computer	Total
Gross Carrying Amount [Cost or Deemed Cost]									
As at 1st April 2019	1,86,361	-	79,631	4,90,269	4,697	-	1,588	-	7,62,456
Additions/adjustment	-	-	-	-	-	-	-	-	-
Disposals/adjustments	-	-	-	-	-	-	-	-	-
As at 31st March 2020	1,86,361	-	79,631	4,90,269	4,697	-	1,588	-	7,62,456
Additions	-	-	71,695	-	-	-	-	-	71,695
Disposals/adjustments	-	-	-	-	-	-	-	-	-
As at 31st March 2021	1,86,361	-	1,51,326	4,90,269	4,697	-	1,588	-	8,34,241
As at 1st April 2019	-	-	2,958	1,74,303	618	-	-	-	1,77,879
Depriciation during the year	-	-	1,233	1,535	60	-	-	-	2,828
Disposals/adjustments	-	-	-	-	-	-	-	-	-
As at 31st March 2020	-	-	4,191	1,75,838	678	-	-	-	1,80,707
Depriciation during the Period	-	-	3,197	1,403	-	-	-	-	4,600
Disposals/adjustments	-	-	-	-	-	-	-	-	-
As at 31st March 2021	-	-	7,388	1,77,241	678	-	-	-	1,85,307
Net Carrying Amount									
As at 1st April 2019	1,86,361	-	76,673	3,15,966	4,079	-	1,588	-	5,84,577
As at 31st March 2020	1,86,361	-	75,440	3,14,431	4,019	-	1,588	-	5,81,749
As at 31st March 2021	1,86,361	-	1,43,938	3,13,028	4,019	-	1,588	-	6,48,934

Notes attached to and forming part of Financial Statements

3. Loans - Non-Current Assets

Particulars	For the Period ended 31st March 2021	For the Period ended 31st March 2020
a) Security Deposit		
Unsecured, Considered Good	1,55,909	1,55,909
Unsecured, Considered Doubtful	-	-
Less: Allowance for Credit Loss	-	-
	1,55,909	1,55,909
b) Loans to related parties	-	-
c) Others Loans(Specify Nature)	-	-
	-	-
	-	-
TOTAL	1,55,909	1,55,909

4. Inventories

Particulars	For the Period ended 31st March 2021	For the Period ended 31st March 2020
a) Raw Materials	-	-
b) Work in Progress	-	-
c) Finished Goods	-	-
d) Stores and Spares	11,000	19,000
TOTAL	11,000	19,000
Included above, goods in transit		
(i) Raw Materials	-	-
(ii) Finished Goods	-	-
TOTAL	-	-

Method of valuation of inventories - See Note I(i) of Significant Accounting Policies.

5. Trade Receivables

Particulars	For the Period ended 31st March 2021	For the Period ended 31st March 2020
a) Unsecured, considered Good from Holding Company	13,58,112	13,12,124
b) Unsecured, Considered Doubtful	-	-
	13,58,112	13,12,124
Less: Allowance for Credit Losses	-	-
TOTAL	13,58,112	13,12,124

6. Cash and Cash Equivalents

Particulars	For the Period ended 31st March 2021	For the Period ended 31st March 2020
a) Balance with Banks		
(i) Current Accounts	13,922	13,602
	13,922	13,602
b) Cash on hand	65	55,065
TOTAL	13,987	68,667

Break up of financial assets

Paticulars	For the Period ended 31st March 2021	For the Period ended 31st March 2020
Financial assets carried at amortized cost		
Trade receivables	13,58,112	13,12,124
Cash and cash equivalents	13,987	68,667
Total	13,72,099	13,80,791

7. Other Current Asset

Paticulars	For the Period ended 31st March 2021	For the Period ended 31st March 2020
a) Advances other than capital advances	-	-
b) Other Receivables	-	5,707
	-	5,707
c) Prepaid Expenses	-	12,760
	-	12,760
TOTAL	-	18,467

SOUTHERN VENEERS AND WOODWORKS LIMITED
Notes attached to and forming part of Financial Statements

8. Share Capital

Particulars	As at 31.03.2021	As at 31.03.2020
Authorised:		
50,000(50,000) Equity Shares of Rs.100/- each	50,00,000	50,00,000
TOTAL	50,00,000	50,00,000
Issued:		
50,000(50,000) Equity Shares of Rs.100/- each	50,00,000	50,00,000
TOTAL	50,00,000	50,00,000
Subscribed & Paid Up		
50,000(50,000) Equity Shares of Rs.100/- each	50,00,000	50,00,000
TOTAL	50,00,000	50,00,000

Reconciliation of Shares at the beginning and at the end of the financial year.

