

August 5, 2022

Dept. of Corporate Services, Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001, Maharashtra, India. Scrip Code: 542852	National Stock Exchange of India Limited Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex, Bandra (E) Mumbai - 400 051, Maharashtra, India. Scrip Code: VISHWARAJ
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Sub: “Annual General Meeting” of the Members of the Company and submission of Annual Report for the financial year 2021-22.

The 27th Annual General Meeting (AGM) of the members of Vishwaraj Sugar Industries Limited will be held on Saturday, the 27th day of August, 2022 at 11:30 A.M. at the Registered Office of the Company situated at Bellad-Bagewadi, Taluka-Hukkeri, District-Belgaum-591305, Karnataka, India. The Company will provide to its members the facility to cast their vote(s) on all resolutions, set out in the Notice, by way of remote e-voting and through Ballot Paper at the AGM. The Annual Report is sent to the persons who are Members of the Company as on Friday, August 5, 2022.

A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date i.e. August 20, 2022, only shall be entitled to avail the facility of remote e-voting.

With reference to the captioned subject the Annual Report for the financial year 2021-22 is submitted herewith.

We request you to please take the same on records.

Thanking you.

Yours faithfully,

For Vishwaraj Sugar Industries Limited



Mukesh Kumar
Executive Director
DIN: 02827073

VSL
Vishwaraj Sugar
Industries Ltd.

Annual Report 2021-22



CORPORATE INFORMATION

Registered Office

Vishwaraj Sugar Industries Limited

Bellad-Bagewadi, Taluka-Hukkeri,
District-Belgaum-591305, Karnataka, India.

Auditors

M/s. Gojanur & Co.

Chartered Accountants
No. 2 & 13, Basava Sadana Complex, Nehru Road,
Shivamogga - 577 201, Karnataka, India.

Cost Auditor

M/s. S. K. Tikare & Co.

Cost Accountants, Belgaum

Secretarial Auditor

Vinita D. Modak

Practicing Company Secretary
Nashik

Bankers & Financial Institutions

State Bank of India
Bank of India
Belagavi District Central Co-Operative Bank
Bellad-Bagewadi Urban Souharda Sahakari Bank

Registrar & Share Transfer Agent

Bigshare Services Private Limited

(Unit: Vishwaraj Sugar Industries Limited)
E-2 Ansa Industrial Estate, Sakivihar Road,
Saki Naka, Andheri (East), Mumbai 400072,
Maharashtra, India.



BOARD OF DIRECTORS

Chairman

Mr. Umesh Katti (Non-Executive Director)

Managing Director

Mr. Nikhil Katti

Whole-Time Directors

Mr. Mukesh Kumar

Mr. Lava Katti

Mr. Kush Katti

Independent Directors

Mr. Shivanand Tubachi

Mr. Basavaraj Hagargi

Mr. Surendra Khot

Mrs. Pratibha Munnolli

Mr. Vishnukumar Kulkarni

KEY MANAGERIAL PERSONNEL

Chief Financial Officer

Mr. Sheshagiri Kulkarni

Company Secretary & Compliance Officer

Ms. Priya Dedhia

COMMITTEES OF THE BOARD

Audit Committee

Mr. Shivanand Tubachi (Chairman)

Mr. Umesh Katti

Mr. Vishnukumar Kulkarni

Nomination and Remuneration Committee

Mr. Basavaraj Hagargi (Chairman)

Mrs. Pratibha Munnolli

Mr. Surendra Khot

Stakeholders Relationship Committee

Mr. Shivanand Tubachi (Chairman)

Mr. Lava Katti

Mr. Nikhil Katti

Corporate Social Responsibility

Mr. Umesh Katti - Chairman

Mr. Kush Katti

Mrs. Pratibha Munnolli

Risk Management Committee

Mr. Lava Katti

Mr. Mukesh Kumar

Mrs. Pratibha Munnolli

Mr. Vishnukumar Kulkarni

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NOTICE

NOTICE is hereby given that the 27th Annual General Meeting of the members of **Vishwaraj Sugar Industries Limited** will be held on Saturday, the 27th day of August, 2022 at 11:30 A.M. at the Registered Office of the Company situated at Bellad-Bagewadi, Taluka-Hukkeri, District-Belagavi-591305, Karnataka, India, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements as at 31st March, 2022 and the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Lava Katti (DIN: 02777164) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Kush Katti (DIN: 02777189) who retires by rotation and being eligible, offers himself for re-appointment.
4. To declare dividend at the rate of Rs. 0.20 (Rupees Twenty Paise only) per share for the financial year ended March 31, 2022, on 18,77,80,000 equity shares of the face value of Rs. 2/- each, aggregating to Rs. 3,75,56,000, as recommended by the Board of Directors.
5. **Appointment of M/s. P.G. Ghali & Co., Chartered Accountants, as Statutory Auditors of the Company.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution.

RESOLVED THAT, pursuant to the provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and as recommended by the Board of Directors of the Company, M/s. P.G. Ghali & Co., Chartered Accountants Belagavi, (Firm Registration No. 0110925) be and is hereby appointed as the Statutory Auditors of the Company, to hold office for a consecutive period of five years, from the conclusion of this Annual General Meeting till the conclusion of the 32nd Annual General Meeting to be held in the year 2027 at such remuneration and expenses incurred for the purpose of audit as may be determined by the Board of Directors of the Company in consultation with the Auditors.

RESOLVED FURTHER THAT, the Board of Directors of the Company be and is hereby authorised to take all such steps and to do all such acts, deeds, matters and things, which may deem necessary in this behalf.

SPECIAL BUSINESS

6. **Ratification of remuneration payable to Cost Auditors of the Company**

To consider and if thought fit, to pass, with or without

modification(s), the following resolution as an Ordinary Resolution.

RESOLVED THAT, pursuant to Rule 14(a)(ii) of the Companies (Audit and Auditors) Rules, 2014 the remuneration of Rs. 1,50,000/- (Rupees One Lakh Fifty Thousand only) plus applicable taxes and reimbursement of out-of-pocket expenses at actuals, as approved by the Board of Directors of the Company ("the Board") to be paid to M/s. S. K. Tikare & Co. Cost Accountants, on its appointment made by the Board, pursuant to Section 148 of the Companies Act, 2013 read with Rule 6 of the Companies (Cost Records and Audit) Rules, 2014 on the recommendation of the Audit Committee as Cost Auditors, to conduct the audit of cost records of the Company for the financial year ended March 31, 2023, be and is hereby ratified.

7. **Revision in the remuneration of Mr. Nikhil Katti Managing Director of the Company.**

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution.

RESOLVED THAT pursuant to the provisions of Section 197 and 198, read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) consent of the members be and is hereby accorded to the upward revision in the remuneration made by the Board of Directors, pursuant to the recommendation of the Nomination and Remuneration Committee payable to Mr. Nikhil Katti (DIN: 02505734) Managing Director of the Company, with effect from April 1, 2022 for his remaining tenure as Managing Director, as set out in the Explanatory Statement annexed to the notice convening this meeting, with liberty to the Board of Directors (hereinafter referred to as the "Board" which term shall be deemed to include any Committee of the Board constituted to exercise its powers including the powers conferred by this resolution) to alter and vary the same, subject to not exceeding the limits specified under the Companies Act, 2013 or any modification(s) or re-enactment(s) thereof.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts, deeds, matter, things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

8. **Re-appointment of Mr. Mukesh Kumar as Whole-Time Director of the Company**

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution.

RESOLVED THAT pursuant to the provisions of Sections 196, 197, 198, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any

statutory modification(s) or re-enactment(s) thereof for the time being in force), consent of the members be and is hereby accorded for the re-appointment of Mr. Mukesh Kumar (DIN: 02827073) as Whole-Time Director designated as Executive Director of the Company made by the Board for a period of three years with effect from 1st March, 2022 on the terms and conditions, including remuneration, as set out in the explanatory statement annexed to the notice convening this meeting, with liberty to the Board of Directors (hereinafter referred to as the "Board" which term shall be deemed to include any committee of the Board constituted to exercise its powers including the powers conferred by this resolution) to alter and vary the terms and conditions of re-appointment and/or remuneration, subject to the same in terms of the limits specified under Schedule V to the Companies Act, 2013 or any modification(s) or re-enactment(s) thereof.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all acts, deeds, matters and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

9. Re-appointment of Mr. Lava Katti as Whole-Time Director of the Company

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution.

RESOLVED THAT pursuant to the provisions of Sections 196, 197, 198, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), consent of the members be and is hereby accorded for the re-appointment of Mr. Lava Katti (DIN: 02777164) as Whole-Time Director of the Company approved by the Board for a period of three years with effect from 30th June, 2021 on the terms and conditions, including remuneration, as set out in the explanatory statement annexed to the notice convening this meeting, with liberty to the Board of Directors (hereinafter referred to as the "Board" which term shall be deemed to include any committee of the Board constituted to exercise its powers including the powers conferred by this resolution) to alter and vary the terms and conditions of re-appointment and/or remuneration, subject to the same in terms of the limits specified under Schedule V to the Companies Act, 2013 or any modification(s) or re-enactment(s) thereof.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all acts, deeds, matters and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

10. Re-appointment of Mr. Kush Katti as Whole-Time Director of the Company

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution.

RESOLVED THAT pursuant to the provisions of Sections 196, 197, 198, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), consent of the members be and is hereby accorded for the re-appointment of Mr. Kush Katti (DIN: 02777189) as Whole-Time Director of the Company approved by the Board for a period of three years with effect from 30th June, 2021 on the terms and conditions, including remuneration, as set out in the explanatory statement annexed to the notice convening this meeting, with liberty to the Board of Directors (hereinafter referred to as the "Board" which term shall be deemed to include any committee of the Board constituted to exercise its powers including the powers conferred by this resolution) to alter and vary the terms and conditions of re-appointment and/or remuneration, subject to the same in terms of the limits specified under Schedule V to the Companies Act, 2013 or any modification(s) or re-enactment(s) thereof.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all acts, deeds, matters and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

By Order of the Board of Directors

For Vishwaraj Sugar Industries Limited

Sd/-

Umesh Katti

Chairman

DIN: 01461050

341, Town: Bellad Bagewadi, Taluk: Hukkeri,
Dist. Belagavi-591305, Karnataka, India

Place: Bellad Bagewadi

Date: August 2, 2022

NOTES

1. The statement pursuant to Section 102 (1) of the Companies Act, 2013 and extant provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to the special business set out in the notice is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING ("AGM") IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IF ANY, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE COMPANY'S REGISTERED OFFICE NOT LATER THAN 48 (FORTY-EIGHT) HOURS BEFORE THE TIME FIXED FOR HOLDING THE MEETING.**
3. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided not less than three days of advance notice in writing is given to the Company.
4. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
5. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, substituted by Companies (Management and Administration) Amendment, Rules, 2015, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide the facility of remote e-voting to all members. The complete instructions on e-voting facility provided by the Company are annexed to this Notice, explaining the process of e-voting with necessary user id and password along with procedure for such e-voting. Such remote e-voting facility is in addition to the voting that will take place at the AGM through ballot paper.
6. The record date fixed for the purpose of declaration of dividend is August 19, 2022 in respect of shares held in demat mode and for shares held in physical form the Register of Members and Share Transfer Books shall be closed from August 20, 2022 to August 27, 2022 (both days inclusive).
7. As per Regulation 40 of SEBI Listing Regulations, securities of the listed companies can be transferred only in dematerialized form, except in case of request received for transmission or transposition of securities. Members holding shares in physical form are requested to consider their holding to be dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management. Members can contact the Company or Bigshare Services Private Limited, Registrar and Transfer Agents ("Bigshare"), for assistance in this regard.
8. Corporate Members intending to send their authorised representative to attend the meeting are requested to send to the Company a duly certified true copy of the Board Resolutions/authority, authorizing their representative(s) to attend and vote on their behalf at the Meeting.
9. Any member proposing to seek any clarification on the accounts is requested to send the queries to the Company at its registered office at least seven days prior to the date of Annual General Meeting to enable the management to compile the relevant information to reply the same in the meeting.
10. The Register of Directors' and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013 and Register of Contracts and Arrangements in which Directors are Interested, maintained under section 189 of the Act will be available for inspection by the members at the AGM.
11. Members are requested to bring their copies of Annual Report to the Meeting. In order to enable us to register your attendance at the venue of the Annual General Meeting, members are requested to please bring their folio number/demat account number/DP ID-Client ID to enable us to provide a duly filled attendance slip for your signature and participation at the meeting.
12. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
13. Relevant documents referred to in the accompanying Notice, are open for inspection by the members at the Registered Office of the Company on all working days during business hours up to the date of the Meeting.
14. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID and those who hold shares in physical form are requested to write their Folio Number(s) in the attendance slip for attending the Meeting to facilitate identification of membership at the meeting.

Members who would like to receive notices, letters, annual reports, documents and any other correspondence by electronic mode are requested to register their email addresses and changes therein, from time to time, with the Company's Registrar and Transfer Agent, Bigshare in respect of shares held in physical form.
15. **The Members are requested to:**
 - (a) Intimate change in their registered address, if any, to the Company's Registrar and Share Transfer Agents, Bigshare in respect of their holdings in physical form.
 - (b) Notify immediately any change in their registered address to their Depository Participants in respect of their holdings in electronic form.
 - (c) Non-Resident Indian Members are requested to inform Bigshare immediately of the change in residential status on return to India for permanent settlement.
 - (d) Register their email address and changes therein from time to time with Bigshare for shares held in physical

form and with their respective Depository Participants for shares held in demat form.

- (e) Quote their DP ID & Client ID or Folio details respectively in all correspondences, including dividend matters to the Registrar and Share Transfer Agents, Bigshare Services Private Limited. (Unit: Vishwaraj Sugar Industries Limited), 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai-400059, Maharashtra, India.
 - (f) Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e., August 20, 2022 may obtain the login id and password by sending a request at helpdesk.evoting@cdslindia.com.
16. Members may also note that the Notice of the 27th Annual General Meeting and the Annual Report for 2021-22 will also be available on the Company's website www.vsil.co.in for download.
 17. In accordance with the provisions of Section 72 of the Companies Act, 2013, members are entitled to specify nominations in respect of the Equity Shares held by them, in physical form. Members desirous of specifying nominations may procure the prescribed form from the Registrar & Share Transfer Agents Bigshare Services Private Limited and have it duly filled and sent back to them.
 18. In support of the Green initiative by Ministry of Corporate Affairs and pursuant to section 101 of the Companies Act, 2013 and Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 electronic copy of the Annual Report is being sent to all Members whose email ID's are registered with the Depository Participants for communication purposes unless any member has requested for a hard copy of the same.
 19. Members are requested to note that as per Section 124(5) of the Companies Act, 2013, the dividend which remains unpaid or unclaimed for a period of seven years from the date of its transfer to the unpaid dividend account, is liable to be transferred by the Company to the "Investor Education Protection Fund" (IEPF) established by the Central Government under the provisions of Section 125 of the Companies Act, 2013.
 20. Pursuant to the Articles of Association of the Company and the provisions of the Act, Mr. Lava Katti and Mr. Kush Katti, Directors, retire by rotation and being eligible, offer themselves for re-appointment.
 21. Information required under Regulation 36 of SEBI Listing Regulations in respect of Directors seeking Appointment/Re-appointment at the AGM is furnished as Annexure to this Notice. The Directors have furnished consent/declarations for their appointment/re-appointment as required under the Act and the rules made thereunder.
 22. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members

holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they maintain their demat account(s). Members holding shares in physical form can submit their PAN to the Company/Bigshare.

