

# SHARAD FIBRES AND YARN PROCESSORS LIMITED

Corporate Identity Number: L17110MH1987PLC043970

220, Unique Industrial Estate, Off Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025

E mail: [accounts@sharadfibres.com](mailto:accounts@sharadfibres.com) Website: <http://www.sharadfibres.in>;

Tel no.: 022-66355800/66155800

\*\*\*\*\*

Date: April 22, 2022

To  
**BSE Limited,**  
Corporate Relationship Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort  
Mumbai - 400 001.

**Reg: Security Code No. 514402:**

**Sub: Outcome of the Board Meeting dated April 22, 2022:**

Dear Sir / Ma'am,

Pursuant to Regulation 30 of SEBI (LODR) Regulations, 2015, we wish to inform you that the Board of Directors at their Meeting held today (i.e. Friday, April 22, 2022), has transacted the following business:

1. Approved the Audited Financial Results of the Company for the quarter & year ended on March 31, 2022 as recommended by the Audit Committee.

Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, we are enclosing herewith the following:

- Audited Financial Results for the quarter & year ended March 31, 2022 along with the Statement of Assets and Liabilities of the Company and Cash-Flow Statement as on that date.
- Auditors Report on the Financial Results for the quarter & year ended March 31, 2022.
- Declaration regarding Auditor's Report with unmodified opinion on the Audited Standalone Financial Results of the Company for the financial year ended on March 31, 2022.

The Meeting of the Board commenced at 5:30 p.m. and concluded at 6:30 p.m.

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The results will be published in the newspaper pursuant to Regulation 47(1) (b) of SEBI (LODR) Regulations, 2015 in due course.

Kindly take the same on record and acknowledge.

Thanking You,

Yours Faithfully,

For SHARAD FIBRES & YARN PROCESSORS LTD



JYOTI NANKANI  
MANAGING DIRECTOR  
(DIN: 07145004)

Encl.: as above

**SHARAD FIBRES & YARN PROCESSORS LIMITED**  
 319, PRABHADEVI INDUSTRIAL ESTATE, OFF. VEER SAVARKAR MARG, PRABHADEVI MUMBAI- 400025  
 CIN:- L17110MH1987PLC043970  
 STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022

**PART - II STATEMENT OF PROFIT AND LOSS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022**

Rs. In lakhs

**STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MAR -22**

PARTICULARS	STANDALONE				
	Quarter Ended			Yearly	
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
PERIOD ENDING	31.03.22	31.12.21	31.03.21	31.03.22	31-Mar-21
No. of Months	3	3	3	12	12
<b>I Revenue from Operations</b>					
(a) Net Sales/ Interest Earned/ Operating Income			29.5053	18.587	100.035
(b) Other income	3.076		1879.0169	3.076	1884.259
<b>Total Revenue (I)</b>	<b>3.076</b>	<b>0.0000</b>	<b>1908.5212</b>	<b>19.6626</b>	<b>1984.294</b>
<b>II Expenses</b>					
Cost of Material Consumed	1.103		26.043	27.596	141.376
Purchase of Stock-in-trade					
Changes in Inventory of Finished Goods, stock in trade and Work in Progress					
Employee benefits expense	0.645	0.849	20.955	6.315	31.118
Finance cost	0.08659	0.176	0.180	0.519	0.949
Depreciation and amortisation expenses			14.378		14.378
Other Expenses	17.620	0.515	280.999	25.266	286.325
<b>Total Expenses (II)</b>	<b>19.455</b>	<b>1.340</b>	<b>342.555</b>	<b>69.684</b>	<b>486.145</b>
<b>III Profit before Exceptional Items and tax (I-II)</b>	<b>(16.379)</b>	<b>(1.340)</b>	<b>1,565.966</b>	<b>(40.022)</b>	<b>1498.149</b>
<b>IV Exceptional items</b>					
<b>V Profit before and tax (III-IV)</b>	<b>(16.379)</b>	<b>(1.340)</b>	<b>1,565.966</b>	<b>(40.022)</b>	<b>1,498.149</b>
<b>VI Tax Expenses:</b>					
1) Current Tax					
2) Deferred Tax					
<b>Profit (loss) for the Period From Continuing Operations (V-VI)</b>	<b>(16.379)</b>	<b>(1.340)</b>	<b>1,565.966</b>	<b>(40.022)</b>	<b>1,498.149</b>
<b>VIII Profit/ (loss) from Discontinued Operations</b>					
<b>IX Tax Expenses of discontinued operations</b>					
<b>X Profit/(loss) from Discontinued operations (after tax) (VIII-IX)</b>					
<b>XI Profit/(loss) for the Period (VII+X)</b>	<b>(16.379)</b>	<b>(1.340)</b>	<b>1,565.966</b>	<b>(40.022)</b>	<b>1,498.149</b>
<b>XII Other Comprehensive Income</b>					
<b>Total Comprehensive Income for the Period (XI+XII)</b>	<b>(16.379)</b>	<b>(1.340)</b>	<b>1,565.966</b>	<b>(40.022)</b>	<b>1,498.149</b>
<b>XIV Earning Per Equity Share (for Continuing Operation)</b>					
(1) Basic	-0.38	-0.03	35.86	-0.92	34.31
(2) Diluted	-0.38	-0.03	35.86	-0.92	34.31
<b>XV Earning Per Equity Share (for discontinued Operation)</b>					
i (a) Basic					
(b) Diluted					
<b>XVI Earning Per Equity Share (for discontinued &amp; Continuing Operation)</b>					
(a) Basic	-0.38	-0.03	35.86	-0.92	34.31
(b) Diluted	-0.38	-0.03	35.86	-0.92	34.31