Particulars	31st March 2021		31st March 2020	
	No. of shares	Amount (Rupees)	No. of shares	Amount (Rupees)
a)Equity Shares				
At the beginning of the year	50,000	50,00,000	50,000	50,00,000
Add: Shares Issued during the year	-	-	-	-
At the end of the year	50,000	50,00,000	50,000	50,00,000

Terms/ Rights Attached to Equity Shares

The Company has only one class of shares referred to as equity shares with a face value of Rs.100/- each. Each holder of an equity share is entitled to one vote per share. The company declares and pays dividend in Indian Rupees.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive the 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.

Details of Shareholders holding more than 5% shares in the Company

Particulars	31st March 2021		31st March 2020	
	% of Holding	No. of Shares	% of Holding	No. of Shares
The Western India Plywoods Limited (Holding Company)	99.98%	49,992	99.98%	49,992

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2021

Equity Share Capital

	Balance as at 31st March, 2019	Changes in Equity share capital during the year	Balance as at 31st March, 2020	Changes in Equity share capital during the year	Balance as at 31st March, 2021
Paid Up Capital	50,00,000	-	50,00,000	-	50,00,000

9. Other Equity

(in Rs)

Particulars	Reserves & Surplus				Total
	Capital Reserve	General Reserve	Retained Earnings	Other Comprehensive income	Total
Balance at the beginning of April 1, 2019	3,00,534	2,32,857	(17,99,227)	-	(12,65,836)
Profit for the year	-	-	(17,78,386)	-	(17,78,386)
Total comprehensive income for the year	-	-	(17,78,386)	-	(17,78,386)
					-
Balance at the end of March 31, 2020	3,00,534	2,32,857	(35,77,613)	-	(30,44,222)
Profit for the year	-	-	965	-	965
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	965	-	965
a) Remeasurements of post employment benefit obligations				-	-
Balance at the end of March 31, 2021	3,00,534	2,32,857	(35,76,648)	-	(30,43,257)

General Reserve

Under the erstwhile Companies Act, 1956 a General Reserve was created through an annual transfer of net income at a specified percentage in accordance with **Capital Reserve**

There is no movement in Capital reserve during the current and previous year.

Retained Earnings

Retained earnings are the profits that the Company has earned till date, less any transfers to General Reserve, dividends or other distributions paid to shareholders.

10. Other Current Liabilities

Particulars	As at 31.03.2021	As at 31.03.2020
a) Statutory Dues	97,607	10,649
b) Salaries & Wages	25,000	14,369
c) Other Payable	1,44,666	1,73,320
TOTAL	2,67,273	1,98,338

11. Revenue from Operations

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
Job Work charges	17,05,051	-
Revenue from Operations	17,05,051	-

12. Other Income

Particulars	For the Year Ended 31st March, 2021	For the Period ended 31st March 2020
Interest Income	9,751	-
Other income	926	
Ground Rental Income	2,10,000	1,08,000
Total	2,20,677	1,08,000

13. Employee Benefit Expenses

Particulars	For the Year Ended 31st March, 2021	For the Period ended 31st March 2020
Salaries, Wages and Bonus	8,21,842	8,96,160
Contribution to Provident, ESI and Other Funds	16,736	17,559
Total	8,38,578	9,13,719

14. Other Expenses

Particulars	For the Year Ended 31st March, 2021	For the Period ended 31st March 2020
Consumption of stores	8,000	-
Power & Fuel	6,61,438	5,37,070
Repairs and Maintenance- -Building	-	45,700
Communication Expenses	26,472	43,372
Printing and Stationary	1,520	22,482
Travelling and Conveyance	72,390	70,050
Professional Charges	62,040	1,38,940
Payment to Auditors	30,000	43,000
Rates & Taxes	1,10,800	42,851
Insurance Premium	12,760	12,602
Security Charges	96,000	-
General Expenses	253	13,772
Total	10,81,673	9,69,839

15. Earnings per equity share

Particulars	For the Year Ended 31st March, 2021	For the Period ended 31st March 2020
Earnings per equity share		-
Net profit available to equity shareholders	965	(17,78,386)
Weighted Average Number of Equity Shares of Rs. 100/- each (fully paid-up)	50,000	50,000
Earnings per share - Basic & Diluted (Rs)	0.02	(35.57)

16 As the company has carry forward loss, provision for taxation is not made, Deferred tax assets is not recognized as there is no reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

17 Impact of Covid

There has been disruption in the company's operations due to the measures taken to curb the impact of the Covid-19 pandemic. The management has made a comprehensive assessment of the possible impact of COVID-19 on its business operation, financial assets, contractual obligations and its overall liquidity position based on the internal and external sources of information and application of reasonable estimates and expects no significant impact on the continuity of the operations of the business on long term basis. The management noted that there is no impact on the carrying value of property, plant and equipment, recoverability of receivables, realisability of inventory and impairment assessment of financial and non-financial assets. However, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration.

18 Risk Management

Financial Risk Management objectives and Policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's activity expose it to market risk, liquidity risk, commodity risk and credit risk. The Company's financial risk management policy is governed under the overall direction of Board of Directors of the Company.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments.