23. The Board of Directors of the Company has appointed Mr. Ramnath Sadekar, Advocate as the Scrutinizer to scrutinize the remote e-voting process and poll at the Annual General Meeting in a fair and transparent manner.
24. Voting rights shall be reckoned on the paid-up value of shares registered in the name of the member/beneficial owner (in case of electronic shareholding) as on the cut-off date i.e. August 20, 2022.
25. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting or poll at the AGM.
26. The remote e-voting facility will be available during the following period:

Commencement of remote e-voting: From 9:00 a.m. (IST) on Wednesday, August 24, 2022.

End of remote e-voting: At 5:00 p.m. (IST) on Friday, August 26, 2022.

The remote e-voting will not be allowed beyond the aforesaid date and time and the e-voting module shall be disabled by Bigshare upon expiry of the aforesaid period.

The members who have cast their vote by remote e-voting may also attend the meeting but shall not be entitled to cast their vote again.

The facility of voting through ballot paper shall be made available at the meeting and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right of voting at the meeting.
27. The Scrutinizer, after scrutinising the votes cast at the meeting and through remote e-voting will, within the prescribed time, make a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company www.vsil.co.in and on the website of CDSL <https://evotingindia.com>. The results shall simultaneously be communicated to the Stock Exchanges.

General:

The Scrutinizer shall immediately after the conclusion of voting at the AGM, first count the votes cast at the Meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least 2 witnesses not in the employment of the Company and make within the prescribed time, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same and declare the result of voting forthwith.

Members who do not have access to remote e-voting facility have been additionally provided with the facility of voting by way of Ballot Form during the meeting. The facility for physical voting shall be made available at the Meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the Meeting. The members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

A member can opt for only one mode of voting, i.e., either through remote e-voting or by Ballot. If a member casts votes by both modes, then voting done through remote e-voting shall prevail and Ballot will be treated as invalid.

Members have the option to request for physical copy of Ballot Form by sending an e-mail to info@vsil.co.in by mentioning their Folio / DP ID and Client ID.

The results declared along with the Scrutinizer's Report will be posted on the Company's website.

- 28 Route map and prominent land mark for easy location of the venue of the Meeting are attached herewith in terms of Secretarial Standards 2 (SS-2).
29. Members are requested to take note that, in compliance with the relevant circulars, the Notice of the AGM and Annual Report for the financial year 2021-22, are being sent to all the Members of the Company only in electronic mode to those members whose email address is registered with the Company/ Depository Participant(s)/Registrar and Transfer agents. The requirements of sending physical copy of aforesaid documents has been dispensed with vide MCA & SEBI Circulars. The aforesaid documents will also be available on the Company's website at www.vsil.co.in under section Investors, on the website of BSE at www.bseindia.com, on the website of NSE at www.nseindia.com and on the website of Company's Registrar and Transfer Agent, www.bigshareonline.com.

Instructions for Remote E-Voting

- (i) The voting period begins on Wednesday, August 24, 2022 at 9:00 AM and ends on Friday, August 26, 2022 at 5:00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. August 20, 2022 may cast their votes electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/ 242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/ CIR/P/2020/ 242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for Remote e-Voting for individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

LOGIN METHOD

Individual Shareholders holding securities in Demat mode with CDSL

- 1) Users who have opted for CDSL Easi/Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi/Easiest are <https://web.cdslindia.com/myeasi/home/login> or visit www.cdslindia.com and click on Login icon and select New System Myeasi.
- 2) After successful login the Easi/Easiest user will be able to see the e-Voting option for eligible companies where the e-Voting is in progress as per the information provided by the Company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also a link provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KFINTTECH/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.
- 3) If the user is not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasi/Registration/EasiRegistration>.
- 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN from an e-Voting link available on www.cdslindia.com home page or click on <https://evoting.cdslindia.com/Evoting/EvotingLogin>. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account.

After successful authentication, user will be able to see the e-Voting option where the e-Voting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in demat mode with NSDL

- 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <https://eservices.nsdl.com> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.
- 2) If the user is not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com>. Select “Register Online” for IDeAS Portal or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
- 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.

Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/ Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Individual Shareholders (holding securities in demat mode) login through their Depository Participants

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Helpdesk details for Individual Shareholders holding securities in Demat mode with CDSL & NSDL :

CDSL : Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 & 22-23058542-43.

NSDL : Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30.

- (v) Login method for e-Voting for Physical shareholders and shareholders other than individual holding in Demat form.
 - 1) The shareholders should log on to the e-voting website www.evotingindia.com.
 - 2) Click on “Shareholders” module.
 - 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID;
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID;
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
 - 4) Next enter the Image Verification as displayed and Click on Login.
 - 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
 - 6) If you are a first-time user follow the steps given below:

For Physical shareholders and other than individual shareholders holding shares in Demat

PAN: Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)

- * Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/ RTA.

Dividend Bank Details OR Date of Birth (DOB) :

Enter the Dividend Bank Details or Date of Birth (in dd/ mm/ yyyy format) as recorded in your demat account or in the company records in order to login.

- * If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.
- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password

Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant "Vishwaraj Sugar Industries Limited" on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) Additional Facility for Non-Individual Shareholders and Custodians for Remote Voting only.
 - Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.

- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non-Individual shareholders are required to send the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at the email address shodhansadekar@gmail.com, if they have voted from individual tab & not uploaded the same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/ MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/ DEPOSITORIES.

1. For Shares held in Physical Form - Please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to Company/RTA's email id.
2. For Shares held in Demat - Please update your email id & mobile No. with your respective Depository Participant (DP).
3. For Individual Demat Shareholders - Please update your email id & mobile No. with your respective Depository Participant (DP) which is mandatory while Remote e-Voting.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai-400013, Maharashtra, India or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

EXPLANATORY STATEMENT

(Pursuant to Section 102(1) of the Companies Act, 2013)

The following Explanatory Statement sets out all material facts relating to the business under items 5 to 10 mentioned in the accompanying notice of the Annual General Meeting

Item No. 5. Appointment of Statutory Auditors of the Company

Though not mandatory, this statement is provided for the reference of the shareholders and others concerned.

Presently, M/s. Gojanur & Co., Chartered Accountants, are holding the office as Statutory Auditors of the Company.

Pursuant to the provisions of Section 139 the term of office of M/s. Gojanur & Co., Chartered Accountants, as statutory auditors of the Company will be ending at the ensuing Annual General Meeting of the Company.

Hence, M/s. Gojanur & Co., Chartered Accountants, retires as the Statutory Auditors of the Company at the conclusion of the ensuing Annual General Meeting.

Accordingly, pursuant to the provisions of the Companies Act, 2013 and in accordance with the recommendations of the Audit Committee of the Board made pursuant to Rule 3(3) of the Companies (Audit and Auditors) Rules, 2014, the Board of Directors has recommended to the members of the Company, appointment of M/s. P.G. Ghali & Co., Chartered Accountants, Belagavi, as Statutory Auditors of the Company for the first term of five consecutive years commencing from the conclusion of 27th AGM till the conclusion of the 32nd AGM of the Company to be held in the year 2027.

The Appointee has confirmed that there is no order or pending proceeding relating to professional matters of conduct against them before the Institute of Chartered Accountants of India or any competent authority or any Court.

M/s. P.G. Ghali & Co., Chartered Accountants, have given consent to the said appointment and confirmed that its appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act.

They have further confirmed that they are not disqualified to be appointed as Statutory Auditors in terms of the proviso to Section 139(1), Section 141(2) and Section 141(3) of the Act and the provisions of the Companies (Audit and Auditors) Rules, 2014.

None of the Directors/Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise in the resolution set out at item No. 5 of the notice.

The Board recommends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the shareholders.

Item No – 6: Ratification of remuneration payable to Cost Auditors.

The Company has been maintaining cost records, as required by Section 148 (1) of the Companies Act, 2013 read with Rule 3 of the

Companies (Cost Records and Audit) Rules, 2014 (“the Rules”), since the Company is engaged in the production of the goods covered by the said Rules.

Pursuant to Rule 4 of the Rules, the cost records maintained by the Company shall be audited by a Cost Accountant, who shall be appointed by the Board of Directors, on the recommendation of the Audit Committee of the Board of Directors of the Company.

Accordingly, the Board of Directors of the Company appointed M/s. S. K. Tikare & Co. Cost Accountants as Cost Auditor to conduct the audit of cost records of the Company for the financial year ended March 31, 2023 and approved remuneration of Rs. 150,000/- (Rupees One Lakh Fifty Thousand only) plus applicable taxes and reimbursement of out-of-pocket expenses at actuals. Rule 14(a)(ii) of the Companies (Audit and Auditors) Rules, 2014, requires the shareholders to ratify the remuneration payable to the Cost Auditors, as approved by the Board of Directors.

Accordingly, consent of the members is sought by passing an Ordinary Resolution as set out at Item No. 6 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2023.

None of the Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution as set out at Item No. 6 of the Notice.

Item No – 7: Revision in the remuneration of Mr. Nikhil Katti Managing Director of the Company.

Mr. Nikhil Katti is occupying the position of Managing Director of the Company, since his re-appointment as such with effect from 1st April 2021, for a period of three years. He is being paid consolidated remuneration of Rs. 36 Lakhs per annum as made by the Board of Directors, on the recommendation of the Nomination and Remuneration Committee and approved by the shareholders in the 26th Annual General Meeting by special resolution.

The Board noted that because of the contribution, hard work and devotion of time and keen interest in the operations, the Company could turn the table, reported profit since financial year ending 2021 and grow to the present level. The Nomination and Remuneration Committee, after taking in to consideration, trend in the industry, financial position of the Company, qualification and rich experience of Mr. Nikhil Katti recommended to the Board revision of remuneration of Mr. Nikhil Katti from consolidated Rs. 36 lakhs per annum to Rs. 60 lakhs per annum. Accordingly, the Board of Directors of the Company increased the consolidated remuneration payable to Mr. Nikhil Katti as Managing Director of the Company, to Rs. 60 lakhs per annum, subject to approval by the members. Apart from remuneration there is no change in the terms and conditions of appointment contained in the Agreement entered in to between the Company and Mr. Nikhil Katti.

In the event of loss or inadequacy of profit in any financial year during the currency of the term of Mr. Nikhil Katti as Managing

Director, the Company will pay remuneration to the Managing Director within the maximum ceiling per annum as per Section II of Part II of Schedule V to the Companies Act, 2013, including any statutory modification or re-enactment thereof, for the time being in force, as per the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company.

It is proposed to seek members approval for the revised remuneration payable to Mr. Nikhil Katti as Managing Director of the Company in terms of the applicable provisions of the Companies Act, 2013 and the Rules framed thereunder.

The Explanatory Statement may also be considered as the requisite abstract under Section 190 of the Companies Act, 2013 setting out the material facts concerning the business contained in item No. 7 of the Notice.

Save and except Mr. Nikhil Katti and Mr. Umesh Katti and their relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors, Key Managerial Personnel of the Company and their relatives are, in any way concerned or interested financially or otherwise in the aforesaid resolution.

The Board commends the Special Resolution set out at item No. 7 for the approval of the members. Special resolution is proposed in the interest of the Company.

Item No – 8: Re-appointment of Mr. Mukesh Kumar as Whole-Time Director of the Company.

Mr. Mukesh Kumar was appointed as Whole-Time Director designated as Executive Director with effect from March 1, 2019 to hold office for a period of three years. His term of office ended on February 28, 2022. The Board of Directors of the Company re-appointed him as the Whole-Time Director of the Company for a period of three years with effect from March 1, 2022, taking in to consideration his vast experience in the industry, past performance and rich knowledge and benefit derived by the Company due to his occupation of office. His re-appointment is subject to the approval of the shareholders in the general meeting, by special resolution.

The agreement executed between the Company and Mr. Mukesh Kumar inter alia contains following terms and conditions.

Term of Office: Three years with effect from March 1, 2022.

Remuneration: Mr. Mukesh Kumar shall be paid a remuneration of Rs. 48.00 lakhs per annum with such revisions as may be decided from time to time by the Board of Directors of the Company on the recommendation of Nomination and Remuneration Committee. However, his revised remuneration shall not exceed Rs. 75.00 lakhs per annum, during the currency of his term of office. He shall not be paid any sitting fees for attending the meetings of the Board or Committees thereof.

Other terms and conditions of appointment shall be as per the agreement entered into between the Company and the appointee.

Mr. Mukesh Kumar has been associated with the Company since long and remained with the Company during its ups and downs. He has contributed a great value in the present growth and success of the Company with his rich expertise in the industry where the

Company operates. It would be in the interest of the Company to continue to avail of his considerable expertise. His re-appointment as Whole-Time Director is of immense benefit to the Company and therefore justifiable.

Mr. Mukesh Kumar has confirmed that he is not disqualified from being re-appointed, in terms of Section 164 of the Companies Act, 2013. He has given his consent to act as the Whole-Time Director of the Company. He satisfies all the conditions as set out in Section 196 (3) of the Companies Act, 2013 and Part I of Schedule V thereof. He is therefore eligible for re-appointment.

A brief profile of Mr. Mukesh Kumar is provided in the Annexure to the notice pursuant to the provisions of Secretarial Standard on General Meetings (SS2), issued by the Institute of Company Secretaries of India.

It is proposed to seek members approval for the re-appointment and remuneration payable to Mr. Mukesh Kumar as Whole-Time Director of the Company in terms of the applicable provisions of the Companies Act, 2013 and the Rules framed thereunder.

The Explanatory Statement may also be considered as the requisite abstract under Section 190 of the Companies Act, 2013 setting out the terms and conditions of appointment of Mr. Mukesh Kumar. The copy of the Agreement is open to inspection by any member of the Company without payment of fee, at the registered office of the Company, on all working days, during business hours.

Save and except Mr. Mukesh Kumar and his relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors, Key Managerial Personnel of the Company and their relatives are, in any way concerned or interested financially or otherwise in the aforesaid resolution.

The Board commends the Special Resolution set out at item No. 8 for the approval of the members.

Item No – 9: Re-appointment of Mr. Lava Katti as Whole Time Director of the Company.

Mr. Lava Katti was appointed as Whole-Time Director with effect from 30th June, 2018 to hold office for a period of three years. His term of office ended on 29th June, 2021. The Board of Directors in its meeting held on September 30, 2021 approved his re-appointment as the Whole-Time Director of the Company for a period of three years with effect from 30th June, 2021 taking in to consideration his qualification vast experience in the industry, past performance and rich knowledge and benefit derived by the Company due to his occupation of office. His re-appointment is subject to the approval of the shareholders in the general meeting, by special resolution.

The agreement executed between the Company and Mr. Lava Ramesh Katti inter alia contains following terms and conditions.

Term of Office: Three years with effect from 30th June, 2021.

Remuneration: Mr. Lava Katti shall be paid a revised remuneration of Rs. 30.00 lakhs per annum w.e.f. 1st April, 2022 with such further revisions as may be decided from time to time by the Board of Directors of the Company on the recommendation of Nomination and Remuneration Committee. However, his remuneration that may

be revised, during the currency of his term of office shall not exceed Rs. 50.00 lakhs per annum. He shall not be paid any sitting fees for attending the meetings of the Board or Committees thereof.

