



# SHARAT INDUSTRIES LIMITED

CIN - L05005AP1990PLC011276

**Regd. Off. :** Feed Plant, Hatchery & Farm

Venkanna Palem Village, T.P. Gudur Mandal, Nellore - 524 002, Nellore Dist, A.P.

**Processing Plant :** Mahalakshimpuram Village, T.P. Gudur Mandal, Nellore - 524 002, Nellore Dist, A.P.

E-mail : [accounts@sharatindustries.com](mailto:accounts@sharatindustries.com), Website : [www.sharatindustries.com](http://www.sharatindustries.com)

Date: 27<sup>th</sup> May 2022

**To,**  
**Corporate Relationship Department,**  
**BSE Limited**  
**Phiroze Jeejheebhoy Towers**  
**Dala Street,**  
**Mumbai-532370**

**Scrip Code: 519397**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting:**

In continuation to the Notice of the Board Meeting dated 19<sup>th</sup> May, 2022 we wish to inform you that the meeting of the Board of Directors of the Company held today i.e. 27<sup>th</sup> May, 2022 the Board inter-alia considered and approved the Audited Standalone Financial Results for the quarter and year ended 31<sup>st</sup> March, 2022 as recommended by the members of the Audit committee at their meeting held earlier in the day.

We are enclosing herewith the Audited Standalone Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2022 as approved by the Board along with the Auditor's Report issued by the Statutory Auditors of the Company, the report of the Auditor is with unmodified opinion.

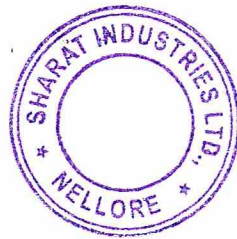
The Meeting Commenced at 04:00 PM and concluded at 05.30 PM

This is for your information and records.

Thanking You,

For **SHARAT INDUSTRIES LIMITED**

**SHARAT REDDY**  
**EXECUTIVE DIRECTOR**  
**DIN:02929724**



**INDEPENDENT AUDITORS' REPORT  
TO THE BOARD OF DIRECTORS OF SHARAT INDUSTRIES LIMITED**

**Report on the audit of the Annual Financial Results**

**Opinion**

We have (a) audited the Financial Results for the year ended March 31, 2022 and (b) reviewed the Financial Results for the quarter ended March 31, 2022 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Financial Results for the Quarter and Year Ended March 31, 2022" of "**SHARAT INDUSTRIES LIMITED**" ("the Company"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

**(a) Opinion on Annual Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and total comprehensive income and other financial information for the year ended 31<sup>st</sup> March, 2022.

**(b) Conclusion on Unaudited Financial Results for the quarter ended March 31, 2022**

With respect to the Financial Results for the quarter ended March 31, 2022, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Financial Results for the quarter ended March 31, 2022, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.





**Basis for Opinion on the Audited Financial Results for the year ended March 31, 2022**

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

**Management's and Board of Directors' Responsibilities for the Annual Financial Results**

These annual financial results have been prepared on the basis of the annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the annual financial results, the Management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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





**Auditor's Responsibilities**

**(a) Audit of the Financial Results for the year ended March 31, 2022**

Our objectives are to obtain reasonable assurance about whether the annual financial results 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 annual financial results.

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 annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (1) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements 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 in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 appropriateness of this assumption. 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 annual financial results 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 annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the 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.

**(b) Review of the Financial Results for the quarter ended March 31, 2022**

We conducted our review of the Financial Results for the quarter ended March 31, 2022 in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.





