SAB INDUSTRIES LIMITED

Amalgamated Balance Sheet as at 31st March, 2020

Particulars	Note No.	As on 31.03.2020	As On 31.03.2019 (Rupees)
I. ASSETS			
(1) Non-current assets			
(a) Property, plant and equipment	1 (a)	215898543	209304360
(b) Capital Work In Progress	1 (b)	33570167	36265425
(c) Financial Assets			
- Investments	1 (c)	600349195	1289865453
- Loans		140500000	12500000
(d) Other Non-Current Assets		102908	0
(e) Deferred tax assets (net)		(18002156)	(210478123)
Total Non-current assets		**972418657**	**1337457115**
(2) Current assets			
(a) Inventories	2 (a)	438880102	382892835
(b) Financial Assets			0
- Trade receivables	2 (b)	46964083	59890789
- Cash and cash Equivalents	2 (c)	80724895	117497636
(c) Loans	2 (d)	26375682	44617082
(d) Other current assets	2 (e)		
Total Current assets		**592944762**	**604898342**
TOTAL ASSETS		**1565363419**	**1942355457**
II. EQUITY AND LIABILITIES			
Equity			
(a) Share Capital	3 (a)	152100780	151883720
(b) Other Equity	3 (b)	936824856	1403871733
Total Equity		**1088925636**	**1555755453**
Liabilities			
(1) Non-Current Liabilities			
(a) Financial Liabilities			
- Borrowings	4 (a)	202467854	200917480
(b) Provisions	4 (b)	12126615	9212765
(c) Other non current liabilities	4 (c)	55231400	37385267
Total Non-Current Liabilities		**269825869**	**247515512**
(2) Current Liabilities			
(a) Financial Liabilities			
- Borrowings	5 (a)	74666240	23453298
- Trade payables	5 (b)	10437607	5578491
(b) Other Financial liabilities	5 (c)	116308067	108539282
(c) Provisions	5 (d)	5200000	1513420
Total Current Liabilities		**206611914**	**139084491**
TOTAL EQUITY AND LIABILITIES		**1565363419**	**1942355457**
		0	0

Significant Accounting Policies Notes on Financial Statements

See accompanying notes forming part of the 1-13

For SAB Industries Limited

Bhagwan Singh Negi
C.F.O,
PAN ADBPN6651L

Gurpreet Kaur
C.S.
PAN:AMCPK7926R

Sanjay Garg
Executive Director
DIN : 00030956

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed

For AKR & Associates
Chartered Accountants
(Registration No.021179N)

(Kailash Kumar)
Partner
Membership No.505972

Place : Chandigarh
Dated : 11-12-2021

AKR & ASSOCIATES CHARTERED ACCOUNTANTS FRN 021179N

SAB INDUSTRIES LTD

AMALGAMATED PROFIT AND LOSS STATEMENT FOR THE PERIOD ENDED 31st MARCH 2021

Particulars	Note No.	As on 31.03.2020	As On 31.03.2019
I. Revenue from operations	6	99765621	268081157
II. Other Income	7	66268179	22346725
III. Total Revenue (I +II)		**166033800**	**290427882**
IV. EXPENSES :			
Cost of materials consumed	8	7298251	86042234
Purchase of Stock-in-Trade		0	0
Changes in inventories of finished goods, work in-progress and Stock-in-Trade	9	12850000	49685000
		0	
Employee benefit expense	10	28087151	24044814
Financial costs	11	12976573	13298139
Depreciation and amortization expense	1 (a)	3633011	5014887
Other expenses	12	68909375	101882659
Total Expenses		**133754361**	**279967733**
V. Profit /Loss (-) before tax		**32279439**	**10460149**
VI. Tax expense:			
(1) Current tax		5200000	1325000
(2) Deferred tax Liability / (Assets)	1 (c)	(1106661)	(990973)
VII. Profit for the year		**28186100**	**10126122**
VIII. OTHER COMPREHENSIVE INCOME			
A (i) Items that will not be reclassified to profit or loss			
- Remeasurement of the defined benefit plans (Income)		174097	257006
- Gain/(Loss) on Fair Valuation of Equity Instruments carried at at Fair Value through Profit & Loss		(688058014)	(356310483)
		0	
(ii) Income tax relating to items that will not be reclassified to profit or loss asset/(liability)		191369306	92573904
		0	
		(496514611)	(263479573)
IX. Total comprehensive Income for the year (VII+VIII)		(468328511)	(253353451)
EARNING PER SHARE-BASIC AND DILUTED (Face Value of Rs.10/- per share)		1.85	0.67
Significant Accounting Policies Notes on Financial Statements	13		

See accompanying notes forming part of the 1-13

For SAB Industries Limited

Bhagwan Singh Negi	Gurpreet Kaur	Sanjay Garg
C.F.O,	C.S.	Executive Director
PAN ADBPN6651L	PAN:AMCPK7926R	DIN : 00030956

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed

For AKR & Associates
Chartered Accountants
(Registration No.021179N)