Other terms and conditions of appointment shall be as per the agreement entered into between the Company and the appointee.

Mr. Lava Katti has been associated with the Company since 2013 and remained with the Company during its ups and downs. He has contributed a great value in the present growth and success of the Company with his rich expertise in the industry where the Company operates. It would be in the interest of the Company to continue to avail of his considerable expertise. His re-appointment as Whole-Time Director is of immense benefit to the Company and therefore justifiable.

Mr. Lava Katti has confirmed that he is not disqualified from being re-appointed, in terms of Section 164 of the Companies Act, 2013. He has given his consent to act as the Whole-Time Director of the Company. He satisfies all the conditions as set out in Section 196 (3) of the Companies Act, 2013 and Part I of Schedule V thereof. He is therefore eligible for re-appointment.

A brief profile of Mr. Lava Katti is provided in the Annexure to the notice pursuant to the provisions of Secretarial Standard on General Meetings (SS2), issued by the Institute of Company Secretaries of India.

It is proposed to seek members approval for the re-appointment and remuneration payable to Mr. Lava Katti as Whole-Time Director of the Company in terms of the applicable provisions of the Companies Act, 2013 and the Rules framed thereunder.

The Explanatory Statement may also be considered as the requisite abstract under Section 190 of the Companies Act, 2013 setting out the terms and conditions of appointment of Mr. Lava Katti. The copy of the Agreement is open to inspection by any member of the Company without payment of fee, at the registered office of the Company, on all working days, during business hours.

Mr. Lava Katti being the appointee and Mr. Kush Katti, Director, being his relative are interested in the resolution.

Save and except the above none of the other Directors, Key Managerial Personnel and their relatives and the relatives of Mr. Lava Katti and Mr. Kush Katti, to the extent of their shareholding interest, if any, in the Company, are in any way concerned or interested financially or otherwise in the aforesaid resolution.

The Board commends the Special Resolution set out at item No. 9 for the approval of the members.

Item No – 10: Re-appointment of Mr. Kush Katti as Whole-Time Director of the Company.

Mr. Kush Katti was appointed as Whole-Time Director with effect from 30th June, 2018 to hold office for a period of three years. His term of office ended on 29th June, 2021. The Board of Directors in its meeting held on September 30, 2021 approved his re-appointment as the Whole-Time Director of the Company for a period of three years with effect from 30th June, 2021 taking in to consideration his qualification, vast experience in the industry, past performance and rich knowledge and benefit derived by the Company due to his occupation of office. His re-appointment is

subject to the approval of the shareholders in the general meeting, by special resolution.

The agreement executed between the Company and Mr. Kush Katti inter alia contains following terms and conditions.

Term of Office: Three years with effect from 30th June, 2021.

Remuneration: Mr. Kush Katti shall be paid a revised remuneration of Rs. 30.00 lakhs per annum w.e.f. 1st April, 2022 with such further revisions as may be decided from time to time by the Board of Directors of the Company on the recommendation of Nomination and Remuneration Committee. However, his remuneration that may be revised, during the currency of his term of office shall not exceed Rs. 50.00 lakhs per annum. He shall not be paid any sitting fees for attending the meetings of the Board or Committees thereof.

Other terms and conditions of appointment shall be as per the agreement entered into between the Company and the appointee.

Mr. Kush Katti has been associated with the Company since 2013 and remained with the Company during its ups and downs. He has contributed a great value in the present growth and success of the Company with his rich expertise in the industry where the Company operates. It would be in the interest of the Company to continue to avail of his considerable expertise. His re-appointment as Whole-Time Director is of immense benefit to the Company and therefore justifiable.

Mr. Kush Katti has confirmed that he is not disqualified from being re-appointed, in terms of Section 164 of the Companies Act, 2013. He has given his consent to act as the Whole-Time Director of the Company. He satisfies all the conditions as set out in Section 196 (3) of the Companies Act, 2013 and Part I of Schedule V thereof. He is therefore eligible for re-appointment.

A brief profile of Mr. Kush Katti is provided in the Annexure to the notice pursuant to the provisions of Secretarial Standard on General Meetings (SS2), issued by the Institute of Company Secretaries of India.

It is proposed to seek members approval for the re-appointment and remuneration payable to Mr. Kush Katti as Whole-Time Director of the Company in terms of the applicable provisions of the Companies Act, 2013 and the Rules framed thereunder.

The Explanatory Statement may also be considered as the requisite abstract under Section 190 of the Companies Act, 2013 setting out the terms and conditions of appointment of Mr. Kush Katti. The copy of the Agreement is open to inspection by any member of the Company without payment of fee, at the registered office of the Company, on all working days, during business hours.

Mr. Kush Katti being the appointee and Mr. Lava Katti, Director, being his relative are interested in the resolution.

Save and except the above none of the other Directors, Key Managerial Personnel and their relatives and the relatives of Mr. Kush Katti and Mr. Lava Katti, to the extent of their shareholding interest, if any, in the Company, are in any way concerned or interested financially or otherwise in the aforesaid resolution.

The Board commends the Special Resolution set out at item No. 10 for the approval of the members.

Annexure

Details of Directors seeking appointment/re-appointment at the Annual General Meeting of the Company

[Pursuant to Regulation 36(3) and 26(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Clause 1.5.2 of Secretarial Standard 2 (SS 2)]

Particulars	Mr. Mukesh Kumar	Mr. Lava Katti	Mr. Kush Katti
Date of Birth	28-09-1963	14-11-1986	14-11-1986
Date of Appointment	01-03-2019	30-06-2013	30-06-2013
Qualifications	B. Sc. Engineering from Ranchi University	Bachelors Degree of Business Administration from Karnataka University Dharwad, Masters in Business Administration from Cardiff Metropolitan University.	Masters Degree in Business Administration from ESC Pau Business School, France.
Expertise in specific functional areas	Vide experience in the areas of petroleum, distillery and sugar industry and finance and business administration	Administration of distillery and co-generation units and agriculture	Business administration and maintaining cordial relations with farmers and ensuring sugar cane supply by the farmers
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	Nil	Nil	Nil
Memberships/Chairmanships of committees of other public companies	Nil	Nil	Nil
Number of shares held in the Company	Nil	65,01,375	57,25,375
Terms and conditions & details of remuneration	Re-appointed by the Board as Whole-Time Director, designated as Executive Director for a period of 3 years with effect from 1 st March, 2022 at a remuneration of Rs. 48 lakhs per annum and may be revised during the currency of his office subject to a maximum of Rs. 75 lakhs. Not entitled for sitting fees for attending the meetings of the Board/Committees thereof. Liable to retire by rotation.	Re-appointed by the Board as Whole-Time Director, for a period of three years with effect from 30 th June, 2021 at a remuneration of Rs. 30 lakhs and may be revised during the currency of his office subject to a maximum of Rs. 50 lakhs per annum. Not entitled for sitting fees for attending the meetings of the Board/Committees thereof. Liable to retire by rotation	Re-appointed by the Board as Whole-Time Director, for a period of three years with effect from 30 th June, 2021 at a remuneration of Rs. 30 lakhs and may be revised during the currency of his office subject to a maximum of Rs. 50 lakhs per annum. Not entitled for sitting fees for attending the meetings of the Board/Committees thereof. Liable to retire by rotation
No. of meetings of the Board attended	10	10	9
Relationship between Directors inter-se	Nil	Relative of Mr. Kush Katti	Relative of Mr. Lava Katti

MANAGEMENT DISCUSSION & ANALYSIS

Global Economic Scenario

The war in Ukraine has triggered a costly humanitarian crisis that demands peaceful resolution. At the same time economic damage from the conflict will contribute to a significant slowdown in global growth in 2022 and add to inflation. Fuel and food prices have increased rapidly, hitting vulnerable populations in low-income countries hardest. Global growth is projected to slow from an estimated 6.1 percent in 2021 to 3.6 percent in 2022 and 2023. War induced commodity prices increases and broadening price pressures have led to 2022 inflation projection of 5.7 percent in advanced economies and 8.7 percent in emerging market and developing economies. Multilateral efforts to respond to the humanitarian crisis, prevent further economic fragmentation, maintain global liquidity, manage debt distress, tackle climate change and end pandemic are essential.

Indian economic scenario

India has emerged as the fastest growing major economy in the world over the next 10-15 years, backed by its robust democracy and strong partnerships. With an improvement in economic scenario, there have been investments across various sectors of the economy. The private equity, venture capital sector recorded investments worth USD 5.8 billion across 117 deals in February 2022. India's merchandise exports were an all time high of USD 417.81 billion in Financial year 2022. The manufacturing Purchasing Manager's Index (MPMI) in India stood at 54.7. The gross Goods and Service Tax (GST) collection revenue hit all-time high of Rs. 168 trillion in April 2022. This is 20% increase over the previous year. Equity inflow in India stood at USD 572.80 billion between April 2000 to December 2021. India's Index of Industrial Production (IIP) for January 2022 stood at 138.4 against 136.6 for January 2021. Consumer food Price Index (CPI) combined inflation was 2.9% in 2021-22 against 9.1% in the corresponding period last year. Consumer Price Index (CPI) combined inflation was 5.20% in 2021-22 as against 6.6% in 2020-2021.

Industry Structure and development

India is the world's second largest sugar producer and exporter next only to Brazil. The cyclical nature of the business and dependency on monsoon adds to the volatility in domestic and international prices, though some measures by the government and strong demand in the local and international market have helped the sugar prices rule firm in recent years. However, the Indian Sugar Industry is poised for a transformation, which will not only cushion the operations of sugar producers from cyclicalities but will also help them significantly improve their finances both in terms of revenue and profitability. The big boost to the industry will come from the government's resolve to implement the ethanol blending program (EBP) rigorously. Having achieved 10% ethanol blending ahead of schedule in May 2022, the government is all set to embark on a 20% EBP plan beginning 2023. With this the medium to long term

prospects of the industry set to improve, as key players in this segment are on track with their expansion plans in the distillery segment. The benefit from the EBP will be two-fold for the Indian Sugar Industry. Diversion of sugarcane for producing higher margin ethanol should help boost the top line and operating profit margins for sugar producers. Ethanol prices are also fixed by the government which is significantly higher than that of sugar.

In India the state and central governments fix the procurement price of sugar cane to be paid to the farmer. The cane price in India is higher than in other sugar producing nations. However, two positive developments have kept the industry on good stead despite strong growth in sugar production over the last three years and record sugar production expected this year too. One the government's move to reduce the disparity between the input price and price of the end product by introducing a minimum support price for sugar in 2018, has been positive for the industry. Under the scheme the price is computed after considering various aspects such as Fair Remunerative Price (FRP) and conversion cost of efficient mills. While the said measures have supported the industry during the last three years, the EBP has come as a shot in the arm.

Risks and Concerns

Sugar industry in India is plagued with several serious and complicated problems which call for immediate attention and rational solutions. Some of the burning problems are briefly described as under:

1. Low Yield of Sugarcane:

Although India has the largest area under sugarcane cultivation, the yield per hectare is extremely low as compared to some of the major sugarcane producing countries of the world. For example, India's yield is only 64.5 tonnes/hectare as compared to 90 tonnes in Java and 121 tonnes in Hawaii.

This leads to low overall production and results in short supply of sugarcane to sugar mills. Efforts are being made to solve this problem through the introduction of high yielding, early maturing, frost resistant and high sucrose content varieties of sugarcane as well as by controlling diseases and pests which are harmful for sugarcane.

2. Short crushing season:

Manufacturing of sugar is a seasonal phenomenon with a short crushing season varying normally from 4 to 7 months in a year. The mills and its workers remain idle during the remaining period of the year, thus creating financial problems for the industry as a whole. One possible method to increase the crushing season is to sow and harvest sugarcane at proper intervals in different areas adjoining the sugar mill. This will increase the duration of supply of sugarcane to sugar mills.

3. Fluctuating Production Trends:

Sugarcane has to compete with several other food and cash crops like cotton, oil seeds, rice, etc. Consequently, the land available to sugarcane cultivation is not the same and the total production of sugarcane fluctuates. This affects the supply of sugarcane to the mills and the production of sugar also varies from year to year.

4. Low rate of recovery:

The average rate of recovery in India is less than ten per cent which is quite low as compared to other major sugar producing countries. For example, recovery rate is as high as 14-16 per cent in Java, Hawaii and Australia.

5. High cost of Production:

High cost of sugarcane, inefficient technology, uneconomic process of production and heavy excise duty result in high cost of manufacturing. The production cost of sugar in India is one of the highest in the world. Intense research is required to increase the sugarcane production in the agricultural field and to introduce new technology of production efficiency in the sugar mills. Production cost can also be reduced through proper utilisation of by-products of the industry.

For example, bagasse can be used for manufacturing paper pulp, insulating board, plastic, carbon cortex etc. Molasses comprise another important by-product which can be gainfully used for the manufacture of power alcohol.

This, in its turn, is useful in manufacturing DDT, acetate rayon, polythene, synthetic rubber, plastics, toilet preparations, etc. It can also be utilised for conversion into edible molasses and cattle feed. Press-mud can be used for extracting wax.

6. Small and uneconomic size of mills:

Most of the sugar mills in India are of small size with a capacity of 1,000 to 1,500 tonnes per day. This makes large scale production uneconomic. Many of the mills are economically not viable.

7. Old and obsolete machinery:

Most of the machinery used in Indian sugar mills, particularly those of Uttar Pradesh and Bihar is old and obsolete, being 50-60 years old and needs rehabilitation. But low margin of profit prevents several mill owners from replacing the old machinery by the new one.

Outlook

India's sugar production may fall slightly to 355 lakh tones in the 2022-23 marketing year starting October due to diversion of sugar cane towards ethanol manufacturing according to Indian Sugar Mills association. The sugar production in 2022-23 is estimated at 355 lakh tones against 360 lakhs in the current marketing year ending September. Net sugar production before considering diversion is estimated to be higher at 399.97 lakh tones in 2022-23 as against 394 lakh tones in 2021-22 marketing year. It is estimated that the

division of cane juice and B molasses to ethanol will reduce sugar production by about 45 lakh tones in the marketing year 2022-23.

The annual domestic demand is seen at around 275 lakh tones in 2022-23, which will leave a surplus of about 80 lakh tones for exports. In 2021-22 marketing year the government capped sugar exports to 10 million tones to maintain the domestic availability and price stability.

The acreage under sugar cane is estimated to be higher by 4 percent to 58.28 lakh hectares in 2022-23.

In the current ethanol supply year (December to November) total contracted quantity of ethanol stood at 444.42 Crore liters and out of this 362.16 Crore liters were supplied from sugar industry. Out of 362.16 crore liters, ethanol manufactured from sugar cane juice and B heavy molasses (BHM) stand at 349.49 crore liters (79.33 crore liters from sugar juice and 270.16 crore liters from BHM) which translates in to diversion of about 34 lakhs tones of sugar in to ethanol. During 2022-23, since the target of 12% blending is expected to be achieved a total of about 545 crore liters of ethanol would be required and supplied.