**Notes**

- The company is engaged in one Segment of Manufacturing / Reprocessing of Plastic Waste
- The above standalone financial results for the quarter ended December 31st, Mar 22 are prepared in accordance with the Indian Accounting Standards (IND-AS) as prescribed under section 133 of the companies act, 2013 read with rule 3 of Companies (IND AS) Rules, 2015
- The Above Results have been Reviewed by the Audit Committee of the Board and Approved by the board of Directors at the Respective meeting held on 22/4/22. The Statutory Auditors of the Company have carried out a limited review of the results of the quarter and year ended 31/3/2022. Previous Period/ Current Year Figures have been reclassified/regrouped wherever necessary to correspond with the current Quarter's classification/ Disclosure

FOR & BEHALF OF BOARD OF DIRECTORS  
 SHARAD FIBRES AND YARN PROCESSORS LIMITED

JYOTI NANKANI  
 MANAGING DIRECTOR



Place : Mumbai  
 Date : 22/4/22

**SHARAD FIBRES & YARN PROCESSORS LIMITED**  
**319, PRABHADEVI INDUSTRIAL ESTATE, OFF. VEER SAVARKAR MARG, PRABHADEVI MUMBAI- 400025**  
**CIN:- LI7110MH1987PLC043970**  
**STANDALONE AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31/03/2022**

**STATEMENT OF ASSETS AND LIABILITIES as on 31/03/22**

Rs in lakhs

Particulars	Note No.	Yearly Ended 30/3/22	YEAR ENDED 31/3/21
<b>1. ASSETS</b>			
<b>Non-current Assets</b>			
(a) Property, Plant and Equipment		-	24.551
(b) Capital work in progress			
(c) Investment Property			
(d) Goodwill			
(e) Other Intangible Assets			
(f) Intangible asset under development			
(g) Biological asset other than bearer plant			
(h) Financial Asset			
(i) Investments			
(ii) Trade receivables			
(iii) Loans			
(iv) Others Financial Assets		4.993	9.485
(i) Deferred Tax Assets(net)			
(j) Other non current assets			
<b>2. Current Assets</b>			
(a) Inventories			
(b) Financial Assets			
(i) Investments			
(ii) Trade Receivables		-	0.404
(iii) Cash and Cash Equivalent		70.742	116.633
(iv) Bank Balances Other than (iii) above		-	0.612
(v) Loans & Advances		-	-
(vi) Others to be specified		0.852	1.733
(c) Current Tax Assets(net)			
(d) Other Current Assets			
<b>Total Assets</b>		<b>76.587</b>	<b>153.418</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital		436.640	436.640
(b) Other Equity		(361.022)	(319.277)
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings		-	3.483
(ii) Trade Payables			
(iii) Other Financial Liabilities(Other than those specified in item (b), to be specified			
(b) Provisions			
(c) Deferred Tax Liabilities( Net)			
(d) Other non current liabilities			
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings		-	3.220
(ii) Trade Payables		0.622	18.744
(iii) Other Financial Liabilities(Other than those specified in item (b), to be specified			
(b) Provisions			
(c) Current Tax Liabilities( Net)			
(d) Other current liabilities		0.347	10.609
<b>Total Equity and Liabilities</b>		<b>76.587</b>	<b>153.418</b>