(Kailash Kumar)
Partner
Membership No.505972

Place : Chandigarh
Dated : 11-12-2021

SAB INDUSTRIES LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2020

			31.03.2020		2018-19
A.	CASH FLOW FROM OPERATING ACTIVITIES				
	NET PROFIT/(LOSS) BEFORE TAX AND EXTRA ORDINARY ITEMS		**33,737,684**		**10,460,149**
	ADJUSTMENT FOR :				
	PROFIT ON SALE OF FIXED ASSETS		(33,697,685)		(110,235)
	LOSS ON SALE OF FIXED ASSETS		29,275,757		3,212,085
	DEPRECIATION		3,633,011		5,014,887
	DIVIDENT RECEIVED		(5,296,748)		(5,296,748)
	INTEREST & OTHER FINANCIAL CHARGES		12,976,573		13,298,139
	OPERATING PROFIT BEFORE WORKING CAPITAL CHARGES		**40,628,592**		**26,578,277**
	ADJUSTMENT FOR TRADE AND				
	OTHER RECEIVABLES	56,133,422		(30,339,325)	
	INVENTORIES	(55,987,267)		49,643,996	
	TRADE PAYABLES	31,419,048	31,565,203	(11,027,875)	8,276,796
	CASH GENERATED FROM OPERATIONS		72,193,795		34,855,073
	INTEREST AND OTHER FINANCIAL EXPENSES PAID	12,976,573		13,298,139	
	DIRECT TAXES PAID/ADJUSTED	5,200,000	18,176,573	1,315,000	14,613,139
	CASH FLOW BEFORE EXTRA ORDINARY ITEMS		54,017,222		20,241,934
	OTHER ADJUSTMENTS		174,097		(126,785)
	CASH FLOW FROM OPERATING ACTIVITIES		**54,191,319**		**20,115,149**
B.	CASH FLOW FROM INVESTING ACTIVITIES				
	PURCHASE OF FIXED ASSETS/CAPITAL WORK IN PROGRESS		(58,280,015)		(3,460,524)
	SALE OF FIXED ASSETS		55,170,004		4,667,400
	DIVIDEND RECEIVED		5,296,748		5,296,748
	DEFERRED REVENUE EXPENDITURE		-		-
	NET CASH FLOW FROM INVESTING ACTIVITIES		**2,186,737**		**6,503,624**
C.	CASH FLOW FROM FINANCING ACTIVITIES				
	REPAYMENT OF LONG TERM BORROWINGS		9,034,362		22,326,727
	REPAYMENT OF SHORT TERM BORROWINGS		0		51,319,533
	LOAN GIVEN		128,000,000		0
	PROCEEDS FROM SHORT TERM BORROWINGS		51,212,942		22,907,173
	PROCEEDS FROM SHORT TERM BORROWINGS				0
	NET CASH RECEIVED FROM FINANCING ACTIVITIES		**(85,821,420)**		**73,646,260**
	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(29,443,364)		(47,027,487)
	CASH AND CASH EQUIVALENTS AS AT 01.04.2019/01.04.2018 (OPENING BALANCE)		76,407,448		106,918,276
	CASH AND CASH EQUIVALENTS AS AT 31.03.2020/31.03.2019 (CLOSING BALANCE)		**46,964,084**		**59,890,790**

FOR AND ON BEHALF OF SAB INDUSTRIES LTD

Bhagwan Singh Negi
C.F.O.
PAN : ADBPN6651L

Gurpreet Kaur
C.S.
PAN:AMCPK7926R

Sanjay Garg
Director
DIN:00030956

FOR AKR & ASSOCIATES
Chartered Accountants
ICAI FRN: 021179N

AKR & ASSOCIATES CHARTERED ACCOUNTANTS FRN: 021179N

CA. KAILASH KUMAR
Partner
ICAI MRN: 505972

Date: 11-12-2021
Place: Chandigarh

CONSOLIDATED STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31st March, 2020

A. Equity share capital

		Amount
(a)	**Balance at 01 April, 2018**	**151,883,720**
(b)	Changes in equity share capital during the year	**217,060**
(c)	**Balance at 31 March, 2019**	**152,100,780**
(d)	Changes in equity share capital during the year	-
(e)	**Balance at 31 March, 2020**	**152,100,780**

B. Other equity

PARTICULARS	Reserve and surplus				Total
	Capital Reserve	General Reserve	Security Premium Reserve	Retained earnings	
(a) Balance at 01 April, 2018	**41,999,490**	**289,965,621**	**68,125,075**	**1,154,887,517**	**1,554,977,703**
(i) Profit / (Loss) for the year	-	-	-	31,041,269	31,041,269
(ii) Intra Head Transfers	-	-	-		-
(iii) Dividend Paid	-	-	-	-	-
(iv) Dividend Distribution Tax	-	-	-	-	-
(v) Other comprehensive income for the year, net of income tax	-	-	-	(263,479,573)	(263,479,573)
(b) Total comprehensive income for the year ended 31 March, 2019	**41,999,490**	**289,965,621**	**68,125,075**	**922,449,213**	**1,322,539,399**
(vi) Profit / (Loss) for the year	82,613,970	-	-	29,644,345	112,258,315
(vii) Intra Head Transfers	-	-	-		-
(viii) Dividend Paid	-	-	-	-	-
(ix) Dividend Distribution Tax	-	-	-	-	-
(x) Other comprehensive income for the year, net of income tax	-	-	-	(497,972,857)	(497,972,857)
(c) Total comprehensive income for the year ended 31 March, 2020	**124,613,460**	**289,965,621**	**68,125,075**	**454,120,701**	**936,824,856**

See accompanying notes forming part of the financial statements 1-13

In terms of our report attached.

FOR AND ON BEHALF OF BOARD OF DIRECTORS OF SAB INDUSTRIES LTD

Bhagwan Singh Negi
C.F.O.
PAN : ADBPN6651L

Gurpreet Kaur
C.S.
PAN:AMCPK7926R

Sanjay Garg
Director
DIN:00030956

FOR AKR & ASSOCIATES
Chartered Accountants
ICAI FRN: 021179N

CA. KAILASH KUMAR
Partner
ICAI MRN: 505972

Date: 11-12-2021
Place - Chandigarh

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

NOTE '1 (a)'
Property, plant and equipment

Particulars	Land	Plant & Machinery	Furniture, Fixture & Equipments	Vehicles	Agriculture Equipment	Total
Gross Block						
As at 01 April, 2018	176717326	124039260	20154575	34496633	6920202	362327996
Additions	100,600.00	363475	184525	0	0	648600
Additions under	-	0	0	0	0	0
Disposals	203,458.00	10602353	57850	3079437	0	13943098
Other adjustments*	-	0	0	0	0	0
As at 31 March, 2019	176614468	113800382	20281250	31417196	6920202	349033498
Additions	56866800	145600	216250	1051365	0	58280015
Additions on acquisition of	0	0	0	0	0	0
Disposals	35628927	17132185	0	0	0	52761112
Disposals on sale of	0	0	0	0	0	0
Assets held for sale (refer note 5(xv))	0	0	0	0	0	0
Other adjustments*	0	0	0	0	0	0
As at 31 MARCH, 2020	197852341	96813797	20497500	32468561	6920202	354552401
Depreciation						
At 01 April, 2018	0	90908860	16462830	30068932	3817966	141258588
Charge for the year	0	3057120	608163	548928	800676	5014887
Additions under	0	0	0	0	0	0
Disposals	0	3491708	9353	3043277	0	6544338
Other adjustments*	0	0	0	0	0	0
As at 31 March, 2019	0	90474272	17061640	27574583	4618643	139729138
Charge for the year	0	1590037	592175	650122	800676	3633010
Additions on acquisition	0	0	0	0	0	0
Disposals	0	4708290	0	0	0	4708290
Disposals on sale of	0	0	0	0	0	0
Exchange translation	0	0	0	0	0	0
Other adjustments*	0					0
As at 31 MARCH, 2020	0	87356019	17653815	28224705	5419319	138653857
Net Block						
As at 1 April, 2018	176717326	33130400	3691745	4427701	3102236	221069408
As at 31 March, 2019	176614468	23326110	3219610	3842613	2301559	209304360
As at 31 MARCH, 2020	197852341	9457778	2843685	4243856	1500883	215898543

Notes:

1) The company has used deemed cost exemption under Ind AS 101 as on the date of transition to Ind AS.