Opportunities and Threats**Exports:**

As global sugar prices continue to remain firm, Indian Sugar Mills Association (ISMA) has requested the Central Government to announce permission for export of 80 lakh tonnes of sugar during sugar season 2022-23 (October to September), under open general license. The Company will get an opportunity to enter futures contract at good prices. Accordingly the Mills can plan their production for next season in advance.

Ethanol:

The big boost to the industry will come from the government's resolve to implement the ethanol blending program (EBP) rigorously. Having achieved 10% ethanol blending ahead of schedule in May 2022, the government is all set to embark on a 20% EBP plan beginning 2023. With this the medium to long term prospects of the industry set to improve, as key players in this segment are on track with their expansion plans in the distillery segment. The benefit from the EBP will be two-fold for the Indian Sugar Industry. Diversion of sugarcane for producing higher margin ethanol should help boost the top line and operating profit margins for sugar producers. Ethanol prices are also fixed by the government which is significantly higher than that of sugar.

Power Generation:

The global energy industry is going through an unprecedented transformation driven by innovations. Despite the challenges there still are growth opportunities in the power sector. The move to decarbonize electricity system is expected to continue to gain pace.

Government Measures:

The State and Central Governments fix the procurement price of sugar cane to be paid to the farmer Fair and Remunerative Prices

(FRP) announced by the Central Government every year acts as floor price for cane procurement. In addition to this the State Advised Price (SAP) is announced by the State, which is higher than the FRP. The positive development is the Government's move to reduce the disparity between the input price and the price of the end product by introducing Minimum Support Price (MSP) for sugar. Under the scheme the price is computed after considering various aspects such as FRP and conversion cost of efficient mills.

Threats:

Sugar cane industry have high uncertainty due to the nature of its raw materials are perishable, seasonal, bulky and diverse in quality. Risks caused by raw materials can disrupt the entire value chain from sugar cane cultivation, harvesting, production to marketing. Risks in production process can occur in any activity. Such risk is not only cause performance loss but also psychological, social and therefore risks must be addressed so the chance of occurrence or the resulting impact can be mitigated through risk management.

Discussion on financial performance with respect to operational performance

In the financial year 2021-22, the Company crushed 11,01,934.28 MT of sugar cane and produced 9,27,000 quintals of sugar, produced 25,325.51 kilo liters of ethanol and generated 9,17,49,000 KWh of power. Out of the power generated 5,14,12,850 KWh was exported and the balance was consumed by the Company.

The Company's revenue from operations stood at Rs. 46,875.52 lakhs in financial year 2021-22 vis-à-vis 42,446.56 lakhs in 2020-21, the growth rate of 10.43% by volumes over last year. Operating expenses for the year stood at 42,309.38 lakhs as against 41,484.84 lakhs in the financial year 2020-21. The Company generated EBITDA of Rs. 9,497.19 lakhs vis-à-vis 6,263.40 lakhs in the financial year 2020-21.

Risk Management

VSIL considers timely identification and effective mitigation of risks as the utmost pre-requisite for maintaining stable and genuine returns, besides ensuring consistent increase in shareholder value. The major risks in this industry include impact on sugarcane production due to seasonal uncertainties.

Internal Control system and their Adequacy

The compliance certificate from the Whole Time Director and the Chief Financial Officer provided in the Annual Report confirms the adequacy of our internal control system and procedure. The Audit Committee in every meeting evaluates Internal Financial control and Risk Management Systems.

Material Development in Human Resources/Industrial Relations Front including number of people employed

Our strategic objective is to build a sustainable organization while creating growth opportunities for our employees and generating

profitable returns to our investors. The total work force of the Company is 850. Number will be increased with the growth of business of the Company. The Company is aware that satisfied highly motivated and loyal employees contribute to the growth of the Company. The employee relations remained cordial throughout the year.

Disclosure of Accounting Treatment

In the preparation of financial statement for the year ended March 31, 2022, no treatment different from that prescribed in the Accounting Standards has been followed by the Company.

Segment-wise or product-wise performance

(Rs. In lakhs)

Particulars	31.03.2022	31.03.2021
1. Segment Revenue		
-- Income from Operations		
(a) Sugar	27,289.04	32,788.83
(b) Co-generation	2,480.75	2,678.80
(c) Distillery	15,042.56	5,859.44
(d) IML	-	-
(e) Vinegar Unit	1,929.48	1,319.30
-- Other operating income		
(a) Others	133.27	147.14
(b) Unallocable revenue	-	-
Income from operations (net)	46,875.10	42,793.52
2. Segment Results		
(a) Sugar	11,964.33	5,141.91
(b) Co-generation	2,480.42	1,302.24
(c) Distillery	15,876.00	9,349.81
(d) IML	45.39	-70.04
(e) Vinegar Unit	1,418.66	-2.77
(a) Finance Costs	3,227.91	3,565.72
(b) Other expenditure (net of other income)	-89.81	648.68
Profit before tax	4,718.03	1,222.95
3. Segment Assets		
(a) Sugar	19,445.27	22,451.28
(b) Co-generation	7,157.41	6,965.91
(c) Distillery	3,998.29	4,024.85
(d) IML	337.02	380.89
(e) Vinegar Unit	2,334.28	2,382.24
(f) Un-allocable	43,683.31	34,997.32
Total Assets	76,955.57	71,202.49
4. Segment Liabilities		
(a) Sugar	42,070.93	41,830.22
(b) Co-generation	1,625.00	2,725.00
(c) Distillery	2,025.00	2,250.00
(d) IML	-	-
(e) Vinegar Unit	-	-
(f) Un-allocable	31,234.64	24,397.27
Total Liabilities	76,955.57	71,202.49

Details of Significant Changes in Key Financial Ratios

Ratio	Formula	Values	2021-22	Values	2020-21	% of Change
			Ratio		Ratio	
1. Current Ratio	Current Assets	44,996.20	1.14	42,468.85	1.12	2%
	Current Liabilities	39,432.75		38,004.12		less than 25% change
2. Debt Equity	Short Term Debt + Long Term Debt + Other Fixed Payments	48,691.25	1.72	48,601.96	2.15	-20%
	Share Holders Equity	28,259.27		22,600.53		less than 25% change
3. Debt Service Coverage Ratio	Earnings available for debt service	12,069.25	2.68	6263.41	1.76	53%
	Debt Service	4,501.54		3565.72		
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						
4. Return on Equity (ROE)	Net Profits after taxes – Preference Dividend (if any)	6,034.30	0.21	793.50	0.04	508%
	Average Shareholder's Equity	28,259.27		22,600.53		
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						
5. Inventory to Ratio	Sales	46,875.10	1.44	42,646.38	1.49	-4%
	Avg. Inventory	32,625.78		28,571.73		less than 25% change
6. Trade Receivables to Ratio	Net Credit Sales	3,224.51	1.04	2,996.99	1.09	-4%
	Avg. Trade Receivables	3,110.75		2,761.45		less than 25% change
7. Trade Payables to Ratio	Net Credit Purchases	9,370.21	1.17	6674.48	1.04	13%
	Avg. Trade Payables	8,022.35		6443.115		less than 25% change
8. Net Capital Turnover Ratio	Net Sales	46,875.10	9.35	42646.38	13.05	-28%
	Average Working Capital	5,014.11		3268.61		
Explanation: The company's sale has increased by around 10%. However the Net current assets have increased by 53% approx. This is due to the increase in Receivables due to increase in sales.						

Ratio	Formula	Values	2021-22	Values	2020-21	% of Change
			Ratio		Ratio	
9. Net Profit Margin	PAT	6,034.30	12.83	793.50	1.86	591%
(in %)	Total Revenue	47,027.41		42,707.79		
Explanation: The company has earned profit during the year due to increase in ethanol production and supply to OMC's and the price of ethanol have been increased by the Central government. Further also the sugar price has been more stable compared to previous year. Hence there is increase in profit.						
10. Return on capital employed (ROCE)	Earnings before interest and taxes	7,946.36	21.18	4788.67	0.14	14584%
	Capital Employed	37,517.77		33198.37		
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						
11. Return on investment	$\{MV(T1) - MV(T0) - \text{Sum } [C(t)]\}$	(4.54)	-0.18	11.37	0.89	-121%
	$\{MV(T0) + \text{Sum } [W(t) * C(t)]\}$	24.94		12.84		
T1 = End of time period	3/31/2022			3/31/2021		
T0 = Beginning of time period	4/1/2021			4/1/2020		
t = Specific date falling between T1 and T0	1			1		
MV(T1) = Market Value at T1	20.2			24.01		
MV(T0) = Market Value at T0	24.94			12.84		
C(t) = Cash inflow, cash outflow on specific date						
W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as $[T1 - t] / T1$						
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						

DIRECTOR'S REPORT

Dear Members,

Your Directors are pleased to present the Twenty-Seventh Annual Report of your Company together with the Audited Financial Statements for the financial year ended 31st March, 2022.

Results of Operation and the State of Company's Affairs

The Company has a cane crushing capacity of 11000 TCD, ethanol production capacity of 100 Kilo Liters and power generation capacity of 36.40 kWh.

During the year under review, the Company crushed 11,01,934.28 MT of sugarcane and 9,29,000 quintals of sugar, produced 25,325.51 kilo liters of ethanol and generated 9,17,49,000 KWh of power. Out of the power generated 5,14,12,850 KWh was exported and the balance was consumed by the Company.

The Company received total income of Rs. 47,027.41 Lakhs for the year ended 31st March, 2022 as against Rs. 42,707.79 Lakhs for the previous year. The EBITDA for the year under review stood at Rs. 9,797.19 Lakhs as compared to Rs. 6263.40 Lakhs for the previous year. The Company has earned a Net Profit after tax of Rs. 6,016.04 Lakhs as compared to net profit of Rs. 829.29 Lakhs for the previous year. Analysis of operating performance is covered under Management Discussion and Analysis which forms part of this Report.

Financial Summary and Highlights

The Company's Financial Performance for the financial year ended on 31st March, 2022 under review alongwith previous year figures are given hereunder:

Particulars	2021-22	2020-21
Revenue from operations	46,875.10	42,646.38
Other Income	152.31	61.41
Total	47,027.41	42,707.79
Profit/(Loss) before Finance Cost, Depreciation & Amortization	9,797.19	6,263.40
Depreciation & Amortization expense	1,551.25	1,474.74
Finance cost	3,227.91	3,565.72
Profit Before Exceptional and Extraordinary items	4,718.03	1,222.95
Exceptional and Extraordinary items	0.00	0.00
Profit/(Loss) before tax	4,718.03	1,222.95
Provision for Current Tax	347.44	211.37
Deferred Tax	-1,434.08	182.28
Short and excess provisions for earlier year	-211.37	0.00
Net Profit/(Loss) After Tax	6,016.04	829.29
Profit/(Loss) brought forward	15,803.83	15,350.10
Profit Available for appropriation	21,819.87	16,179.39
Transferred to General Reserve	0.00	0.00
Dividend Recommended at the rate of Re 1 per share	375.56	375.56
Profit/(Loss) retained in Profit & Loss Account	21,444.31	15,803.83
Basic & diluted Earnings per Share (Rs.)	3.21	2.11

Transfer to Reserves

The Company has not transferred any amount to the reserves separately but retained the profit in the profit and loss account.

Dividend

The Directors have recommended a final dividend of Rs. 0.20/- per equity share for the financial year ended March 31, 2022. The final dividend on equity shares, if approved by the Members, would involve a cash outflow of Rs. 375.56 Lakhs.

Management Discussion and Analysis Report

The Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34(2)(e) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is presented separately and forms part of this Annual Report.

Corporate Governance

Your Company is committed to maintain highest standards of Corporate Governance and adhere to Corporate Governance requirements set out by the Securities and Exchange Board of India.

The Report on Corporate Governance as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms an integral part of this Report. The requisite certificate from the Auditors of the Company confirming compliance with the conditions of Corporate Governance is attached to the report on Corporate Governance.

Business Responsibility Report

SEBI, vide its Circular dated May 10, 2021, made Business Responsibility and Sustainability Report mandatory for the top 1,000 listed companies (by market capitalization) from fiscal 2023, while disclosure is voluntary for the fiscal 2022.

Since, the provisions of the Regulation 34(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the Company for the year ended March 31, 2022 based on the market capitalisation, the Business Responsibility and Sustainability Report is therefore not given.

Credit Rating

During the year under review Brickwork Ratings India Private Limited has given credit ratings for the financial facilities as (1) Fund Based – BWR BBB -/Stable Upgrade and (2) Non-Fund – Based BWR A3 Upgrade.

Contracts and Arrangements with Related Parties

All contracts and arrangements with related parties that we re-entered in to during the financial year 2021-22 were on an arm's length basis and were in the ordinary course of business.

All related party transactions were placed before the Audit Committee for approval/omnibus approval as per the Company's policy on related party transactions. Prior omnibus approval of the Audit Committee is obtained for the transactions which are of foreseen and repetitive nature on yearly basis. A statement giving details of all related party transactions is placed before the Audit Committee for their approval.

During the year under review, there are no materially significant related party transactions that may have potential conflict with interest of the Company at large.

Since the Company has not entered in to any contracts or arrangements or transactions which are not at arm's length basis with related parties so also material contracts, arrangement or transactions with related parties, the disclosure of particulars pursuant to section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 in Form AOC-2 are therefore not made.

However, the details of the related party transactions entered into during the year are given under Note No. 32 of the Financial Statements forming part of this Annual Report.

Internal Financial Control

The internal control systems are commensurate with the nature of business and the size and complexity of operations of the Company. The Audit Committee periodically evaluates the adequacy and effectiveness of the Company's internal financial control systems

and monitors the implementation of recommendations made by the Committee.

The Auditors of the Company have also opined that "the Company has in all material respects an adequate internal financial control systems over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022". Further certificate of compliance from the Executive Director and Chief Financial Officer annexed to this report confirms the adequacy of the internal control systems and procedures of the Company.

Directors and Key Managerial Personnel

In accordance with the provisions of the Companies Act, 2013, Mr. Lava Katti and Mr. Kush Katti, Directors of the Company are liable to retire by rotation at the ensuing Annual General Meeting and being eligible have offered themselves for re-appointment. Both the Directors have confirmed that, they are not disqualified under sub-section (2) of Section 164 and are eligible for re-appointment as Directors of the Company, by filing Form DIR 8 with the Company.

The term of office of Mr. Mukesh Kumar, Mr. Lava Katti and Mr. Kush Katti, Whole-Time Directors of the ended on February 28, 2022, June 29, 2021 and June 29, 2021, respectively. The Board of Directors in its meetings, by passing unanimous resolution and as recommended by the Nomination and Remuneration Committee, approved their re-appointment as Whole-Time Directors with effect from March 1, 2022, June 30, 2021 and June 30, 2021, respectively for a further term of three years, subject to the approval of the shareholders in the General Meeting by special resolution. Except the upward revision in the remuneration there is no change in the other terms and conditions of their re-appointment.

Taking in to consideration their vast experience in the industry, past performance and rich knowledge and benefit derived by the Company due to their occupation of office and full devotion of time, the Board of Directors recommends to the members, re-appointment of Mr. Mukesh Kumar, Mr. Lava Katti and Mr. Kush Katti as Whole-Time Directors of the Company for a term of three years. They shall be liable to retire by rotation.