FOR & BEHALF OF BOARD OF DIRECTORS  
SHARAD FIBRES AND YARN PROCESSORS LIMITED

  
**JYOTI NANKANI**  
MANAGING DIRECTOR



Place : Mumbai  
Date : 22/4/22

**SHARAD FIBRES & YARN PROCESSORS LIMITED**  
**Statement of Cash flow for the 31st March, 2022**

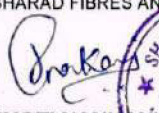
Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
<b>Cash flow from operating activities</b>		
Profit for the year	(40.022)	1,498.149
Adjustments for		
Depreciation and amortization expense	-	14.378
(Profit)/Loss on disposal of property, plant and equipment	12.798	(55.339)
Interest and dividend income	(0.094)	(1,787.087)
<b>Changes in asset and liabilities</b>		
Decrease / (Increase) in Trade Receivables	0.404	225.123
Decrease / (Increase) in Inventories	=	14.414
Decrease / (Increase) in Other Non Current Assets	1.928	(0.591)
Decrease / (Increase) in Other Current Assets	0.882	0.526
(Decrease) / Increase in Trade Payables	(18.122)	(3.380)
(Decrease) / Increase in Other Current liabilities	(10.262)	3.851
Decrease / (Increase) in Loans & Advances	0.612	(0.612)
<b>Cash generated from operations</b>		
Income taxes paid (Net off refund recd)	0.840	0.223
<b>Net cash flow from operating activities</b>	<b>(51.035)</b>	<b>(90.345)</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment	-	-
Proceeds from sale of plant, property and equipment	11.754	131.500
<b>Net cash flow from investing activities</b>	<b>11.754</b>	<b>131.500</b>
<b>Cash flow from financing activities</b>		
Proceeds from borrowings	-	81.645
Repayment of borrowings	(6.703)	(184.180)
Interest received	0.094	-
<b>Net cash flow from financing activities</b>	<b>(6.610)</b>	<b>(102.535)</b>
<b>Net increase/ decrease in cash and cash equivalents</b>		
Cash and cash equivalents at beginning of the financial year	116.633	178.014
Effects of exchange rate changes on cash and cash equivalents		
<b>Cash and cash equivalents at end of the year</b>	<b>70.742</b>	<b>116.633</b>

**Reconciliation of cash and cash equivalents as per the cash flow statement**

Cash and cash equivalents as per above comprise of the following

	<b>44,651.000</b>	<b>44,286.000</b>
Cash and cash equivalents (note 6(d))	70.742	116.633
Bank Overdrafts (note 13(a))		
<b>Balances as per statement of cash flows</b>	<b>70.742</b>	<b>116.633</b>

FOR & BEHALF OF BOARD OF DIRECTORS  
SHARAD FIBRES AND YARN PROCESSORS LIMITED

  
**JYOTI NANKANI**  
MANAGING DIRECTOR



Place: Mumbai  
22-04-22

8. Other equity

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserves and surplus				Debt instruments through other comprehensive income	Equity instruments through other comprehensive income	Effective portion of cashflow hedges	Revaluation Surplus	Exchange difference on transferring the financial statements of foreign operation	Other items of other comprehensive income	Money received against share warrants	Total
			Capital Reserve	Securities premium reserve	Other reserves	Retained earnings								
Balance at the beginning of the reporting period														
Changes in accounting policy or prior period errors			15,18,14,718											
Restated balance at the beginning of the reporting period														15,18,14,718
Total Comprehensive income for the year														
Dividends														
Transfer to retained earnings														
Any other change														
Balance at the end of the reporting period			15,18,14,718											15,18,14,718

FOR & BEHALF OF BOARD OF DIRECTORS  
SHIRAD FIBRES AND YARN PROCESSORS LIMITED

*Jyoti Nankani*  
JYOTI NANKANI



MANAGING DIRECTOR

Place : Mumbai  
Date : 22/4/22

# **J. H. BHANDARI & CO.**

**CHARTERED ACCOUNTANTS**

4/9, Shreepati Arcade Annexe - 3, 22, A. K. Marg, Nana Chowk, Mumbai - 400036.