(b) (i) Capital Work in Progress (BIO-Gas Project, Moonak, under Progress)

PARTICULARS	As On 31.03.2020	As On 31.03.2019
LAND		
Cost Of Land Including Registration	17556230	17556230
PLANT & MACHINERY		
(a) Plant & Machinery /Equipments Purchased (Incl advances)	54404	54404
(b) Purchase of Machinery/Others (Incl advances)	5900760	5901939
PRE-OPERATIVE EXPENDITURES PENDING CAPITALIZATION		
Direct Cost:		
- Material Cost	1235800	1209316
- Labour wages	247718	226266
- Hire Charges/Machinery Running & Maint	302959	285525
Fees and Taxes:		
- Feasibility Report/Consultancy Fee-Others	517500	517500
- Soil Investigation Fee	51750	51750
- Land Survey	24500	24500
- Punjab Energy Development Authority(Registration charges)	950000	950000
- Map Fee Nagar Panchayat	51270	51270
- Legal Fee	115120	115120
- Architect Fee	354000	354000
Employee Cost	1742595	1742595
Administration Exps	350810	350810
Finance Cost	929801	23551
Total (b)	30385217	29414776

(c) (ii) Capital Work in Progress (Land & Building under Progress)

Land	2100000	2100000
Building Under Construction:	1084950	0
Fees and Taxes:		
- Feasibility Report/Consultancy Fee-Foreign	0	4750649
Total (c)	3184950	6850649
Total (B+C)	33570167	36265425

SAB INDUSTRIES LTD

1 (c) Investments

PARTICULARS	As on 31.03.2020	As On 31.03.2019
INVESTMENT IN EQUITY INSTRUMENTS OF ASSOCIATE CONCERNS		
QUOTED & VALUED AT MARKET PRICE		
13,24,187 (Previous Year 13,24,187) fully paid equity shares of Rs.10/- each of M/s Steel Strips Wheels Limited	467901477	1143236846
1,47,93,772 fully paid up equity shares of Indian Acrylics Ltd (Previous Year 1,47,93,772) of Rs.10/- each	103556404	116279048
3900 fully paid (Previous year 3900) equity shares of Rs.10/- each of M/s Steel Strips Infrastructures Limited (Formerly known as Steel Strips & Tubes Ltd)	12671	12671
Nil (Previous year 6,85,934) fully paid equity shares of Rs.10/- each of M/S Steel Strips Limited,	0	1458245
INVESTMENT IN EQUITY INSTRUMENTS - OTHERS		
QUOTED & VALUED AT COST PRICE		
37 Nos fully paid up equity shares of Consolidated Fibres & Chemicals Ltd (Previous Year 37) of Rs.10/- each	64	64
AGGREGATE AMOUNT OF THE QUOTED INVESTMENTS	**571470616**	**1260986874**
INVESTMENT IN EQUITY INSTRUMENTS OF ASSOCIATE CONCERNS		
UNQUOTED & VALUED AT COST		
5900 equity shares (previous Year 5600) of Rs.10/-each of Steel Strips Industries Ltd	102722	102722
5368630 equity shares of Rs.10/-each of M/S SAB Udyog Ltd	28775857	28775857
AGGREGATE AMOUNT OF THE UN-QUOTED INVESTMENTS	**28878579**	**28878579**
AGGREGATE AMOUNT OF THE QUOTED & UN-QUOTED INVESTMENTS	**600349195**	**1289865453**
Aggregate Market value of Quoted Investments **	571457881	1259515894

Note : The company has adopted to measure investments in subsidiaries and associates at cost in accordance with Ind AS 27 and carrying amount as per previous GAAP at the date of transition has been considered as deemed cost in accordance with Ind AS 101.

Loans

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- Corporate Loans (Un-Secured)	140500000	12500000
TOTAL	**140500000**	**12500000**

Other Non-Current Assets

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- Advance/Recoverable from suppliers*	10127591	0
- Less : Provision for Doubtful Advances	10076438	0
	51153	0
Security Deposits	51755	0
TOTAL	**102908**	**0**

Deferred Tax

PARTICULARS	As on 31.03.2020	As On 31.03.2019
W.D.V. as per Income Tax Act.(Net of Land)	26072943	37066905
W.D.V. as per books (Net of Land)	18043676	32689892
Depreciation excess claimed in books	8029267	4377013
Deferred tax assets	2233742	**1127081**
Less : Provision already made	1127081	136108
Deferred Tax Assets/(Liability)	1106661	**990973**
Add : Deferred Tax impact of OCI	(20235898)	(211605204)
Profit & Loss Impact	(18002156)	(210478123)

In compliance with IndAS 12 on Accounting for the Taxes on Income, the company has recognised Deferred Tax Assets in its books as per detail given herein above. In the opinion of the management, considering the future profits of the company, it will be recovered in future.

AKR & ASSOCIATES CHARTERED ACCOUNTANTS

SAB INDUSTRIES LTD
CURRENT ASSETS
NOTE '2'
(a) Inventories

PARTICULARS		As on 31.03.2020	As On 31.03.2019
1. WORK IN PROGRESS		0	12850000
2. STOCK IN HAND		0	792000
Total 1.			**13642000**
COMMERCIAL PROPERTY UNDER DEVELOPMENT (Land,Development expenses thereon (valued at cost) and Misc.Expenditure Pending Allocation to above commercial property)			
(a) Cost Of Land Including Registration		225784131	225784131
Less : Land Aquired (950 sq.yard)		6555872	6555872
		219228259	219228259
(b) Development Expenses			
Fees & Taxes (Land Dev.Fee)	6135375		
Addition	0	6135375	6135375
Architect/Other Fee & Taxes	5683267		
Addition	0	5683267	5318267
		11818642	11453642
		231046901	230681901
(c) Misc.Expenditure Pending Allocation To Above Commercial Property			
Direct Cost	82555324	150629488	82555324
Addition (including GST input)	68074164		
Administration Exps	7031616	8212856	7031616
Addition	1181240		
Employee Cost	12133503	12133503	12133503
Addition	0		
Selling & Advt. Exps	4689941	4689941	4689941
Addition	0		
Interest And Bank charges	30296191		30296191
Addition	8863	30305054	
Depreciation		1862359	1862359
		207833201	138568934
		438880102	**369250835**
Total :		438880102	382892835

Stocks of Buildings & Buildings under construction have been valued at cost.