There are five Independent Directors on the Board of the Company. They have given declaration that each of them meet the criteria of independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further they have complied with the Code for Independent Directors prescribed in Schedule IV to the Act. There has been no change in the circumstances affecting their status as Independent Directors.

Regarding proficiency, in terms of the recently introduced regulatory requirements providing for establishment of an online database of Independent Directors by Indian Institute of Corporate Affairs, all the Independent Directors of the Company have enrolled their names in the said database. Also, the online proficiency self-assessment test as mandated will be undertaken by those Independent Directors of the Company who are not exempted within the prescribed timelines.

None of the Directors of your Company is disqualified by virtue of Section 164(2) of the Companies Act, 2013.

Directors' Responsibility Statement

In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

- (i) In the preparation of the annual accounts, the applicable accounting standards (Ind AS) have been followed along with proper explanation relating to material departures.
- (ii) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- (iii) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) The directors have prepared the annual accounts on a going concern basis.
- (v) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (vi) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such system was adequate and operating effectively.

Board Evaluation

Pursuant to Section 178(2) of the Companies Act, 2013, Nomination and Remuneration Committee of the Board carried out an annual evaluation of every director's performance. Pursuant to the provisions of Schedule IV to the Companies Act, 2013 and Regulation 17(10) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 the Board evaluated the performance of Independent Directors. The Independent Directors in a separate meeting reviewed the performance of Non-Independent Directors, performance of Board as a whole and performance of the Chairman.

Statutory Auditors & Auditors Report

The Statutory Auditors M/s. Gojanur & Co, Chartered Accountants, Shivamogga will hold office till the conclusion of the forthcoming Annual General Meeting. The Audit Committee of the Board after taking in to consideration the qualification and experience of M/s. P.G. Ghali & Co. (Firm Registration No. 011092S), Chartered Accountants and after arriving at the conclusion that such qualification and experience are commensurate with the size and requirements of the Company, recommended to the Board their appointment as Statutory Auditors of the Company to hold office from the conclusion of the forthcoming Annual General Meeting till the conclusion of the 32nd Annual General Meeting to be held in the year 2027. The Board agreed and further recommended to the members in the forthcoming Annual General Meeting, the appointment of M/s. P.G. Ghali & Co. Chartered Accountants, as Statutory Auditors of the Company to hold office from the

conclusion of the forthcoming Annual General Meeting till the conclusion of 32nd Annual General Meeting to be held in the year 2027.

The Auditors Report to the shareholder for the year ended March 31, 2022 does not contain any qualification, reservation or adverse remark and therefore does not call for any explanation or comments.

The Auditors have reported in the Annexure to their Report that, "Some of the properties are being held by way of general power of attorney in the name of Mr. Mallikarjun Kadayya Pujar".

It is hereby clarified that the Company has authorised Mr. Mallikarjun Kadayya Pujar to execute the deeds of sale in respect of the said properties, on behalf of the Company. The deeds of sale are in the process of completion.

Secretarial Auditors and their Report

The Board of Directors appointed Mrs. Vinita D. Modak, Practicing Company Secretary, to conduct Secretarial Audit for the financial year 2021-22.

Pursuant to SEBI Circular dated February 8, 2019, in addition to the Secretarial Audit Report as mentioned above, the Company has obtained Secretarial Compliance Report from Mrs. Vinita D. Modak, Practicing Company Secretary, for the year ended March 31, 2022. A copy of the Secretarial Compliance Report so obtained, is filed with the BSE Limited and National Stock Exchange Limited.

The Secretarial Audit Report and the Secretarial Compliance Report do not contain any qualification, reservation and adverse remark and therefore do not call for any explanation/comments.

The Secretarial Audit Report and Secretarial Compliance Report for the financial year ended March 31, 2022 are annexed and forms part of this Report as **ANNEXURE - I & I-A**.

Cost Records and Cost Audit

Pursuant to the provisions of Section 148 (1) of the Companies Act, 2013, the Company has included cost records in its books of accounts as required by Rule 3 of the Companies (Cost Records and Audit) Rules 2014. Since Cost Audit is applicable, the Board of Directors of the Company appointed M/s. S. K. Tikare & Co. Cost Accountants, Belagavi to audit the cost records maintained for the year ended March 31, 2022.

The Board of Directors of the Company further appointed M/s. S. K. Tikare & Co. Cost Accountants, Belagavi as Cost Auditor, to audit the cost records of the Company for the year ended March 31, 2023, on the recommendation of the Audit Committee and approved remuneration as recommended by the Audit Committee, which is subject to ratification by the shareholders.

DISCLOSURES

Audit Committee

The Audit Committee comprises of two Independent Directors namely Mr. Shivanand Tubachi and Mr. Vishnukumar Kulkarni and one Non-Executive Director Mr. Umesh Katti. Mr. Shivanand Tubachi is the Chairman of the Committee. Terms of reference and powers

of the Committee is provided in the Corporate Governance Report annexed to this Report. All the recommendations made by the Audit Committee were accepted by the Board.

The number and dates of the meetings held during the financial year 2021-22 are provided in the Corporate Governance Report.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee comprises of three Independent Directors namely Mr. Basavaraj Hagargi, Mrs. Pratibha Munnolli and Mr. Surendra Khot. Mr. Basavaraj Hagargi is the Chairman of the Committee. Terms of reference and powers of the Committee is provided in the Corporate Governance Report annexed to this Report. The policy for selection of Directors and determining Director's independence and policy relating to the remuneration of Directors, Key Managerial Personnel and other employees may be accessed on the Company's website www.vsil.co.in. The salient features of the policies are annexed to this Report as **ANNEXURE - II**.

The number and dates of the meetings held during the financial year 2021-22 are provided in the Corporate Governance Report.

Corporate Social Responsibility Committee

Since, the profit for the year ended March 31, 2021 exceeded Rs. 5 Crores the Board of Directors in its meeting held on August 12, 2021 constituted Corporate Social Responsibility Committee consisting of Mr. Umesh Katti - Chairman, Mr. Kush Katti - Member and Mrs. Pratibha Munnolli - Member. Mr. Umesh Katti is the Chairman of the said Committee. Since the average net profits of the Company made during the three immediately preceding years is negative the Company has not spent any amount on CSR activity. The annual report on CSR pursuant to Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 is therefore not contained in this Report.

The number and dates of the meetings held during the financial year 2021-22 are provided in the Corporate Governance Report.

Stakeholder Relationship Committee

The Stakeholder Relationship Committee comprises of Directors namely Mr. Shivanand Tubachi, Mr. Nikhil Katti and Mr. Lava Katti. Terms of Reference and Powers of the Committee is provided in the Corporate Governance Report annexed to this Report.

The number and dates of the meetings held during the financial year 2021-22 are provided in the Corporate Governance Report.

Risk Management

Your Company has framed, developed and implemented Risk Management Plan, pursuant to the requirements of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Company has constituted Risk Management Committee during the year under review. The Committee consists of the following directors' viz. Mr. Lava Katti (Chairman), Mr. Mukesh Kumar, Mrs. Pratibha Munnolli and Mr. Vishnukumar Kulkarni.

Identification of elements of risk and their mitigation are discussed in the meeting of the Committee. In the opinion of the Committee there is no element of risk which may threaten the existence of the Company.

The number and dates of the meetings held during the financial year 2021-22 are provided in the Corporate Governance Report.

Vigil Mechanism

The Company has formulated a Vigil Mechanism for directors and employees to report their genuine concerns or grievances pursuant to Section 177 (9) of the Companies Act, 2013 and Regulation 22 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee oversees the Vigil Mechanism. The Vigil Mechanism provides for adequate safeguards against victimization of director(s), employee(s) or any other person who avail the mechanism and also provide for direct access to the Chairperson of the Audit Committee in appropriate and exceptional cases. The policy on Vigil Mechanism may be accessed on the Company's website www.vsil.co.in.

Internal Complaints Committee

The Company has constituted a Committee by name Internal Complaints Committee, in compliance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 read with Rule 8(5)(x) of the Companies (Accounts) Rules, 2014. The said Committee is constituted to consider and resolve all sexual harassment complaints reported by women employees. During the year under review the Company did not receive any such complaint.

Meetings of the Board

The Board of Directors met 10 times during the year under review. Details of the meetings of the Board of Directors held are given in the report on Corporate Governance, which forms part of this report. The maximum interval between any two meetings did not exceed 120 days, as prescribed under the Companies Act, 2013 and SEBI Listing (Obligations and Disclosure Requirements) Regulations, 2015.

Web link of Annual Return

Copy of the Annual Return will be placed on the website of the Company at www.vsil.co.in, pursuant to Section 92 (3) of the Companies Act, 2013.

Particulars of Loans, Guarantees or Investments

During the year under review the Company has not granted any loans and not made any investments, given guarantees and provided securities covered under section 185 and 186 of the Companies Act, 2013.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo

Particulars with respect to Conservation of Energy and Technology Absorption pursuant to Rule 8(3) A and 8(3) B of the Companies (Accounts) Rules, 2014 are provided as under:

(A) Conservation of Energy

- (i) The steps taken or impact on conservation of energy: The Company has been continuously updating modern technology for energy conservation, like usage of Variable Frequency Drives, IE Three Motors, etc. and added automation in sugar boiling house there reducing the consumption of energy as well as other consumables like lime and sulphur. The steam consumption in the boiling house is amongst the lowest in the sugar industry in the Country.
- (ii) The steps taken by the company for utilizing alternate sources of energy: The Company has been generating power from renewable sources (bagasse) and consuming captively and exporting the surplus to the grid.
- (iii) The capital investment on energy conservation equipment: During the year under review, the Company did not make any capital investment on energy conservation equipment. However, some revenue expenditure was incurred.

(B) Technology Absorption

- (i) The efforts made towards technology absorption: The Company has been upgrading its sugar processing technology and during the year the Company has developed the technology to manufacture bacteria-free sugar.
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution: The quality of the sugar has improved to a greater extent and there has been improvement in the sugar recovery also.
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): No new imported technology was introduced.
 - (a) The details of technology imported: Not Applicable
 - (b) The year of import: Not Applicable
 - (c) Whether the technology been fully absorbed: Not Applicable
 - (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: Not Applicable
- (iv) The expenditure incurred on Research and Development: Not Applicable

(C) Foreign Exchange Earnings and Outgo

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows.

- Foreign Exchange Earnings: Nil
- Foreign Exchange Outgo: Rs. 94.23 Lakhs

Particulars of Employees and Related Disclosures

Disclosures pertaining remuneration and other details as required under Section 197 (12) of the Companies Act, 2013 read with Rules 5(1) of the Companies (Appointment and Remuneration of Management Personnel) Rules, 2014 are provided in **ANNEXURE - IV**.

The relations between the management and the staff remained cordial during the period under review.

There is no employee who was employed throughout the financial year 2021-22, drawing remuneration which in aggregate was not less than Rupees One Crore and Two Lakhs per annum.

There was no employee employed for part of the financial year 2021-22, drawing remuneration at the rate which in aggregate was not less than Rupees Eight Lakhs and fifty Thousand per month.

Secretarial Standards

During the year under review, your company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

During the Fiscal 2022

1. Much impact of spread of Covid 19 was not there as the Company was engaged in the manufacturing of sugar, generation of power, production of ethanol, vinegar etc., which falls under the category of essential commodities, in spite of strictly implementing the Covid 19 guidelines issued by the Government from time to time.
2. The Commissioner of Cane Development and Director of Sugar, Government of Karnataka, has issued distance certificate for setting up of 5000 TCD sugar plant at Village Navage, District Belgaum, and has recommended to the Department for Promotion of Industry and Internal Trade and the Chief Director (Sugar), Ministry of Consumer Affairs, Food and Public Distribution, the proposal of the Company for setting up 5000 TCD Sugar Plant at Survey No. 206/B, Navage Village, Taluka and District Belgaum.
3. The Company has entered in to contract with Oil Marketing Companies (OMC) for supplying of 2.50 Crore Liter of ethanol during ethanol supply year (ESY) December 21 to November 22 as against the 2.25 Crore liter of ethanol supplied during the preceding ESY. The company is planning to brownfield ethanol production expansion to 150000 liters per day, from the present 100000 liters per day. This expansion is driven by technological upgradation and the company is filing a patent to that effect. Further the Company has been able to successfully develop a technology for sugarcane syrup presentation to enhance ethanol production.
4. The sugar being produced in its sugar plant has been certified by Maarc Lab Private Limited, Pune as meeting specifications as Refined Grade Sugar as per IS1151:2021. Maarc Lab is an NABL accredited laboratory for sugar and allied products.
5. Maarc Lab Private Limited Pune and NABL accredited Laboratory has issued its test report stating that the sugar produce by the Company meets the criteria of Pharmaceutical Grade Sugar, using its patented technology.

6. The Economic Times PIONEERS 2021 has issued certificate of excellence to Mr. Nikhil Katti Managing Director of the Company in recognition of his exceptional work and being a pioneer in the field of Sugar and Ethanol sectors.
7. The Board of Directors considered and approved raising of funds by way of offer and issue of equity shares to the existing members of the Company on Rights Basis ("Rights Issue") at such price and right entitlement ratio as may be decided by the Board of Directors, for an amount aggregating up to Rs. 150/- Crores (Rupees One Hundred Fifty Crores only), subject to necessary approvals and consents as may be required for compliance of applicable provisions of the Companies Act, 2013 and the Rules made thereunder and the SEBI (ICDR) Regulations, the SEBI (LODR) Regulations, as amended and such other Acts, Rules, Regulations and Laws as may be applicable for completing the said Rights Issue.

General

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review.

- a. Issue of equity shares with differential rights as to dividend, voting or otherwise.
- b. Issue of shares (including sweat equity shares) to Directors and employees of the Company under any scheme.
- c. Details relating to employee's stock option scheme.
- d. Revision of financial statement or Board's report.
- e. Buyback of shares.
- f. The Company does not have scheme for provision of money for purchase of its own shares by employees or by trustee for the benefit of employees.
- g. Purchase by Company of its own shares or giving of loans for such purchase.
- h. There is no change in the nature of business of the Company.
- i. There is no material change or commitment affecting the financial position of the Company, occurred between the end of the financial year and the date of this report.
- j. The Company has not accepted deposits within the meaning of Section 73 or Section 76 of the Companies Act, 2013.
- k. No remuneration was paid to Non-executive Directors except sitting fees.
- l. No significant and material order is passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.
- m. No fraud has been reported by the Auditors to the Audit Committee of the Board.
- n. No case of child labour, forced labour, involuntary labour, sexual harassment and discriminatory employment was reported in the financial year 2021-22.
- o. There was no subsidiary, associate or joint venture company of the company during the financial year under review.
- p. Shares held in trust for the benefit of employees.
- q. Issue of debentures/warrants.
- r. Transfer to Investor Education and Protection Fund (IEPF).
- s. Disclosure about the application made or any proceeding pending under the Insolvency and Bankruptcy Code (IBC), 2016 during the year along with their status as at the end of the financial year.
- t. Disclosure about the difference between the amounts of the valuation executed at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

Acknowledgements

The Directors wish to place on record their appreciation to the wholehearted help and co-operation the Company has received from the business associates, partners, vendors, clients, government authorities, and bankers of the Company.

The relations between the management and the staff were cordial during the period under review.