# A.R. KRISHNAN & ASSOCIATES

CHARTERED ACCOUNTANTS

## Other Matter

The annual financial results include the results for the quarter ended 31<sup>st</sup> March, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For A.R.Krishnan & Associates  
Chartered Accountants  
Firm Regn.No.009805S



*[Handwritten signature]*

(A.Senthil Kumar)

Partner

Membership No.: 214611

UDIN : 22214611AJSKSJ8456

Place: Chennai

Date : 27-05-2022

**SHARAT INDUSTRIES LIMITED**

CIN: L05005AP1990PLC011276

Regd Office: Venkannapalem Village, T.P.Gudur Mandal, Nellore District, AP Pin 524002

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2022**

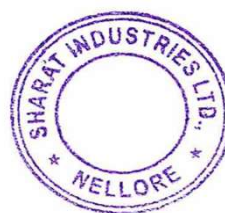
Rupee in Lakhs

S. No	Particulars	Quarter Ended			Year Ended	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		Audited	Unaudited	Audited	Audited	Audited
<b>1</b>	<b>Revenue from Operations</b>					
	(a)Revenue from operations	5,338.45	5,748.46	4,748.23	24,703.29	25,097.77
	(b)Other income	47.35	57.22	131.08	106.73	185.61
<b>2</b>	<b>Total Income(a+b)</b>	5,385.80	5,805.68	4,879.31	24,810.02	25,283.38
<b>3</b>	<b>Expenses</b>					
	(a)Cost of materials consumed	3,137.30	3,945.50	3,071.39	16,390.16	19,751.41
	(b)Purchase of stock-in-trade					
	(c)Changes in inventoriesof finished goods, work-in-progress and stock-in-trade	599.11	130.21	656.33	1,125.00	(293.41)
	(d)Employee benefits expenses	180.71	187.66	221.23	753.55	896.31
	(e)Finance Costs	130.02	189.89	204.74	614.14	578.40
	(f)Depreciation and amortisation expense	102.52	95.58	87.68	386.20	340.84
	(g)Other expense	1,194.60	1,166.64	633.66	5,090.46	3,620.42
	<b>Total Expenses</b>	5,344.26	5,715.47	4,875.02	24,359.51	24,893.96
<b>4</b>	<b>Profit before tax (2-3)</b>	41.54	90.20	4.28	450.51	389.42
<b>5</b>	<b>Tax Expenses</b>					
	(a)Current tax	6.85	15.06		75.12	65.53
	(b) Mat Credit Entitlement	(15.34)	10.04		30.17	38.38
	(c)Deferred tax charge/ (credit)	(0.67)		27.04	(0.67)	27.04
<b>6</b>	<b>Profit for the period (4-5)</b>	50.70	65.11	(22.75)	345.90	258.47
<b>7</b>	<b>Other Comprehensive income</b>					
	Items that will not be reclassified to profit or loss ( Net of Income Tax )		-	3.15	-	3.15
	(i)Items that will not be reclassified to profit or loss	(3.31)		3.15	(3.31)	3.15
	(ii)Income tax relating to items that will not be reclassified to profit or loss		-	-		
<b>8</b>	<b>Total other comprehensive income, net of income tax</b>	(3.31)	-	3.15	(3.31)	3.15
<b>9</b>	<b>Total comprehensive income (7+8)</b>	47.39	65.11	(19.60)	342.58	261.62
<b>10</b>	<b>Paid-up equity share capital (Face value Rs.10 each)</b>	2232.92	2201.25	2201.25	2232.92	2201.25
<b>11</b>	<b>Earnings per share Face value of Rs. 10 each (not annualised):</b>					
	(a)Basic (Rs.)	0.21	0.30	(0.09)	1.53	1.19
	(b)Diluted (Rs.)	0.21	0.30	(0.09)	1.53	1.19
	See accompanying notes to the Financial Results					

**Notes to the Statement of Unaudited Financial Results-**

- The company is primarily engaged in the business of 'Aqua Culture' which is single segment for assessing its performance.
- The Statutory auditors of the company have conducted audit of the above financial results of the company for the quarter & Year ended 31st March 2022.  
An unqualified report has been issued by them thereon.
- The above financial results have been reviewed by the audit committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on **27th May 2022**.
- This Statement is as per regulation 33 of SEBI (Listing Obligation and Disclosure Requirement), 2015
- The Central Government has published The Code on Social Security, 2020 and Industrial Relations Code, 2020 ("the Codes") in the Gazette of India, inter alia, subsuming various existing labour and industrial laws which deals with employees related benefits including post employment. The effective date of the code and the rules are yet to be notified. The impact of the legislative changes, if any, will be assessed and recognised post notification of the relevant provisions.
- Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period 's classification / disclosure.