SAB INDUSTRIES LTD

2 (b) Trade Receivables

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- Outstanding for a period exceeding six months	9210345	9210345
- Others		0
	9210345	9210345
Less : Provision for bad and doubtful debts	9210345	9210345
SUB - TOTAL	**0**	**0**

(c) Cash and cash equivalent

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- Balances With Banks - In Current Accounts	7665908	1555572
- Cheques/Drafts In Hand	26999076	45000000
- Cash In Hand	321992	84886
- **Fixed Deposits**	0	
- Under Lien With Banks As Margin Money	11074283	12550580
- Under Lien With Government Departments	902824	699751
TOTAL	**46964083**	**59890789**

(d) Loans

PARTICULARS	As on 31.03.2020	As On 31.03.2019
LOANS AND ADVANCES (UNSECURED CONSIDERED GOOD,UNLESS OTHERWISE STATED)		
- Suppliers/Petty Contractors	3010031	3870692
- Advance against purchase of Land	0	10000000
- Claims Recoverables	68971995	102133631
- Others (Un-secured)	8742869	1493313
TOTAL	**80724895**	**117497636**

(e) Other Current Assets

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Security Deposit	11442128	26259632
Interest Accrued But Not Due	328547	250984
Gratuity/EL Funds with LIC	1511171	1954793
Prepaid Expenses	539	117386
Amounts recoverable in cash or kind	0	
Income Tax Deducted At Sources **	2696510	6006375
Income Tax Refundable	5219485	6319060
GST Input credit available	5177302	3708852
TOTAL	**26375682**	**44617082**

SAB INDUSTRIES LTD
EQUITY AND LIABILITIES
NOTE '3'

(a) Share Capital

PARTICULARS	As on 31.03.2020	As On 31.03.2019
AUTHORISED CAPITAL		
300,00,000 Equity shares of Rs.10/- each (PREVIOUS YEAR 20000000 Equity shares of Rs.10/- each)	300000000	200000000
ISSUED, SUBSCRIBED & PAID-UP 15210078 Equity shares (Previous year 15188372 shares) of Rs.10/- each	152100780	151883720
TOTAL	**152100780**	**151883720**

DETAILS OF SHAREHOLDERS HOLDING 5% OR MORE SHARES IN THE COMPANY

	AS ON 31.03.2020	AS ON 31.03.2019
Name of shareholders	No of shares	%age
SHRI R K GARG	3405309	22.39%
SHRI DHEERAJ GARG	1307897	8.60%
STEEL STRIPS INDUSTRIES LTD.	805410	5.30%
STEEL STRIPS HOLDING PVT. LTD.	1200082	7.89%
STEEL STRIPS FIN. PVT. LTD.	1200077	7.89%
MUNAK FINANCIERS PVT. LTD.	1560736	10.26%
MUNAK INVESTMENTS PVT. LTD.	1200000	7.89%
STEEL STRIPS WHEELS INVT. LTD.	1215810	7.99%
PRIYA TOOLS PVT. LTD.	1256988	8.26%
BLOOMEN FLORA LTD.	1337629	8.79%

(b) Other Equity

PARTICULARS	As on 31.03.2020	As On 31.03.2019
1. General Reserve	289965621	190146426
Add : Amount transferred from Profit & Loss a/c		0
Total (1)	**289965621**	**190146426**
2. Capital Reserve	124613460	41999490
3. Security Premium Reserve	68125075	0
Total (2)	**192738535**	**41999490**
3. Profit & Loss A/C		
As per last Balance Sheet	922449211	1425079268
Add : Profit for the year	(468328511)	(253353451)
Total (3)	**454120700**	**1171725817**
Total (1+2+3)	**936824856**	**1403871733**

SAB INDUSTRIES LTD
NON-CURRENT LIABILITIES
NOTE '4'
(a) Borrowings

PARTICULARS	As On 31.03.2020	As on 31.03.2020	As On 31.03.2019	As On 31.03.2019
SECURED	Non-Current	Current	Non-Current	Current
TERM LOAN FROM ALLAHABAD BANK (Secured against Equitable Mortgage of Project Land measuring 32 bigha 05 Bishwas 17 Biswasi and building thereon situated at NH-22 Derabassi in the name of company.)	0	0	0	7978992
VEHICLES/EQUIPMENTS LOANS FROM BANKS (Secured against hypothecation of respective vehicles/ equipments and counter guarantees of the company)	2649361	1818323	1098987	4424067
OTHERS				
1.Secured by Bank Guarantees (From Customers)	13228071	0	13228071	0
2.Secured against security furnished by Company/ Associate Companies/third party and against Security Bonds	186590422	0	186590422	0
TOTAL	**202467854**	**1818323**	**200917480**	**12403059**

Note :

Vehicles/Equipments Loans from banks are secured against hypothecation of respective vehicles/equipments and counter guarantees of the company.

Maturity Profile of Vehicles/Equipments Loans for the next four years are as below :

Particulars	1st Year	2nd Year	3rd Year
Vehicles/Equipments Loans from Banks(Current Year)	1818323	1936145	713315
Vehicles/Equipments Loans from Banks(Previous Year)	4424067	869641	0

The total disputed amount of company's awards under "Secured Loan" stands at Rs.826.31 lac as on 31.03.2020. Besides, the company had received Rs.1307.12 lacs from M/S Sutlej Constructions Ltd (SCL), Manimajra, Chandigarh in previous years.SAB Industries Ltd (SABIL) have entered into Joint Venture agreements with SCL in connection with Arbitration cases of said company whereby SCL and SABIL shall share the amount of award received, if any, equally between them. The amounts so released in earlier years have been released against furnishing of security by way of mortgaging land/title deeds of lands both of SABIL and SCL and submission of surety bonds. As the cases are subjudice and claims have been released against submission of surety bonds/title deeds of lands, the amount received has been treated as "Secured Loan" only as having been released against the above said securities. The amount shall be treated as Income as and when Surity Bonds/title deeds of land are released and cases are decided by the Court finally. The outstanding balance received from SCL stands at 1039.59 lac for above cases as on 31.03.2020.