The Company also wishes to put on record its appreciation for the work done by the staff. Your Directors appreciate and value the trust imposed upon them by the members of the Company.

By Order of the Board
For Vishwaraj Sugar Industries Limited

Sd/-
Umesh Katti
Chairman
DIN: 01461050

Place: Bellad Bagewadi
Date: August 2, 2022

Annexure-I

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Vishwaraj Sugar Industries Limited
Bellad Bagewadi Taluk: Hukkeri, Belgaum- 591305

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by VISHWARAJ SUGAR INDUSTRIES LIMITED (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon. The Company's Management is responsible for preparation and maintenance of secretarial and other records and for devising proper systems to ensure compliance with the provisions of applicable laws and regulations. Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022, to the extent applicable, according to the provisions of:

- The Companies Act, 2013 (the Act) and the Rules made thereunder as amended from time to time;
- The Securities Contracts (Regulation) Act, 1956 and the Rules made thereunder;
- The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct investment and External Commercial Borrowings;
- The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act") or by SEBI, to the extent applicable;
- The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- The Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

- The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015.
- The Company has not dealt with Employee Stock Option Scheme and Employee Stock Purchase Scheme, Issue and Listing of Debt Securities, Delisting of Equity Shares, Buyback of Securities and therefore the following regulations are not applicable: -
 - The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.

Having regards to the compliance system prevailing, on examination of the relevant documents on a test check basis, explanations provided; I further report that the Company has complied with the following laws applicable specifically to the Company:

- Sugar Cess Act, 1982 and the Rules made thereunder;
- Sugar Development Fund Act, 1982 and the Rules made thereunder;
- Sugar (Control) Order, 1966;
- Sugarcane (Control) Order, 1966;
- Levy Sugar Price Equalisation Fund Act, 1976;
- Food Safety & Standards Act, 2006 and the Rules & Regulations made thereunder;
- Agricultural and Processed Food Products Export Act, 1986;
- Export (Quality Control and Inspection) Act, 1963;
- Essential Commodities Act, 1955;
- Sugar (Packing and Marketing) Order, 1970;
- The Karnataka Sugarcane (Regulation of Purchase and Supply) Act, 2013;
- The Karnataka Sugar (Regulation of Production) Order, 1975;
- The Electricity Act, 2003;

- The Electricity Regulatory Commission Act, 1998;
- The Electricity Supply Act, 1948;
- The Legal Metrology Act, 2009;
- The Indian Boilers Act, 1923;
- The Petroleum Act, 1934;
- The Prevention of Food Adulteration Act, 1976;
- The Molasses Control Order, 1966;
- The Factories Act, 1948 and Rules made thereunder;
- Labour laws and other incidental laws related to labour and employees appointed by the Company;
- Acts and Rules prescribed under prevention and control of pollution;
- Acts and Rules relating to Environmental protection, energy conservation and hazardous substances and chemicals;
- Acts and Rules relating to boilers, electricity explosives, fire, etc.

I have also examined compliance with the applicable Clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI).

During the period under review, as per the explanations and representations received from the Management, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except the following: - NIL.

I further report that based on the information provided and representation made by the Company and on the basis of Compliance Report taken on record by the Board, in my opinion adequate systems and processes exist in the Company to monitor and ensure Compliance with other laws applicable, rules, regulations and guidelines.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors/Committees of Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Based on the representation given by the Management of the Company and as verified by us, it is observed that there are no such laws which are specifically applicable to the industry in which the Company operates.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decisions of the Board are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

This Report is to be read with our letter of even date which is annexed as Annexure I and forms an integral part of this Report.

Vinita D. Modak

Practicing Company secretary

Membership No. ACS 23151

CP No. 8258

UDIN: A023151D000585526

Place: Pune

Date: 07/07/2022

Annexure A

To,
The Members,
Vishwaraj Sugar Industries Limited
Bellad Bagewadi Taluk: Hukkeri, Belgaum- 591305

Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

My responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.

I believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for my opinion.

Wherever required, I have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Vinita D. Modak

Practicing Company secretary

Membership No. ACS 23151

CP No. 8258

UDIN: A023151D000585526

Place: Pune

Date: 07/07/2022

Annexure I-A

Secretarial Compliance Report of Vishwaraj Sugar Industries Limited for the year ended 31st March, 2022

(Pursuant to Regulation 24A(2) SEBI (Listing Obligations and Disclosure Requirements),
Regulations, 2015 read with circular dated 8th February 2019 issued by SEBI)

I, Vinita Modak, Practising Company Secretary have examined:

- (a) All the documents and records made available to us and explanation provided by Vishwaraj Sugar Industries Limited ("the listed entity");
- (b) The filings / submission made by the listed entity to the stock exchanges;
- (c) Website of the listed entity;

For the year ended March 31, 2022 ("Review Period") in respect of compliance with the provisions of:

- (a) The Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- (b) The Securities Contract (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI Act");

The specific Regulations, whose provisions and the circulars / guidelines issued thereunder, have been examined, include:-

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirement) Regulations, 2018;
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
- (e) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (f) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (g) Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) (Amendment) Regulations, 2018; and
- (h) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018 and circulars / guidelines issued thereunder.

And based on the above examination, I hereby report that, during the Review Period:

- (a) The listed entity has complied with the provisions of the above Regulations and circulars / guidelines issued thereunder, except in respect of matters specified below:-

Sr. No.	Compliance Requirement (Regulations/Circulars/ Guidelines including specific clause)	Deviations	Observations / Remarks of the Practising Company Secretary
NIL			

- (b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars / guidelines issued thereunder insofar as it appears from my /our examination of those records.
- (c) The following are the details of actions taken against the listed entity / its promoters / directors / material subsidiaries either by SEBI or by Stock Exchanges (including under the standard operating procedures issued by SEBI through various circulars) under the aforesaid Acts / Regulations and circulars / guidelines issued thereunder:

Sr. No.	Action Taken By	Details of Violation	Details of Action Taken E.G. Fines, Warning Letter, Debarment, Etc.	Observations/ Remarks of the Practising Company Secretary, If any
NIL				

Place: Nashik
Date: May 30, 2022

Vinita D. Modak
Practising Company secretary
Membership No. ACS 23151
CP No. 8258
UDIN: A023151D000433541

ANNEXURE - II

Policy for selection of Directors and determining Directors Independence

1. Introduction:

- 1.1 Vishwaraj Sugar Industries Limited believes that an enlightened Board consciously creates a culture of leadership to provide a long-term vision and policy approach to improve the quality of governance. Towards this, Vishwaraj Sugar Industries Limited ensures constitution of the Board of Directors with required composition, diversified expertise and experience and commitment to discharge their responsibilities and duties effectively.
- 1.2 Vishwaraj Sugar Industries Limited recognizes the importance of Independent Directors in achieving the effectiveness of the Board.

2. Scope:

- 2.1 This Policy sets out the guiding principles for the Nomination and Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as Independent Directors of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

- 3.1 “Director” means a Director appointed to the Board of the Company.
- 3.2 “Nomination and Remuneration Committee” means a Committee constituted by Vishwaraj Sugar Industries Limited’s Board in accordance with the provisions of Section 178 of the Companies Act, 2013.
- 3.3 “Independent Director” means a Director referred to in sub-section (6) of Section 149 of the Companies Act, 2013.

4. Policy:

- 4.1 Qualifications and Criteria
- 4.1.1 The Nomination and Remuneration (NR) Committee and the Board shall review on an annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a Board with diverse background and experience that are relevant for the Company’s operations.
- 4.1.2 In evaluating the suitability of individual Board members, the Nomination and Remuneration Committee may take into account factors, such as:
- General understanding of the Industry vis a vis Company’s business perspective;
 - Educational and professional background

- Standing in the profession;
- Personal and professional ethics, integrity and values;
- Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

4.1.3 The proposed appointee shall also fulfill the following requirements:

- Shall possess a Director Identification Number;
- Shall not be disqualified under the Companies Act, 2013;
- Shall give his written consent to act as a Director;
- Shall endeavour to attend all Board Meetings and wherever he is appointed as a Committee Member, the Committee Meetings;
- Shall disclose his concern or interest in any Company or Companies or Bodies Corporate, Firms including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013 and other relevant laws.

4.1.4 The NR Committee shall evaluate each individual with the objective of having a group that best enables the success of the Company’s business.

4.2 Criteria of Independence

4.2.1 The NR Committee shall assess the independence of Directors at the time of appointment / re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interests or relationships are disclosed by a Director.

4.2.2 The criteria of independence, as laid down in Companies Act, 2013, is as below:

An independent director in relation to a company, means a director other than a managing director or a whole-time director or a nominee director—

- a. who, in the opinion of the Board, is a person of integrity and possesses relevant expertise and experience;
- b. (i) who is or was not a promoter of the company or its holding, subsidiary or associate company;
- (ii) who is not related to promoters or directors in the company, its holding, subsidiary or associate company;
- c. who has or had no pecuniary relationship with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two

- percent or more of its gross turnover or total income as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- d. none of whose relatives has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two per cent or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
 - e. who, neither himself nor any of his relatives—
 - (i) holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed;
 - (ii) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed, of—
 - (A) a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
 - (B) any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;
 - (iii) holds together with his relatives two per cent or more of the total voting power of the company; or
 - (iv) is a Chief Executive or director, by whatever name called, of any non-profit organisation that receives twenty-five per cent or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the company; or
 - (v) is a material supplier, service provider or customer or a lessor or lessee of the company.
 - f. shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations, corporate social responsibility or other disciplines related to the Company's business.
 - g. shall possess such other qualifications as may be prescribed, from time to time, under the Companies Act, 2013.
 - h. who is not less than 21 years of age.

4.2.3 The Independent Directors shall abide by the "Code for Independent Directors" as specified in Schedule IV to the Companies Act, 2013.

4.3 Other directorships / committee memberships

- 4.3.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as directors of the Company. The NR Committee shall take into account the nature of and the time involved in a Director's service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.
- 4.3.2 A Director shall not serve as a Director in more than 20 companies of which not more than shall be 10 Public Limited Companies.

Remuneration Policy for Directors, Key Managerial Personnel and other employees

1. Introduction:

Vishwaraj Sugar Industries Limited recognizes the importance of aligning the business objectives with specific and measureable individual objectives and targets. The Company has therefore formulated the remuneration policy for its directors, key managerial personnel and other employees keeping in view the following objectives:

- a) Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate employees to run the company successfully.
- b) Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- c) Ensuring that remuneration is based on such parameters reflecting short and long term performance objectives appropriate to the working of the company and its goals.

2. Scope:

This Policy sets out the guiding principles for the Nomination and Remuneration Committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

- 3.1 "Director" means a director appointed to the Board of the company.
- 3.2 "Key Managerial Personnel" means
 - (i) the Chief Executive Officer or the Managing Director or the Manager;
 - (ii) the Company Secretary;

- (iii) the Whole-time Director;
- (iv) the Chief Financial Officer; and
- (v) such other officer as may be prescribed under the Companies Act, 2013

3.3 Nomination and Remuneration Committee” means the committee constituted by the Board of Directors of Vishwaraj Sugar Industries Limited in accordance with the provisions of Section 178 of the Companies Act, 2013.

4. Policy:

- 4.1 Remuneration to Executive Directors and Key Managerial Personnel
 - 4.1.1 The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Executive Directors of the Company within the overall limits approved by the shareholders.
 - 4.1.2 The Board, on the recommendation of the Nomination and Remuneration Committee, shall also review and approve the remuneration payable to the Key Managerial Personnel of the Company.
 - 4.1.3 The remuneration structure to the Executive Directors and Key Managerial Personnel may include the following components:

- (i) Basic Pay
- (ii) Perquisites and Allowances
- (iii) Commission (Applicable in case of Executive Directors)
- (iv) Retiral benefits
- (v) Annual Performance Bonus

4.2 Remuneration to Non-Executive Directors

The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Non- Executive Directors of the Company within the overall limits approved by the shareholders, if any.

4.3 Remuneration to other employees

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

For and on behalf of the Board
Vishwaraj Sugar Industries Limited

Sd/-
Umesh V. Katti
Chairman
DIN: 01461050

Place: Bellad Bagewadi
Date: July 08, 2022

Annexure-IV

Information pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (1) Ratio of the remuneration of each Director / KMP to the median remuneration of all the employees of the Company for the financial year.

Median remuneration of all the employees of the Company for the Financial year 2021-22 (per annum)	1.40 Lakhs
The Percentage increase in the median remuneration of employees in the Financial year 2021-22	-
The number of employees on the rolls of Company as on 31 March, 2022	850

Name of Director	Designation	Ratio of Remuneration to Median Remuneration of all employees	% Increase in Remuneration in the FY 2021-22
Mr. Nikhil Umesh Katti	Managing Director	25.63	-
Mr. Mukesh Kumar	Executive Director	19.23	-
Mr. Lava Ramesh Katti	Director	17.09	-
Mr. Kush Ramesh Katti	Director	17.09	-

The percentage increase in remuneration of each Director, CFO, CS in the financial year		
Name	Designation	Increase in %
Mr. Nikhil Umesh Katti	Managing Director	-
Mr. Lava Ramesh Katti	Whole Time Director	-
Mr. Kush Ramesh Katti	Whole Time Director	-
Mr. Mukesh Kumar	Executive Director	-
Mr. Sheshagiri Kulkarni	Chief Financial Officer	-
Ms. Priya Manoj Dedhia	Company Secretary	-

- (2) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

There is increase in median salary paid to employees during the year and same is calculated and mentioned in point (1) above.

- (3) The Company affirms that the remuneration is as per the remuneration policy of the Company.
- (4) During the year review, there was no employee who was:
- Employed throughout the financial year and was in receipt of remuneration which, in the aggregate, was not less than one crore and two lakh rupees;
 - Employed for a part of the financial year and was in receipt of remuneration for any part of the year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month;
 - Employed throughout the financial year or part thereof and was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, was in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the Company.

(5) Statement showing names of the top ten employees in terms of remuneration drawn is as under

Sl. No.	Name	Designation	Yearly Remuneration (Rs.)	Nature of employment	Qualification	Experience	Date of Commencement of Employment	Age	Previous employment/ position held of employment	Equity Shares held	Related to any Director or Manager
1	Mr. Nikhil Katti	Managing Director	36,00,000	Contractual	MBA	13	16/01/2009	39	-	18464375	Son of Mr. Umesh Katti
2	Mr. Mukesh Kumar	Whole Time Director	27,00,000	Contractual	B.Sc. Engineering	32	01/03/2019	59	-	-	-
3	Mr. Lava Katti	Whole Time Director	24,00,000	Contractual	MBA	9	30/06/2013	36	-	6501375	Brother of Mr. Kush Katti
4	Mr. Kush Katti	Whole Time Director	24,00,000	Contractual	MBA	9	30/06/2013	36	-	5725375	Brother of Mr. Lava Katti
5	Mr. Vinayak Bhosale	General Manager (Process)	15,87,480	Permanent	BSC, A.V.S.I Diploma Pharmacy	15	28/06/2018	58	Lokamangal Sugars Solhapur (Maharashtra), Manager	-	-
6	Mr. Shashidhargouda Patil	Asst.General Manager (Cane)	14,19,012	Permanent	Diploma In Agriculture	25	07.05.2019	47	Olam Agro India Pvt Ltd, Deputy Manager Cane & H & T	-	-
7	Mr. Channamallaya Hiremath	GM Technical (Mechanical)	10,24,980	Permanent	DME, BOE	18	01.05.2005	45	-	-	-
8	Mr. Praful Shetty	GM Instrument	10,24,980	Permanent	BE	12	01.06.2010	38	-	-	-
9	Mr. Sunil Arbale	Civil Engineer	8,99,988	Permanent	Diploma in Civil Engineer	24	01.03.2007	52	S S Muchandi Engg & Contractors, Kolhapur & Design Collaborative Arch & Engg., Kolhapur	-	-
10	Mr. Mallikarjun B. Kumbhar	Sr. Engineer Electrical	6,26,552	Permanent	Diploma In Electrical Eng.	33	09.07.2003	57	-	-	-

REPORT ON CORPORATE GOVERNANCE

Philosophy

Effective Corporate Governance practices constitute the strong foundation on which successful commercial enterprises are built to last. Your Company is committed to good governance practices that create long term sustainable shareholder value. The Company's philosophy on Corporate Governance envisages the attainment of the highest levels of transparency, accountability and equity in all facets of its operations and in all its interactions with its shareholders, employees, the Government and the lenders. The Company believes in adopting the 'best practices' that are followed in the area of Corporate Governance across various geographies. The Company ensures to comply with the requirements of Corporate Governance listed in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as the 'Listing Regulations').