Place : Nellore  
Date: 27th May 2022



For Sharat Industries Limited

*S. Prasad Reddy*

**S.Prasad Reddy**  
Managing Director

**SHARAT INDUSTRIES LIMITED**

CIN: L05005AP1990PLC011276

Regd Office: Venkannapalem Village, T.P.Gudur Mandal, Nellore District, AP Pin 524002

**Standalone Statement of Assets and Liabilities As at 31st March 2022**

(Rupee in Lakhs)

		(Rupee in Lakhs)		
	Particulars	Note No.	As At March 31, 2022 Audited	As At March 31, 2021 Audited
I	ASSETS			
	(1) Non-Current Assets			
	(a) Property, Plant & Equipment	3	4,585.23	4,232.25
	(b) Capital Work in Progress	3	254.67	212.68
	(c) Intangible Assets		0.26	1.87
	(d) Intangible Assets under Development		-	-
	(e) Financial Assets		-	-
	(e) Deferred Tax Asset	14	-	-
	(g) Other Non-Current Assets	4	254.34	246.21
	(h) Trade Receivables		520.45	481.37
	<b>Total Non-Current Assets</b>		<b>5,614.95</b>	<b>5,174.39</b>
	(2) Current Assets			
	(a) Inventories	5	5,493.98	6,530.32
	(b) Financial Assets		-	-
	(i) Investments		-	-
	(ii) Trade Receivables	6	5,658.99	4,184.19
	(iii) Cash and Cash Equivalents	7	462.06	150.02
	(iv) Bank Balances Other than (iii) above	8	100.17	292.69
	(v) Others		386.79	869.67
	(c) Other Current Assets	9	898.17	898.27
	<b>Total Current Assets</b>		<b>13,000.16</b>	<b>12,925.15</b>
	<b>TOTAL ASSETS</b>		<b>18,615.11</b>	<b>18,099.54</b>
II	EQUITY & LIABILITIES			
	(1) Equity			
	(a) Equity Share Capital	10	2,391.25	2,201.25
	(b) Other Equity	11	4,644.89	3,542.31
	(C) Money received against Share Warrents		-	-
	<b>Total Equity</b>		<b>7,036.14</b>	<b>5,743.56</b>
	(2) Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	12	1,230.76	1,695.08
	(ii) Other Financial liabilities[other than those specified in (b) below]		483.59	564.48
	(iii) Trade Payables		80.50	181.79
	(b) Provisions	13	14.38	7.45
	(c) Deferred Tax Liabilities (Net)	14	138.02	109.80
	<b>Total Non-Current Liabilities</b>		<b>1,947.25</b>	<b>2,558.60</b>
	(3) Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	15	7,685.05	6,470.97
	(ii) Trade Payables	16	1,259.63	2,670.35
	(iii) Other Financial liabilities[Other than those specified in (c) below]	17	4.16	1.72
	(b) Other Current Liabilities	18	99.76	14.78
	(c) Provisions	19	583.11	639.55
	<b>Total Current Liabilities</b>		<b>9,631.72</b>	<b>9,797.38</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>18,615.11</b>	<b>18,099.54</b>