(b) Provisions

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Provision for Bank Guarantees	2674000	2674000
Provision for Expenses	9416615	6538765
Provision for Workers Settlement Compensation	36000	0
TOTAL	**12126615**	**9212765**

(c) Other Long Term Liabilities

PARTICULARS		As on 31.03.2020	As On 31.03.2019
- Liabilities for employees retirement benefits :			
- Gratuity		2869120	2911364
- Earned Leave		933342	731762
- Security Deposit		37559847	33742141
- Excise Refund Received Agt. Security	17369091		0
Less: Amount paid as security for arranging above refund	7500000	9869091	0
- Received from Steel Authority of India Ltd Agt. Security	9000000		0
Less: Amount paid as security for arranging above refund	5000000	4000000	0
TOTAL		**55231400**	**37385267**

SAB INDUSTRIES LTD
CURRENT LIABILITIES
NOTE '5'
(a) Borrowings

PARTICULARS	As on 31.03.2020	As On 31.03.2019
SECURED FROM BANKS		
Working Capital from Banks (Secured against Hypothecation of stocks, Book Debts and current assets of Construction Division and further secured with Collateral Security by way of Equitable Mortgage of Residential property 89/7 Panchkula of Sh.R.K.Garg,Chairman of the company and Pledge of two lakhs (previous year six lakhs) equity shares of Steel Strips Wheels Ltd	24666240	23453298
UN-SECURED		
Short Term Corporate Advances		
- From Others	50000000	0
TOTAL	74666240	23453298

SAB INDUSTRIES LTD

5 (b) Trade Payables

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- **Trade Payables**		
- Micro and Small Enterprises	1712876	729694
- Others	8724731	4848797
TOTAL	10437607	5578491

PARTICULARS		As On 31.03.2019
Principal amount due and remaining unpaid	1712876	729694
Interest due on avove and the unpaid interest	--	--
Interest paid	--	--
Payment made beyond the appointed day during the year	--	--
Interest due and payable for the period of delay	--	--
Interest accrued and remaining unpaid	--	--
Amount of further interest remaining due and payable in succeding years	--	--
TOTAL	1712876	729694

5 (c) Other Financial Liabilities

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- Current maturities of Long-term Debts (Refer Note No.2)	1818323	12403059
- Statutory dues	1065021	1257470
- Advance from customers	1405735	61888235
- Advance against sale of Land	15000000	0
- Cheques issued but not presented for payment	82197626	21078891
- Expenses payable	14821362	11911627
TOTAL	**116308067**	**108539282**

5 (d) Provisions

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Provision for taxation	5200000	1325000
Provision for Expenses	0	188420
TOTAL	**5200000**	**1513420**

SAB INDUSTRIES LTD
NOTE '6'
REVENUE FROM OPERATIONS

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Revenue from Operations	99765621	268081157
TOTAL	99765621	268081157

NOTE '7'
OTHER INCOME

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Profit On Sale Of Land	33532308	0
Profit On Sale Of Assets	165377	110235
Interest Received	18015900	3760494
Miscellaneous Income	6303608	9622795
Agriculture Receipts	2954238	3556453
Dividend Received	5296748	5296748
TOTAL	66268179	22346725

NOTE '8'
Cost of Material Consumed

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Opening Stock Of Building Materials And Net Working Equipments/Materials	792000	10857000
Add : Purchases During The Year -		
- Purchase - Network Equipments		0
- Construction Material	6506251	78772327
	7298251	89629327
Less - Sale/Material Issued To Sub-Contractors	0	2795093
Closing stock of Materials	0	792000
	7298251	86042234
TOTAL	7298251	86042234

NOTE '9'
Change in Inventories of Finished Goods,Work in Progress and Stock in Trade

PARTICULARS	As on 31.03.2020	As On 31.03.2019
- Opening Work In Progress	12850000	62535000
- Closing Work In Progress	0	12850000
TOTAL	12850000	49685000

SAB INDUSTRIES LTD

NOTE '10'

EMPLOYEE BENEFIT EXPENSES

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Salaries, Wages And Others Allowances ** Including Directors Remuneration	25625233	21497543
Bonus	0	333179
Contribution To Provident Funds & Other Funds	1673349	1683964
Welfare Expenses	788569	530128
TOTAL	**28087151**	**24044814**

** The detail of managerial remuneration paid to Directors is as under:

	Current Year	Previous
Salary	53.98	39.79
Perquisite	0.00	6.13
Contribution Towards PF	6.48	4.77
Gratuity Paid	0.00	20.00
Leave Encashment	0.00	7.15
	60.46	77.84

The commission to Sh Avinash Sharma, Executive Director, is not payable in view of the terms

NOTE '11'

Financial Cost

PARTICULARS	As on 31.03.2020	As On 31.03.2019
Interest - Banks	3432164	4908427
- Others	5803331	6582938
Other Financial Charges - Banks	3741078	1806774
	0	
TOTAL	**12976573**	**13298139**

SAB INDUSTRIES LTD

NOTE '12'