Board of Directors

The Company's policy is to maintain optimum combination of Executive and Non-Executive Directors. As on 31st March 2022, Company's Board has a strength of 10 (Ten) Directors, comprising of 4 (Four) Executive Directors, 1 (One) Non- Executive Director and 5 (Five) Independent Directors, which includes a Women Director. The Chairman of the Board is a Non-Executive Director. The composition of the Board is in conformity with Regulation 17 Listing

Regulations read with Section 149 of the Companies Act, 2013 (hereinafter referred to as "the Act"). The Directors bring in a wide range of skill and experience to the Board.

Independent Directors are non-executive Directors as defined under Regulation 16(1)(b) of the Listing Regulations and the Act. The maximum tenure of the Independent Directors is in compliance with the Act. All Independent Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the Regulations and Section 149 (6) of the Act.

The Board has held 10 meetings during the year and the gap between any two meetings did not exceed 120 days. The Board meetings were held on 26th May, 2021, 9th July, 2021, 12th August, 2021, 18th August, 2021, 25th August, 2021, 30th September, 2021, 30th October, 2021, 15th January, 2022, 19th February, 2022, 9th March, 2022. One separate meeting of Independent Directors was held on May 26, 2021 which was attended by all the Independent Directors.

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other public companies and number of shares held by them as on 31st March, 2022, are given herein below.

Sr. No.	Name of the Director	Category of Directorship	No. of Directorships in other public companies	No. of Board Meetings attended	No. of Committee positions held in other public companies		Whether attended last AGM	No. of Shares held
					Member	Chairman		
1	Mr. Umesh Katti	Non-Executive Chairman	1	9	-	-	-	7092820
2	Mr. Nikhil Katti	Managing Director	1	10	2	-	Yes	18464375
3	Mr. Lava Katti	Executive Director	1	10	-	-	Yes	6501375
4	Mr. Kush Katti	Executive Director	1	9	-	-	Yes	5725375
5	Mr. Mukesh Kumar	Executive Director	-	10	-	-	Yes	-
6	Mr. Shivanand Tubachi	Independent Director	-	10	-	-	Yes	-
7	Mr. Basavaraj Hagargi	Independent Director	-	9	-	-	Yes	-
8	Mr. Surendra Khot	Independent Director	-	9	-	-	-	-
9	Mrs. Pratibha Munnolli	Independent Director	-	9	-	-	Yes	-
10	Mr. Vishnukumar Kulkarni	Independent Director	-	10	-	-	Yes	-

Notes: (a) None of the Directors of the Company are on the Board of any other listed company. (b) Mr. Umesh Katti, is the father of Mr. Nikhil Katti. (c) Mr. Lava Katti and Mr. Kush Katti are brothers and cousins of Mr. Nikhil Katti. (d) Except (b) and (c) above none of the Directors are related to any other Director or member of an extended family. (e) Familiarisation programme imparted to Independent Directors is disclosed on the Company's website www.vsil.co.in

Core Skills/Expertise/Competencies Available with the Board

The Board comprises highly qualified and experienced members who possess required skills, expertise and competence that allow them to make effective contributions to the Board and its committees. The following skills/expertise/competencies have been identified for the effective functioning of the Company and are currently available with the Board.

- Leadership/Operational management and experience
- Strategic planning
- Industry experience, Research and Development and Innovation
- Human Resource Management
- Global business
- Financial, Regulatory/Legal and Risk Management
- Corporate Governance

Core skills / expertise identified by the Board as requirement for the Company									
Name of the Director	Sugar Industry experience	Business Operations & Mgmt.	Information Technology	Business Development & Strategy	Human Resource Management	Risk Management	Finance & Accounts	Corporate Governance, Ethics	Legal Expertise
Mr. Umesh V. Katti	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Nikhil U. Katti	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Lava R. Katti	✓	✓	✓	✓	✓	✓	✓	✓	
Mr. Kush R. Katti	✓	✓	✓	✓	✓	✓	✓	✓	
Mr. Surendra S. Khot	✓	✓		✓	✓				
Mrs. Pratibha P. Munnolli	✓	✓	✓				✓	✓	✓
Mr. Basavaraj V. Hagaragi	✓	✓	✓		✓		✓	✓	✓
Mr. Shivanand B. Tubachi	✓	✓		✓		✓	✓	✓	✓
Mr. Vishnukumar M. Kulkarni	✓	✓	✓	✓	✓	✓	✓	✓	✓
Mr. Mukesh Kumar	✓	✓		✓	✓	✓	✓	✓	✓

Confirmation as regards independence of Independent Directors

In the opinion of the Board, all the existing Independent Directors fulfil the conditions specified in the Listing Regulations and are independent of the Management. The Board of Directors of the Company have confirmed that the Independent Directors fulfil the conditions specified in the SEBI Listing Regulations and Section 149 (6) of the Act and are independent of the management.

The Committees of the Board

The Board has constituted a set of Committees with specific terms of reference/scope to focus effectively on the issues and ensure expedient resolution of diverse matters. The Committees operate as an empowered agent of the Board as per their terms of reference. The minutes of the meetings of all Committees are placed before the meeting of the Board for discussion and noting.

Statutory Committees

The Statutory Committees constituted under the Act and the Listing Regulations are:

- 1) Audit Committee
- 2) Nomination and Remuneration Committee
- 3) Stakeholders Relationship Committee
- 4) Corporate Social Responsibility Committee
- 5) Internal Complaints Committee
- 6) Risk Management Committee

Audit Committee

Composition of the Audit Committee

Name of the Director	Category of Directorship
1. Mr. Shivanand Tubachi (Chairman)	Independent Director
2. Mr. Umesh Katti	Non-Executive Director
3. Mr. Vishnukumar Kulkarni	Independent Director

The Audit Committee met 4 times during the year under review on May 26, 2021, August 12, 2021, October 30, 2021 and January 15, 2022.

Name of the Director	Attendance
1. Mr. Shivanand Tubachi (Chairman)	4
2. Mr. Umesh Katti	4
3. Mr. Vishnukumar Kulkarni	4

Terms of Reference and Powers of the Committee:

- Oversee Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- Recommend the appointment, remuneration and terms of appointment of auditors of the Company, and also approval for payment for any other service;
- Review with management the quarterly, half yearly and annual financial statements before submission to the Board, with particular reference to -
 - Matters required to be included in the Directors

Responsibility Statement to be included in the Board's Report in terms of Clause (c) of Sub Section 3 of Section 134 of the Companies Act, 2013;

- b) Changes, if any, in accounting policies and practices and reasons for the same;
- c) Major accounting entries involving estimates based on the exercise of judgment by management;
- d) Significant adjustments made in the financial statements arising out of audit findings;
- e) Compliance with accounting standards, listing and other legal requirements relating to financial statements;
- f) Disclosure of any related party transactions;
- g) Qualification in the draft Auditors Report.
- iv) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document, prospectus, notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public, or rights issue and making appropriate recommendations to the Board to take up steps in the matter.
- v) Review with the Management, Auditor's independence and performance effectiveness of audit process;
- iv) Approval of any subsequent modification of transactions of the Company with related parties;
- v) Scrutiny of inter corporate loans and investments;
- vi) Valuation of undertakings or assets of the Company wherever it is necessary;
- vii) Evaluation of internal financial controls and risk management systems;
- viii) Reviewing with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- ix) Review the adequacy of internal audit function, if any, including the structure of the internal audit department, reporting structure coverage and frequency of internal audit;
- x) Discussion with the Internal Auditors, of any significant findings and follow up thereon;
- xi) Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern;
- xii) To look in to the reasons for substantial defaults, in the payment to depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- xiii) Approval of appointment of CFO (i.e., the whole-time finance director or any other person heading the finance function of discharging that function) after assessing the qualification of the candidate;
- xiv) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

Powers:

- a) Investigate any activity within its terms of reference as above or as may be referred to it by the Board from time to time;
- b) Seek information from any employee of the Company.
- c) Obtain outside legal or other professional advice, if necessary;
- d) Securing attendance of outsiders with relevant expertise, if it considers necessary.
- e) In terms of the Insider Trading Code adopted by the Company, the Committee considers the following matters:
 - i. To approve policies in relation to the implementation of the Insider Trading Code and to supervise implementation of the Insider Trading Code.
 - ii. To note and take on record the status reports detailing the dealings by Designated Persons in Securities of the Company, as submitted by the compliance Officer on a quarterly basis.
 - iii. To provide directions on any penal action to be initiated, in case of any violation of the Regulations by any person.

The previous Annual General Meeting of the Company was held on September 25, 2021 and was attended by 8 Members of the Board including the Chairman of the Audit Committee and the Stakeholders Relationship Committee.

Nomination and Remuneration Committee

Composition of the Nomination and Remuneration Committee of the Board of Directors and details of meetings attended by the Directors during the year under review:

Name of the Director	Category of Directorship
1. Mr. Basavaraj Hagargi (Chairman)	Independent Director
2. Mrs. Pratibha Munnolli	Independent Director
3. Mr. Surendra Khot	Independent Director

Two meetings of the Nomination and Remuneration Committee were held on May 26, 2021 and March 9, 2022 during the year under review.

Name of the Director	Attendance
1. Mr. Basavaraj Hagargi (Chairman)	2
2. Mrs. Pratibha Munnolli	2
3. Mr. Surendra Khot	2

Terms of Reference and Powers of the Committee

- i. The Nomination and Remuneration Committee of the Company is constituted in line with the provisions of Regulation 19 of SEBI Listing Regulations, read with Section 178 of the Act.
- ii. Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the remuneration for the directors, key managerial personnel and other employees.

While formulating the policy, it shall ensure that -

- a. The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the Company successfully;
 - b. Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
 - c. Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.
- iii. Identify persons who are qualified to become directors (including independent directors) and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal;
 - iv. Formulation of criteria for evaluation of Independent Directors and the Board;
 - v. Devising a policy on Board diversity;
 - vi. To take in to account financial position of the Company, trend in the industry, appointee's qualification, experience past performance, past remuneration etc. and bring about objectivity in determining the remuneration package while striking a balance between the interest of the Company and shareholders;
 - vii. To undertake specific duties as may be prescribed by the Companies Act, 2013, Listing Agreement and/or as may be prescribed by the Board of Directors of the Company from time to time;
 - viii. To obtain outside legal or other professional advice to assist in connection with its functions, if necessary;
 - ix. To devise, monitor and administer the implementation of Employees Stock Option Schemes;
 - x. Terms of reference for Employees Stock Option Plan (ESOP's):
 - a. To formulate Employees Stock Option Plan and from time to time to grant options to eligible employees;
 - b. To decide the quantum of options to be granted to any employee and in aggregate under any of the Employees Stock Option Plans that may be formulated by the Company;
 - c. To decide the conditions under which the options granted to employees may lapse;
 - d. To determine the exercise price of the options to be granted under Employees Stock Option Plans;
 - e. To determine and specify the vesting period and the exercise period in any of the Employees Stock Option Plans;
 - f. To dispose of at its sole discretion and in the interest of the Company the options not applied for by the employees offered under various Employees Stock Option Plans;

- g. To decide the procedure for making fair and reasonable adjustments to the number of options and to the exercise price in case of right issue / bonus issue, other corporate actions or otherwise;
- h. To determine the terms and conditions of Employees Stock Option Plans and to do any other related or incidental matter thereto.

Performance Evaluation Criteria for Independent Directors

As on date, the Board consists of five Independent Directors viz. Mr. Shivanand Tubachi, Mr. Basavaraj Hagargi, Mr. Surendra Khot, Mrs. Pratibha Munnolli and Mr. Vishnukumar Kulkarni. The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration Committee as per the requirements of the Act and the Listing Regulations. The factors for evaluation of performance include participation and contribution by a Director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behavior and judgment.

REMUNERATION OF DIRECTORS

Non-Executive Directors

During the year under review, none of the Non-Executive Directors had any pecuniary relationship or transactions with the Company. Except Mr. Vishnukumar Kulkarni, none of the Non-Executive Directors, were paid sitting fees for attending the meetings of the Board or Committees thereof, during the year under review.

Mr. Vishnukumar Kulkarni, was paid sitting fees of Rs. 2.80 lakhs during the year under review.

Executive Directors

Elements of remuneration package to Executive Directors is as under.

Rs. In Lakhs

Remuneration Package	Nikhil Katti	Mukesh Kumar	Lava Katti	Kush Katti
Salary	36.00	27.00	24.00	24.00
Benefits	-	-	-	-
Bonuses	-	-	-	-
Stock option	-	-	-	-

Service contracts with the Executive Directors is in subsistence. However, there is no provision for severance fee.

During the year under review the Company has not paid any fixed component and performance linked incentives to any of the Directors of the Company. The Company has not offered any stock options to any of the Directors of the Company.

Details of Number of Shares held by Non-Executive Directors as on March 31, 2022.

Name of the Director	Number of Shares held
Mr. Umesh Katti	70,92,820
Mr. Basavaraj Hagargi	-

Stakeholders Relationship Committee

Composition of the Stakeholders Relationship Committee is as under:

Name of the Director	Category of Directorship
1. Mr. Shivanand Tubachi (Chairman)	Independent Director
2. Mr. Lava Katti	Independent Director
3. Mr. Nikhil Katti	Independent Director

One meeting was held during the year under review on February 15, 2022.

The Stakeholders' Relationship Committee is constituted in line with the provisions of Regulation 20 of SEBI Listing Regulations read with section 178 of the Act. The Stakeholder Relationship Committee of the Board is empowered to consider and resolve the grievances of security holders of the Company including redressal of investors' complaints pertaining to share transfers, non-receipt of annual reports, interest/dividend payments, issue of duplicate certificates, transmission (with and without legal representation) of shares and other miscellaneous complaints.

Ms. Priya Dedhia occupied the position of Compliance Officer since March 22, 2021.

Details of Shareholders' / Investors' Complaints:

- There were no complaints pending at the beginning of the year.
- No complaints were received from the shareholders during the financial year 2021-22.