A Credit Risk

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assess financial reliability of customers, taking into account the financial condition, current economic trends and analysis of historical bad debts and ageing of accounts receivable.

The entire trade receivables are from the holding company viz, 'The Western India Plywoods Ltd'. The company does not envisage any credit risk in this regard

B Liquidity Risk

Liquidity Risk is defined as the risk that the Company will not be able to settle or meet its obligations in time or at a reasonable price. The company expects to meet its obligations from operating cash flows

Contractual Maturity Patterns of Financial Liabilities

Particulars	As at 31st March 2021	As at 31st March 2020
	0-12 months	0-12 months
Trade Payable	-	-
Other Current Liabilities	2,67,273	1,98,338

C Market Risk- Interest Rate Risk

Interest rate risk the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. The Company has not made paid any interest during the year and no interest income has not been earned during the year and hence the interest rate risk does not affect the Company directly.

D Market Risk- Foreign Currency Risk

The Company does not export or import any goods or services and hence are not affected directly by foreign currency risk

19 Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Company's financial assets and financial liabilities.

All financial assets and financial liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period

Company's assets and liabilities which are measured at amortised cost for which fair value are disclosed at March 31, 2020

	Carrying amount as at		Fair value	
	March 31, 2020	Level I	Level II	Level III
Financial assets at amortized cost:				
Trade Receivables	13,12,124	-	13,12,124	-
Total	13,12,124	-	13,12,124	-

Company's assets and liabilities which are measured at amortised cost for which fair value are disclosed at March 31, 2021

	Carrying amount as at		Fair value	
	March 31, 2021	Level I	Level II	Level III
Financial assets at amortized cost:				
Trade Receivables	13,58,112	-	13,58,112	-
Total	13,58,112	-	13,58,112	-

Notes :-

The carrying value of trade receivables, trade payables, short term deposits and cash and cash equivalents are considered to be the same as their fair value, due to their short term in nature.

20 Payment to Auditors

Particulars	2020-2021	2019-2020
Audit Fees	25,000	25,000
Tax Audit Fees	5,000	5,000
Limited Review	-	13,000
Total Payment to Auditors	30,000	43,000

21 Assets Provided As Security

The carrying amount of assets provided as security (First Charge) for current and non current borrowings are:

	As at 31 March, 2021	As at 31 March, 2020
a) Current Assets	-	-
b) Non Current Assets		
Land	76,927	76,927
Plant & Machinery	3,13,028	3,14,431
Office Equipments	1,588	1,588
Furniture & Fixture	4,019	4,019
Total Non current assets provided as security	3,95,561	3,96,964
Total assets provided as security	3,95,561	3,96,964

All movable non current assets and a portion of the land of the company have been hypothecated to KSIDC towards the loan taken by the holding company viz, 'The Western India Plywoods Ltd'.

- 22 The Company is engaged in the business of manufacture and sale of wood-based products, which form broadly part of one product group which represents one operating segment, as the Chief Operating Decision Maker (CODM), reviews business performance at an overall company level and hence disclosure requirements under Ind AS 108 on Operating Segment is not applicable.

23 Disclosures On Related Party Transaction

A Names Of Related Parties And Nature Of Relationship:

(i) The Western India Plywoods Ltd : Holding Company

(ii) P K Harris : Key Managerial Personnel

B Transaction during the year

Description	31st March 2021	31st March 2020
(i) The Western India Plywoods Ltd		
(a) Ground Rent	2,10,000	1,08,000
(ii) Key Managerial Personnel		
(a) Director's Remuneration (upto 31.12.2020)	1,26,400	1,89,600

C Balance as on closing date

Description	31st March 2021	31st March 2020
(i) The Western India Plywoods Ltd (Receivable)	13,58,112	13,12,124

24 Contingent Liabilities

Particulars	31.03.2021 (Rupees)
a) Letters of credit	-
b) Bank guarantees	-
c) Bills discounted	-
d) Claims against the Company not acknowledged as debts	-

24.01 Estimated amount of contract remaining to be executed on capital account and not provided for Rs Nil/- (Rs Nil/-)

- 25 The figures in brackets, unless otherwise stated represents figures for the previous year. Figures of the previous year have been regrouped/recast where ever necessary to suit the classification/disclosure of the current year. Figures have been rounded off to the nearest Rupee.

26 Figures have been rounded off to the nearest Rupee. Previous year figures have been regrouped/reclassified wherever necessary to correspond with current year classification/disclosure.

As per our separate report of even date attached

The accompanying notes form an integral part of the financial statements (1 to 26)

For **Prabhu Hegde & Associates**

Chartered Accountants

Firm Registration Number: 012225 S

Manjunath

Prabhu

Sreekanth

Manjunath Prabhu S

Partner

Membership Number: 221515

UDIN: 21221515AAAADC4033

Place: Kannur

Date:

For and on behalf of the Board of Directors

P K Mayan Mohamed

Director

(DIN: 00026897)

Pushya Sitaraman

Director

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