Other Expenses

PARTICULARS		As on 31.03.2020	As On 31.03.2019
(a) Direct Cost			
Labour & Wages		1472597	7707171
Payment to Contractor		1582634	35353318
Hire Charges Of Machinery		149041	14668715
Running and Maintenance of Machinery		609187	14256270
Bandwidth Expenses		-2858	519017
	Total (a)	3810601	72504491
(b) Selling and Distribution Expenses			
Business Promotion Exps		0	24563
Advertisement & Publicity		78086	34467
	Total (b)	78086	59030
(c) Establishment Expenses			
Travelling Expenses - Foreign			
- Directors			0
- Others			0
Travelling Expenses - Inland			
- Directors		595668	449300
- Others		1403683	1429200
Printing & Stationery		309717	313015
Postage, Telegram & Telephone		651558	234801
Vehicles Repairs & Maintenance		1047342	2706502
Repairs & Maintenance		0	20408
Insurance		530165	1091602
Auditors Remuneration		621800	610000
Legal & Professional Charges		7049571	2601359
Directors' Sitting Fee		1040000	540000
Rates & Taxes		7331514	1975001
Newspapers & Periodicals		9775	7670
Office Maintainance Exp.		1431901	170005
Donation		100000	2300000
Rent		2476726	6115875
Electricity & Water Charges		622812	393571
Tender Expenses		0	5000
Agriculture Expenses		2237110	4384775
Loss on sale of Assets		4483272	3212085
Loss on sale of Land		24792485	0
Ethnol Project Abandoned		4750649	0
Service Tax Paid		1394000	0
Amount of shares of SSI written off		1458245	0
Other Miscellanous Expenses		682695	758969
	Total (c)	65020688	29319138
	Total (a+b+c)	**68909375**	**101882659**

NOTE NO. 13 OF NOTES ON ACCOUNTS

1. **Nature of Operation**

SAB Industries Ltd ('the company') a public limited Company registered in India under the Companies Act 2013 (Erstwhile Companies Act 1956). The Company is a leading construction company. Its Shares are listed in Bombay stock Exchange.

2. **Significant Accounting Policies**

a) BASIS OF PREPARATION

The financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015.

For all the periods up to and including the year ended 31 March, 2020, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014.
The Consolidated financial statements have been prepared under the historical convention, on the accrual basis of accounting. The accounting policies have been applied consistently over all the periods presented in the consolidated financial statements.

The accounting policies have been consistently applied by the Company and except for the changes in accounting policy discussed more fully below, are consistent with those used in the previous year.

b) REVENUE RECOGNITION: -

Work Done

Work done is accounted for on the basis of certified bills. Arbitration Claims/Escalation are accounted for as specified in Ind AS 7 Para 13.

Interest Income

Interest in respect of fixed deposits, margin money and Security deposits have been accounted for on accrual basis.

Other Income

Construction scrap is accounted for on receipt basis.Other income is accounted for as and when received.
Export Incentives, if any, are accounted for on receipt basis.

3. Leasing

The company have leased facilities for rent payable under cancellable and non-cancellable operating leases arrangements with a lease term ranging from one to nine years, which are subject to renewal at mutual consent thereafter. The cancellable arrangements can be terminated by either party after giving due notice. The lease rent expenses recognized during the year amounts to Rs.24.77 lacs (previous year Rs.61.16 lacs). The future minimum lease payments in respect of the non-cancellable operating leases as at 31st March 2020 are:

(Rupees in lacs)

S.No.	Particulars	As at 31.03.20	As at 31.03.19
a)	not later than one year	12.00	44.80
b)	later than one year but not later than five year	20.50	63.53
c)	later than five year	0.00	0.00

Presently the company don't have any non-cancellable/cancellable lease rent receivable agreements. As such, no income has been recognized for future nor any income received during the year.

4. ACCOUNTING FOR TAXES ON INCOME

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents balances include cash in hand, fixed deposits, margin money deposits, earmarked balances with banks, other bank balances such as dividend accounts, which have restrictions on repatriation, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

6. INVENTORIES

Stocks of building materials and stores and shuttering material are valued at cost. Inventory of Networking Equipments lying in the offices & godowns is valued at cost price. Work-in-progress is valued on proportionate basis where certified bills have been raised in the next year, and on the best estimate basis by the management where certified bills are not available.

Stocks of Buildings & Buildings under construction have been valued at cost.

7. Financial Instrument

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Initial recognition and measurement

On initial recognition, all the financial assets and liabilities are recognized at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability except trade receivables which are recognized at transaction price.

Subsequent measurement

Non-derivative financial instruments

(i) Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories is subsequently measured at fair value through profit or loss.

(iv) Financial liabilities

The financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Equity Share Capital

(i) Equity shares

Equity shares issued by the Company are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are recognized as a deduction from equity, net of any tax effects.

8. Investments

The company has elected to measure its investments at fair value from the date of transition to Ind AS.

9. Property, plant and equipment(PPE)

Fixed assets are stated at original cost net of tax/duty credit availed, if any, less accumulated depreciation and cumulative impairment and those which have been revaluated are stated at the values determined by the valuers less accumulated depreciation and cumulative impairment. Cost of acquisition is inclusive of freight and other incidental expenses and interest on loan taken for the acquisition of qualifying assets up to the date of commissioning of assets.

Subsequent expenditure related to PPE is capitalized only when it is probable that future economic benefits associated with these will flow to the company and cost of the item can be measured reliably. All other expenses on existing fixed assets, including day to day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gain or losses arising from de-recognition of fixed assets are measured as the difference between the net disposable proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The exchange differences arising on reporting of long term foreign currency monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, in so far as they relate to the acquisition of a depreciable capital asset, have been added to or deducted from the cost of the asset and shall be depreciated over the balance useful life of the asset.

Tangible Assets not ready for the intended use on the date of the balance Sheet are disclosed as "capital work in progress".

10. DEPRECIATION :

The depreciation is calculated based on the useful life of the assets as specified in Schedule II of the Company's Act 2013 and is charged under SLM method.

11. BORROWING COST

Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized/inventorised as part of cost of such assets till such time the asset is ready for its intended use/or sale. Qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

All other borrowing costs are expensed in the period in which they are incurred.

12. Provision

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that the company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

13. Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from part events where it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably.

CONTINGENT LIABILITIES

	As on 31.03.2020	As on 31.03.2019
Counter Guarantees issued by the company against Bank Guarantees	646.75	719.29

14. Employee benefits

Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

Provident Fund & Employee State Insurance

Contribution towards provident fund and employee state insurance for employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

Gratuity

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The gratuity plan in Company is funded through annual contributions to Life Insurance Corporation of India (LIC) under its Company's Gratuity Scheme. The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bonds. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise. They are included in retained earnings in the statement of changes in equity and in the balance sheet. Past-service costs are recognised immediately in profit or loss.