Place : Nellore  
Date: 27-05-2022



For Sharat Industries Limited

*S. Prasad Reddy*

S. Prasad Reddy  
Managing Director



**SHARAT INDUSTRIES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March 2022**

Rs.in Lakhs

S.No	Particulars	For the Year ended Mar 31, 2022	For the Year ended Mar 31, 2021
<b>A.</b>	<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
	<b>Net Profit / (Loss) Before Extraordinary Items and Tax</b>	<b>450.51</b>	<b>389.42</b>
	<b>Adjustments for:</b>		
	Depreciation and impairment of Property, plant and equipment	<b>386.20</b>	340.84
	Amortisation and impairment of intangible assets		
	Loss on sale of Investments		
	Finance Costs	<b>614.14</b>	578.40
	Gratuity	-5	-3
	Wealth Tax		-
	(Profit)/Loss on Sale of Vehicle	-	-
	Interest Income	<b>-11.98</b>	(18.18)
	Creditors no Longer Payable		-
	Capital Subsidy	-	65
	Provision for Bad and Doubtful Debts	-	22
	<b>Operating Profit/(Loss) Before Working Capital Changes</b>	<b>1,434.28</b>	<b>1,373.93</b>
	<b>Changes in Working Capital:</b>		
	<b>Adjustment for (Increase) / Decrease in Operating Assets</b>		
	Inventories	<b>1,036.34</b>	(1,139.18)
	Trade Receivables	<b>-1,513.88</b>	(662.89)
	Short term Loans and Advances	<b>482.88</b>	(644.89)
	Bank Balances Other than cash & Cash Equivalents	<b>192.52</b>	(70.76)
	Others	<b>0.10</b>	-162
	<b>Adjustment for Increase / (Decrease) in Operating Liabilities</b>		
	Trade Payables	<b>-1,410.72</b>	259.62
	Other Current Liabilities	<b>84.98</b>	(10.16)
	Long Term Provisions	<b>6.93</b>	(10.99)
	Short Term Provisions	<b>-56.44</b>	50.33
	<b>Cash generated from operations</b>	<b>256.99</b>	<b>(1,017.19)</b>
	Cash outflow due to Exceptional Items		
<b>B.</b>	<b>Cash generated from operations</b>	<b>256.99</b>	<b>(1,017.19)</b>
	Net Income Tax (Paid)/Refund	<b>-75.12</b>	(43.18)
	<b>NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES - A</b>	<b>181.87</b>	<b>(1,060.37)</b>
	<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
	Capital Expenditure on Fixed Assets	<b>-737.57</b>	(411.48)
	Decrease / (Increase) in Capital Work in Progress	<b>-41.99</b>	(55.39)
	Proceeds from Sale of Fixed Assets	-	-
	Long Term Loans and Advances	<b>-8.13</b>	(114.78)
	Interest Received	<b>11.98</b>	18.18
	<b>NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES - B</b>	<b>(775.71)</b>	<b>(563.47)</b>
<b>C.</b>	<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
	Proceeds / (Repayment) from / of Long Term Borrowings	<b>-464.32</b>	907.41
	Current Maturities of Long term Debt	<b>-80.89</b>	(150.05)
	Other Short term Borrowings	<b>1,216.52</b>	1,493.24
	Trade Payables Non Current	<b>-101.29</b>	(73.10)
	Finance Costs	<b>-614.14</b>	(578.40)
	capital subsidy received from government		67
	Sharewarrant money received	<b>950.00</b>	
	<b>NET CASH FROM / (USED IN ) FINANCING ACTIVITIES - C</b>	<b>905.88</b>	<b>1,665.65</b>
	<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A + B + C)</b>	<b>312.04</b>	<b>41.81</b>
	<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>150.02</b>	<b>108.21</b>
	<b>Cash and Cash Equivalents at the end of the year</b>	<b>462.06</b>	<b>150.02</b>
	<b>Reconciliation of Cash and Cash Equivalents with the Balance sheet</b>		
	Cash and Cash Equivalents as per Balance Sheet (Refer Note No.13)		
	<b>Cash and Cash Equivalents at the end of the year</b>		
	<b>Comprises:</b>		
	Cash on hand	13.51	1.41
	Balance with Banks		
	- in Current Accounts	448.55	148.61
	- in Deposit Accounts		
		<b>462.06</b>	<b>150.02</b>

Place : Nellore  
Date: 27th May 2022



For Sharat Industries Limited

*S. Prasad Reddy*

S. Prasad Reddy  
Managing Director