Mob No. 9819660855 Email ID. jinal.parikh@ymail.com

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## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of Sharad Fibres and Yarn Processors Limited**

**Report on the Audit of Standalone Ind AS Financial Statements**

### **Opinion**

I have audited the accompanying standalone financial statements of Sharad Fibres and Yarn Processors Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), 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 my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 as amended ("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, 2022, its loss including total comprehensive income, its cash flows and the changes in equity for the year ended as on that date.

### **Basis of Opinion**

I have conducted the audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Act. My responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the Standalone Financial Statements' section of the report. I am independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to the audit of the financial statements under the provisions of the Act and the Rules thereunder, and I have fulfilled all other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Standalone Financial Statement.

# **J. H. BHANDARI & CO.**

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Mob No. 9819660855 Email ID. jinal.parikh@ymail.com

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the 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.

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

In connection with my audit of the standalone financial statements, my 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 my knowledge obtained during the course of my audit or otherwise appears to be materially misstated.

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

## **Management's Responsibility for the Standalone Ind AS 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, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other 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



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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 Responsibility for the Audit of the Standalone Financial Statements**

My 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, I have exercised professional judgment and maintain professional scepticism throughout the audit. I 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, I am also responsible for expressing my 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.

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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 I conclude that a material uncertainty exists, I am 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. My conclusions are based on the audit evidence obtained up to the date of my 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 standalone financial statements may be influenced. I 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 standalone financial statements.

I 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 I identify during our audit.

I also provide those charged with governance with a statement that I 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, I 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. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I 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.

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Mob No. 9819660855 Email ID. jinal.parikh@ymail.com

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## **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, based on my audit I report, to the extent applicable that:
- a) I 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 my 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 Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
  - d) In my opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 except Ind AS – 19 Retirement Benefits.
  - e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the director is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate Report in "**Annexure A**". My 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 Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
    - a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
    - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

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d. As per Companies (Audit & Auditors) Amendments Rules, 2021, in my opinion and to the best of my information and according to the explanations given to me:

i. The Company has not advanced or loaned or invested funds (either from borrowed funds or share premium or any other sources or kind of funds) to any other person or entity, including a foreign entity.

ii. The Company has not received funds from any person or entity, including a foreign entity.

iii. Nothing has come to my notice that has caused me to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

e. The Company has not declared or paid any amount as dividend during the year.

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, I give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For J H Bhandari & Co.

Chartered Accountants

Firm Reg. No. 138960W

Place: **Mumbai**

Date: **22<sup>nd</sup> April, 2022**

UDIN: **22158795AHOVEB6304**



**Jinal H. Bhandari**

Proprietor

Membership No: 158795

# **J. H. BHANDARI & CO.**

**CHARTERED ACCOUNTANTS**

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## **Annexure - A to the Auditors' Report**

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

In conjunction with my audit of the standalone financial statements of the Company as of and for the year ended 31<sup>st</sup> March, 2022, I have audited the internal financial controls over financial reporting of **Sharad Fibres and Yarn Processors Limited** ("the Company") in conjunction with my 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing 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 ICAI. Those Standards and the Guidance Note require that I 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.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial controls system over financial reporting.

# **J. H. BHANDARI & CO.**

**CHARTERED ACCOUNTANTS**

4/9, Shreepati Arcade Annexe - 3, 22, A. K. Marg, Nana Chowk, Mumbai - 400036.

Mob No. 9819660855 Email ID. jinal.parikh@gmail.com

## **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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 my 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 31st March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For J H Bhandari & Co.**  
Chartered Accountants  
Firm Reg. No. 138960W

Place: **Mumbai**

Date: **22<sup>nd</sup> April, 2022**

UDIN: **22158795AHOVEB6304**



Digitally signed by JINAL HARSHIL BHANDARI  
DN: cn=Jinal Harshil Bhandari, o=J. H. Bhandari & Co., ou=Chartered Accountants, email=jinal.parikh@gmail.com  
Date: 2022.04.22 12:13:45 +05'30'

**Jinal H. Bhandari**  
Proprietor  
Membership No: 158795

# **J. H. BHANDARI & CO.**

CHARTERED ACCOUNTANTS

4/9, Shreepati Arcade Annexe - 3, 22, A. K. Marg, Nana Chowk, Mumbai - 400036.