15. **SEGMENT REPORT**

Segment wise revenue,results and capital employed for the year-ended 31.03.19 is as under:

(Rs in lacs)

Sr.No.	Particulars	31.03.2020	31.03.2019
1.	**SEGMENT REVENUES**		
	a) Construction Division	1241.20	2812.93
	b) Real Estates Division	0.00	0.00
	c) Investments (in shares)	52.97	52.97
	d) Agriculture	364.86	35.56
	e) Infotech Division	1.09	2.82
	f) Unallocated	0.00	0.00
	TOTAL	1660.12	2904.28
2.	**SEGMENT RESULTS** Profit/(Loss) (Before tax and interest from each segment)		
	a) Construction Division	410.82	204.13
	b) Real Estates Division	0.00	0.00
	c) Investments (in shares)	52.97	52.97
	d) Agriculture	94.57	(8.29)
	e) Infotech Division	(2.70)	(11.23)
	f) Unallocated	0.00	0.00
	TOTAL :	555.66	237.58
	Less: Interest & financial charges	119.73	132.98
	TOTAL PROFIT BEFORE TAX	435.93	104.60
3.	**CAPITAL EMPLOYED** (Segment assets-Segment liabilities)		
	a) Construction Division	768.73	1681.10
	b) Real Estates Division	5036.07	3790.00
	c) Investments (in shares)	1251.31	1251.31
	d) Agriculture	707.61	707.61
	e) Infotech Division	10.63	13.33
	f) Unallocable assets less liabilities	906.51	906.51
	TOTAL	8680.86	8349.86

The company has identified its business segments as its primary reporting format which comprises of Construction Division, Real Estate business, Infotech Division Investment business, Agriculture and Trading Division. The main business is Construction activities. Infotech Division, which has come into existence after merger of SAB Infotech Ltd into our company, deals basically in ISP business besides other allied activity related to this business. Real Estate business is linked to construction activities but has been identified as a separate activity in view of its different nature. Long term Investment in shares have also been treated as a separate activity. Agriculture activities have also been identified as separate activities of the company. Under Trading Division, cement from Pakistan is imported and is sold off in India. Fractionally, the imported cement is consumed in our own projects of construction activities / in Real Estate Business. The Construction Division Segment operates through a single geographical segment. Secondary/other segment disclosures have been made accordingly.

The company has filed suits for recovery against certain debtors,suppliers and others, who have also filed counter claims/suits. The company has not accounted for these claims and counter claims in view of the policy of the company to account for the same on cash basis.

Detail of Provision as per IND AS-37 (Rs.in lacs)

Particulars	Doubtful Debtors/ Advances
Balance as at 01.04.2020	100.76
Provision made during the year	--
Balance as at 31.03.2021	100.76

EARNINGS PER SHARE (EPS)
Basic/Diluted Earnings per share (Rs.in lacs)

		Current Year	Previous Year
Profit/(Loss) after tax as per Profit & Loss A/C		322.79	104.60
No of equity shares		15210078	15188372
Earnings per share (Face value of Rs.10/- each) (basic & diluted)	(Rs)	1.85	0.67

Note: Diluted Earnings per share is not applicable as the same is non-dilutive.

16. RELATED PARTY DISCLOSURES:
Detail of transactions entered into with Related Parties during the year as required by Accounting Standard-18 on "Related Party Disclosures" issued by Institute of Chartered Accountants of India are as under:-

Particulars	Subsidiaries Company	Key Management Personal (KMP)	Enterprises/ Relatives over which KMP is able to exercise significant influence	Total for this year	Total for previous year
Lease Rent paid(Incl GST)	---	---	28.44	28.44	50.70
Security Charges paid	---	---	20.00	20.00	--
Vehicle Hire charges Received (Incl gst)	---	---	61.49	61.49	61.32
Dividend received	---	---	52.97	52.97	52.97
Donation Given	---	---	1.00	1.00	21.00
Interest received	---	---	43.67	43.67	--
Management contract (salaries)	---	60.46	--	60.46	77.84

Finance

Particulars	Subsidiaries Company	Key Management Personal (KMP)	Enterprise over which KMP is able to exercise significant influence	Total for this year	Total for previous year
1. Advances received	---	---	---	--	--
Advances Re-paid	---	--	--	--	--
Outstanding at the end of the year	---		--	--	--
2. Loan /Advance paid	---	---	603.00	603.00	--
Loan Received back	---	---	--	--	--
Outstanding at the end of the year	---	---	--	--	--

Note:

1. Key management: Sh.R.K.Garg, Chairman, Sh.H.K.Singhal, Director
2. Enterprises over which Key Management Personal (KMP) are able to exercise significant influence and with whom transactions have taken place during the year:
   1. Indian Acrylics Ltd
   2. Steel Strips Wheels Ltd
   3. Steel Strips Infrastructures Ltd
   4. Hans Raj Trust
3. Relatives of the Key Management Personnel (with whom transactions have taken place) Ms Priya Garg is daughter of Sh.R.K.Garg, Chairman of the company.

17. The company has taken the Group Gratuity and Group Leave encashment policies from LIC and entire premiums demanded by them for the year 2019-20 have been paid / provided for as per the requirements of IND AS – 19.

(Amount in Rs.)

a) Expenses recognised in Profit and Loss Account

Particulars	Gratuity 2019.20	Gratuity 2018-19
Current service cost	383481	325614
Interest cost on benefit obligation	116395	158759
Past service cost	0	0
Expected Returns on plan assets		
Net benefit expenses recognised in the Profit and Loss a/c	499876	484373

b) Details of Amount to be recognised in the Balance Sheet

Particulars	Gratuity 2019.20	Gratuity 2018-19
Present value of obligations at the end of period	(2869120)	(2911364)
Fair value of plan assets at the end of period	1059174	1417197
Funded status	(1809946)	(1494167)
Unrecognised acturial (gain)/losses	-	-
Defined benefit obligation	0	0
Less: Unrecognised past service cost	0	0
Net asset/ (liability) recognised in the balance sheet	(1809946)	(1494167)

Note: The above plans are Funded.

c) Change in the present value of Projected Benefit Obligation

Particulars	Gratuity 2019.20	Gratuity 2018-19
Opening defined benefit obligation	2911364	5815991
Interest cost	226795	449576
Past service cost	0	0
Current service cost	383481	325614
Liability transferred in Acquision	0	0
Benefit paid	(447462)	(3504106)
Actuarial (gains)/ losses on obligation due to change in financial assumptions	216481	(16028)
Actuarial (gains)/ losses on obligation-due to experience	(421539)	(159683)
Closing defined benefit obligation	2869120	2911364

d) Changes in the Fair Value of plan Assets

Particulars	Gratuity 2019.20	Gratuity 2018-19
Fair Value of plan assets as at 1st April 2018	1417197	3762191
Interest Income	110400	290817
Expected returns on plan assets	(30961)	81295
Contributions	10000	787000
Benefit paid	(447462)	(3504106)
Actuarial (gains)/ losses on plan assets	0	0
Fair Value of plan assets as at 31st March 2018	1059174	1417197

Particulars	2019.20-%	2018-19
Expected Return on Plan Assets	6.89%	7.79%
Discount rate	6.89%	7.79%
Expected Increase in Compensation cost	7.00%	7.00%
Rate of employee Turnover	2.00%	2.00%
Mortality basis	Indian Assured Lives Mortility (2006-08) ultimate	Indian Assured Lives Mortility (2006-08) ultimate

18. Estimates of uncertainties relating to the global health pandemic from COVID-19

The massive spread and outbreak of the virus "COVID-19" has impacted economic activities across the globe. The COVID-19 pandemic is an evolving human tragedy declared a global pandemic by the World Health Organization with an adverse impact on economy and business. Supply Chain disruptions in India as a result of the outbreak started with restrictions on the movement of goods, closure of borders etc., in several states followed by a nationwide lockdown from the 25th of March 2020 announced by the Indian Government, to stem the spread of COVID-19. Due to this the operations of the Company manufacturing facilities got temporarily disrupted.

The Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financials assets, inventory, receivables, advances, property plant and equipment, Intangibles etc. as well as liabilities accrued. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company has used internal and external information, the Company estimates that there is no significant impact on the carrying value of assets and liabilities accrued. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

19. The Balance Sheet of the Company M/S SAB Industries Ltd has been revised in view of the merger order of Hon'ble NCLT, Chandigarh Bench dated 06.10.2021 whereby the scheme of Amalgamation of Steel Strips Ltd with SAB Industries Ltd has been approved. The scheme has become effective from 19.10.2021 with appointed date of 01.04.2019.

Steel Strips Limited (Transferor Company) bearing CIN No. L45202PB1975PLC003610 was a Public Limited Company listed on BSE having its registered office situated at Village Harkishanpura, Bhawanigarh Tehsil, Distt. Sangrur, Punjab -148026 (hereinafter referred to as the Transferor Company) and was engaged in the Business of manufacturing of Steel Products (Steel Billets, Ingots and Special Steels in rounds and flats). However, the steel business of the Company could not survive due to severe recession in Steel Industry and its previous activities became un-competitive. The Board of the Company was in the process of exploring and evaluating alternative business opportunities including the same activities which the Transferor company was in business. The Equity shares of the Transferor Company are listed on the BSE Limited ("Stock Exchange").

SAB Industries Limited (Transferee Company) bearing CIN No. L0000CH1983PLC031318 is a Public Company listed on "BSE Limited" having its registered office at SCO 49-50, Sector-26, Madhya Marg, Chandigarh-160019 (hereinafter referred to as the Transferee Company) and is engaged in the Construction, Infrastructure Development, and Real Estate business. The Equity Shares of the Transferee Company are listed on BSE Limited ("Stock Exchange").

Thus the amalgamation scheme was evaluated by way of merger of Steel Strips Ltd into SAB Industries Ltd. The amalgamation of the Transferor Company into the Transferee Company, by way of merger by absorption and dissolution of the Transferor Company without winding up and the consequent to the issuance of shares of Transferee Company, in accordance with the Share Exchange Ratio to the eligible members of the transferor company, in respect of each share of the Transferor Company held by them in accordance with this scheme ("Amalgamation"). The appointed Date for merger of Steel Strips Ltd in SAB Industries Ltd is 01.04.2019.

SAB Industries Limited as on 31st March, 2019, holds 685934 (8.28%) equity shares of Steel Strips Limited. Upon the Scheme becoming effective, Equity Share of Steel Strips Limited held by SAB Industries Limited, stands cancelled under the merger scheme and Equity Share Capital of Steel Strips Limited reduced accordingly.

As per the Scheme, "Every Shareholders/Members of Transferor Company holding 350 (Three Hundred Fifty) Equity Shares of Rs. 10/- (Ten) each fully paid up in the Transferor Company has been given 1 (One) Equity shares of Rs.10/-(Ten) each fully paid up in Transferee Company."

The Assets and Liabilities of Transferor Company which have been transferred to Transferee Company under the approved merger scheme and incorporated in this Balance Sheet are as under:

Particulars	Debit	Credit
Assets		
- Advance recoverable from supplier(SAIL)	10127592	
- Security given a/c SAIL	12500000	
- Advance Rent	30000	
- Deepak Industries Ltd	21755	
- Cash in hand	1415	
- HDFC Bank A/C No.01072320001909	6257641	
- Income Tax Refund	597406	
- GST Input	912879	
Liabilities		

- Excise Refund received against security		17369091
- Recovered from SAIL against security		9000000
- Provision for doubtful advances-SAIL		10076438
- Provision for workers settlement compensation		36000
- Audit Fee payable		11800
- TDS professionals		125717
- Salary payable		46780
- P.F.Payable		2160
- Expenses Payables		1882563
- Cheques issued but not presented for payment		254861
- Equity share capital		217,060
- Capital Reserve a/c		82,613,970
- General Reserve		99,819,195
- Securities Premium Reserve		68,125,075
- Profit & Loss a/c	259132022	
	289580710	289580710

Further, the other details are as under:

Application filed in Hon'ble NCLT, Chandigarh on 26th September 2019.

Date of Approval 06th October 2021.

Date of compliance 19th October 2021.

20 Expenditure in Foreign Currency. As on 31.03.2020 As on 31.03.2019

Particulars	Amount (Rs. in lacs)	Amount In foreign currency	Amount (Rs in lacs)	Amount In foreign currency
Consultancy	--	--	--	--
Traveling (Staff/Others)	--	--	--	--

Earnings in Foreign exchange

Sale of Investment	--	--	--	--
Reimbursement of Expenses received	--	---	--	--

AUDITORS' REPORT
Certified in terms of our separate report of even date annexed.

For AKR & Associates
Chartered Accountants

(Kailash Kumar)
Partner
Membership No. 505972

PLACE : CHANDIGARH

DATED : 11-12-2021