Mob No. 9819660855 Email ID. jinal.parikh@ymail.com

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## **"Annexure B" to the Independent Auditors' Report**

The Annexure referred to in paragraph 1 of my Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31<sup>st</sup> March 2022, I report that:

- (i)
  - a) In my opinion and according to the information and explanations given, the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
  - (b) These fixed assets have been physically verified by the management at reasonable intervals; and if any material discrepancies which were noticed on such verification, the same have been properly dealt with in the books of account;
  - (c) The title deeds of immovable properties are held in the name of the company.
- (ii) As per the information and explanation given to me, Company does not have any inventory during the year. Accordingly, the provisions of Clause ii (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- (iii) In my opinion and according to the information and explanations given to me, the company has not granted any loans to parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, the provisions of Clause 3(iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In my opinion and according to the information and explanations given to me, the company has complied with provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and securities as applicable.
- (v) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company and hence not commented upon..
- (vi) The maintenance of cost records as specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company is not applicable to the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company and hence not commented upon.

# J. H. BHANDARI & CO.

CHARTERED ACCOUNTANTS

4/9, Shreepati Arcade Annexe - 3, 22, A. K. Marg, Nana Chowk, Mumbai - 400036.

Mob No. 9819660855 Email ID. jinal.parikh@ymail.com

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- (vii) (a) According to the information and explanations given to me and on the basis of my examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to me, the Company did not have any dues on account of duty of excise, sales tax, duty of customs, service tax or any other statutory dues outstanding for more than 6 months.
- (b) According to the information and explanations given to me, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31<sup>st</sup> March 2022 for a period of more than six months from the date they became payable.
- (viii) As per the information and explanation given to me, the company has not defaulted in repayment of dues to a financial institution or bank or debenture holders.
- (ix) As per the information and explanation given to me, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to me, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of my audit.
- (xi) According to the information and explanations give to me and based on my examination of the records of the Company, the Company has not paid/provided for managerial remuneration. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- (xii) In my opinion and according to the information and explanations given to me, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.



# **J. H. BHANDARI & CO.**

**CHARTERED ACCOUNTANTS**

4/9, Shreepati Arcade Annexe - 3, 22, A. K. Marg, Nana Chowk, Mumbai - 400036.

Mob No. 9819660855 Email ID. jinal.parikh@gmail.com

- (xiii) According to the information and explanations given to me and based on my examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to me and based on my examination of the records of the Company, the Company has not made any preferential allotment during the year which is prejudicial to the interest of the company.
- (xv) According to the information and explanations given to me and based on my examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For JH Bhandari & Co.**  
**Chartered Accountants**  
**Firm Reg. No. 138960W**

Place: **Mumbai**

Date: **22<sup>nd</sup> April, 2022**

UDIN: **22158795AHOVEB6304**



Digitally signed by JINAL HARSHIL  
BHANDARI  
DN: cn=JINAL HARSHIL  
BHANDARI, o=J. H. Bhandari & Co., ou=Chartered Accountants, email=jinal.parikh@gmail.com, c=IN  
Date: 2022.04.22 17:52:58 +05'30'

**Jinal H. Bhandari**  
**Proprietor**

**Membership No: 158795**

# SHARAD FIBRES AND YARN PROCESSORS LIMITED

Corporate Identity Number: L17110MH1987PLC043970

220, Unique Industrial Estate, Off Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025

E mail: [accounts@sharadfibres.com](mailto:accounts@sharadfibres.com) Website: <http://www.sharadfibres.in>;

Tel no.: 022-66355800/66155800

\*\*\*\*\*

Date: April 22, 2022

To  
**BSE Limited,**  
Corporate Relationship Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort  
Mumbai - 400 001.

**Reg: Security Code No. 514402:**

**Sub: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.**

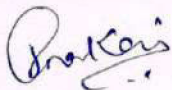
Dear Sir/ Ma'am,

Pursuant to the provision of Regulation 33 (3) (d) of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as amended by SEBI Notification No. SEBI / LAD-NRO / GN / 2016-17 / 001 dated May 25, 2016 read with SEBI Circular No. CIR / CFD / CMD / 56 / 2016 dated May 27, 2016, We hereby declared that the Statutory Auditors of the Company M/s. J H Bhandari & Co, Chartered Accountants, (Firm Registration No. 138960W) have issued the Audit Reports with Unmodified Opinion in respect of the Audited Standalone Financial results for the quarter & year ended on March 31, 2022.

Kindly take the same on your record.

Thanking you,

Yours Faithfully,  
For SHARAD FIBRES & YARN PROCESSORS LTD



JYOTI NANKANI  
MANAGING DIRECTOR  
(DIN: 07145004)

Encl.: as above