Risk Management Committee

Composition of the Risk Management Committee is as under:

Name of the Director	Category of Directorship
1. Mr. Lava Katti (Chairman)	Whole-Time Director
2. Mr. Mukesh Kumar	Executive Director
3. Mrs. Pratibha Munnolli	Independent Director
4. Mr. Vishnukumar Kulkarni	Independent Director

Two meetings of the Committee were held during the year under review on November 02, 2021 and January 15, 2022 and were attended by all the members of the Committee.

Your Company has framed, developed and implemented Risk Management Plan, pursuant to the requirements of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Committee frame, implement and monitor the risk management plan for the Company. Identification of elements of risk and their mitigation are discussed in the meeting. In the opinion of the Committee there is no element of risk which may threaten the existence of the Company.

Corporate Social Responsibility

The profit for the year ended March 31, 2021 exceeded Rs. 5 Crores. The Board of Directors therefore in its meeting held on August 12, 2021 constituted Corporate Social Responsibility Committee consisting of Mr. Umesh Katti - Chairman, Mr. Kush Katti - Member and Mrs. Pratibha Munnolli.

One meeting of the Corporate Social Responsibility Committee was held during year under review on September 09, 2021.

Since the average net profits of the company made during the three immediately preceding years is negative the company has not spent any amount on CSR activity.

Compliance Officer

Ms. Priya Dedhia is appointed as the Company Secretary & Compliance Officer with effect from 22nd March, 2021.

Address: Bellad-Bagewadi, Taluka-Hukkeri, District- Belgaum- 591305, Karnataka, India.

Telephone No.: +91 8333 251251 Fax No.: +91 8333 251322

Email: cs@vsil.co.in

General Body Meetings

The last three Annual General Meetings (AGMs) were held at the Registered Office of the Company at Bellad Bagewadi, Taluka: Hukkeri, Dist: Belagavi, Karnataka as details of which re as under:

Financial Year Ended	Date	Day	Time	Special Resolutions passed at the AGMs by the Shareholders
31st March 2020	25-09-2021	Saturday	3.00 p.m.	i. Ratification of remuneration payable to Cost Auditor ii. Re-appointment of Mr. Nikhil Katti as Managing Director of the Company iii. Sub-Division of Equity Shares of the Company
31st March 2020	21-08-2020	Friday	3.00 p.m.	i. Ratification of remuneration payable to Cost Auditor ii. Appointment of Mr. Vishnukumar Kulkarni an Independent Director of the Company iii. Consent of the Company under Section 186 of the Companies Act, 2013 to give loans, guarantee, provide security, acquire securities up to the limit of Rs. 1500/- crores
31st March, 2019	24-09-2019	Tuesday	4.00 p.m.	i. Appointment of Mr. Mukesh Kumar as whole time Directors for a term of 3 years ii. Re-appointment of Mr. Surendra Khot as Independent Director for second term of 5 Years

During the year under review, no resolution was passed through postal ballot process. No resolution is proposed to be passed through postal ballot.

Means of Communication Quarterly Results

The quarterly financial results are submitted to the stock exchanges within the prescribed time and also hosted on the Company's website at www.vsil.co.in.

Newspaper & Official News Releases

The Company's quarterly results and all official news releases are published in dailies, Financial Express (English), Vijaywani and/or Kannad Prabha (Kannada), sent to the Stock Exchanges and hosted on the Company's website www.vsil.co.in.

Presentations

There were no institutional investors in the Company during the year under review. Therefore, no presentations were required to be made to institutional investors or to the analysts.

Website

The Company's website www.vsil.co.in contains a separate dedicated section 'Investors' where shareholders' information is available.

Annual Report

The Annual Report containing, inter alia, Audited Financial Statements, Reports of the Directors' and Auditors', Management Discussion & Analysis Report and other important information is circulated to all the members of the Company and others entitled thereto, only through electronic mode as per MCA and SEBI Circulars.

The Annual Report is available for download in PDF format on the website of the Company at www.vsil.co.in.

BSE and NSE Corporate Compliance

All periodical compliance filings like shareholding pattern, corporate governance report, media releases, financial statements, reconciliation of share capital audit, are filed electronically to the BSE Limited and National Stock Exchange of India Limited.

SEBI Complaints Redress System (scores)

To protect the interest of the investors, SEBI has provided a platform wherein the investors can lodge their complaints/ grievances. The facility is known as SEBI Complaints Redress System (SCORES) and is available on its website www.sebi.gov.in and on SCORE's website <http://scores.gov.in>. The salient features of this system are: Centralized database of all complaints, online upload of Action Taken Reports (ATRs) by concerned companies and online viewing by investors of actions taken on the complaint and its current status

Designated Email-id

The Company has designated the following email-ids exclusively for investors:

For queries on Annual Report: cs@vsil.co.in

For queries in respect of shares in physical mode: shwet@bigshareonline.com

GENERAL SHAREHOLDER INFORMATION:

Company Registration Details

The Company is registered under the Companies Act, 1956 on May 2, 1995. The registered office of the Company is situated in the State of Karnataka. The Corporate Identification Number (CIN) of the Company allotted by the Ministry of Corporate Affairs (MCA) is L85110KA1995PLC017730.

Annual General Meeting

The Annual General Meeting (AGM) is scheduled to be held on Saturday, the 27th day of August, 2022 at the registered office of the Company at Bellad Bagewadi, Taluka Hukkeri, District Belagavi 591305, Karnataka, India. Particulars of Directors seeking appointment/re-appointment at the forthcoming AGM are given in the Annexure to the notice of the AGM.

Financial Year

The financial year of the Company is from 1st April of each year to 31st March of the following year.

Dividend Payment Date

The Board of Directors have recommended dividend for the financial year 2021-22. The amount of dividend, if declared, will be deposited in a separate bank account within five days from the date of declaration. The dividend will be paid to the shareholders through electronic mode to those shareholders whose shares are in dematerialised form and through cheque/demand draft/dividend warrant to those shareholders whose shares are in physical mode, within 30 days from the date of declaration.

Name and address of the Stock Exchanges

The Company's Equity Shares are listed on

- BSE Limited (BSE) situated at Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001, Maharashtra, India.
- National Stock Exchange of India Limited (NSE) situated at Exchange Plaza, Bandra - Kurla Complex, Bandra (East), Mumbai 400051, Maharashtra, India.

Stock Code

Name of the Director	Attendance
ISIN (Equity Shares) in NSDL and CDSL	INE 430N01014
BSE Code	542852
NSE Code	VISHWARAJ

Payment of Listing Fees

Annual Listing Fees for the financial year 2022-23 has been paid by the Company to BSE Limited and National Stock Exchange of India Limited.

Suspension of Securities from Trading

The securities of the Company are not suspended from trading, by the Board.

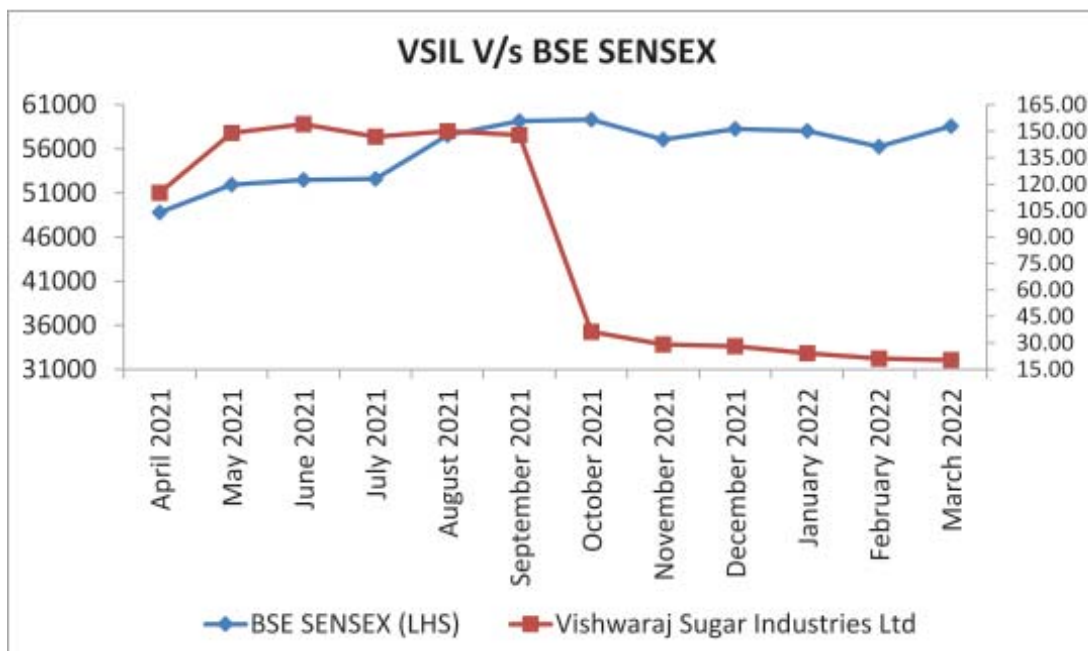
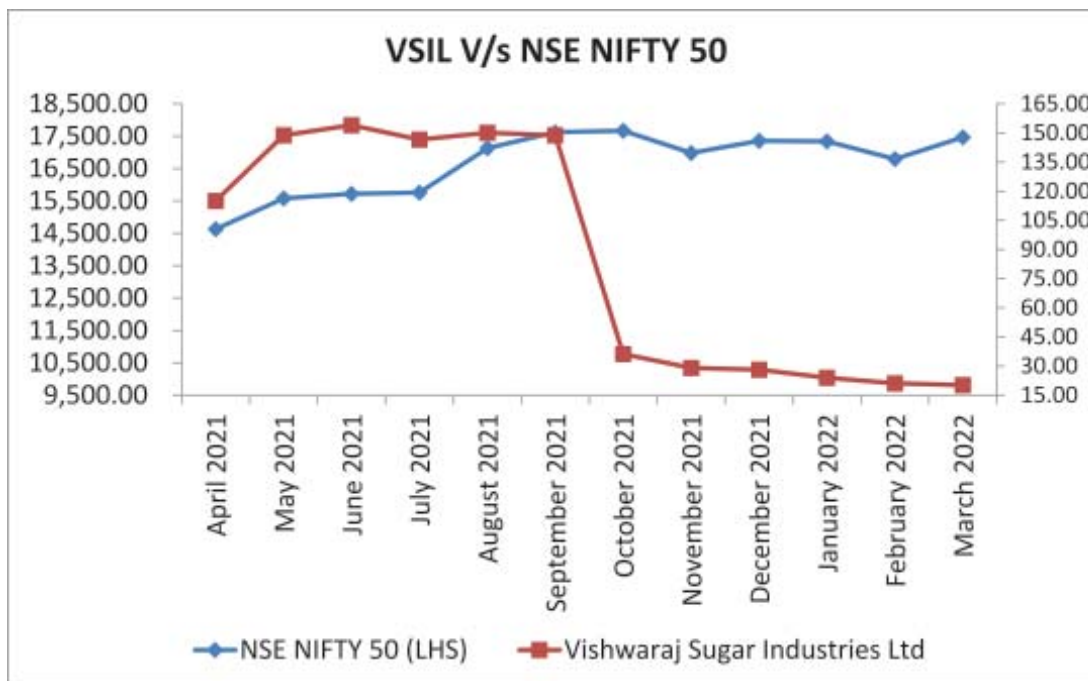
Registrar and Share Transfer Agents**Bigshare Services Private Limited**

(Unit: Vishwaraj Sugar Industries Limited) E-2 Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (East), Mumbai 400072, Maharashtra, India.

Website: <https://www.bigshareonline.com/>

Market Price Data

Performance Comparison to broad based indices i.e. NSE Nifty 50 and BSE Sensex



Note : The Shares of the Company were split with effect from the record date October 22, 2021.

Share Transfer System

Transfer of shares of the Company is permitted only in dematerialised form. SEBI has mandated that the securities of listed companies can be transferred only in dematerialised form w.e.f. April 11, 2019. Accordingly, the Company / its RTA has stopped accepting fresh lodgement of transfer of shares in physical form. Members holding shares in physical form are advised to dematerialise their securities for the purpose of effecting transfer of securities.

The transfer of securities held in electronic form is done through the depositories with no involvement of the Company.

Share transmissions are processed and share certificates duly endorsed are delivered within the stipulated time period from the date of lodgement, subject to documents being valid and complete in all respects. The Board has delegated the authority for approving transmission, issue of duplicate share certificates and so on of the Company's securities to the Stakeholders' Relationship Committee.

The Company obtains from a Company Secretary in Practice half-yearly certificate to the effect that all certificates have been issued within the prescribed time limit from the date of lodgement of the transmission, sub-division, consolidation and renewal as required under Regulation 40(9) of the Listing Regulations and files a copy of the said certificate with Stock Exchanges. Grievances received from investors and other miscellaneous correspondence on change of address, mandates, etc. are processed by the RTA within the stipulated time period.

Outstanding Global Depository Receipts/American Depository Receipts/Warrants/Convertible Instruments

No outstanding Global Depository Receipts, American Depository Receipts, Warrants or Convertible Instruments as on March 31, 2022.

Plant location

Bellad Bagewadi, Taluk Hukkeri, District Belgaum, Karnataka 591305, India.

Distribution of Shareholding as on March 31, 2022

Range of Equity Shares	No of Shares	% to Capital	No. of Share-holders	% of Share-holders
51 – 5000	4,92,69,346	26.24	1,46,413	95.48
5001-10000	1,52,39,092	8.12	4,020	2.62
10001-20000	1,29,01,858	6.87	1,679	1.09
20001-30000	57,64,304	3.07	453	0.30
30001-40000	48,66,228	2.59	265	0.17
40001-50000	29,58,720	1.58	127	0.08
50001-100000	76,80,258	4.09	212	0.14
100001 & Above	8,91,00,194	47.45	174	0.11
Total	18,77,80,000	100.00	1,53,343	100.00

Category of Shareholders as on 31.03.2022

Category of Shareholders	No. of Shares	% Holding
Promoters	5,86,73,945	31.25
Directors & Relatives	45,98,265	2.45
Public	11,62,35,436	61.90
Foreign Portfolio investor	22,58,855	1.20
Corporate Bodies	24,98,755	1.33
Clearing Members	12,60,314	0.67
Non-Resident Indians	15,10,930	0.80
State Government	25,000	0.01
Mutual Fund	2,00,000	0.11
Alternate Investment Fund	5,18,500	0.28
Total	18,77,80,000	100.00

Dematerialisation of Shares and Liquidity

As at March 31, 2022, equity shares aggregating to 17,27,81,000 representing 92.01% of the total equity capital of the Company were held in dematerialized form and the rest in the physical form.

The break-up of equity shares held in dematerialized and physical form as on March 31, 2022 is given below:

Category	Number of Shareholders	Total Shares	Percentage
NSDL	23014	37445086	19.94
CDSL	120714	135335914	72.07
Physical Mode	9615	14999000	7.99
Grand Total	153343	187780000	100.00

Commodity Price Risk or Foreign Risk and Hedging Activities

During the year under review, the Company was not exposed to significant Commodity Price Risk or Foreign Exchange Risk and hence there was no need to enter into any Hedging arrangements.

Address for Correspondence

Shareholders correspondence for transfer/dematerialization of shares, payment of dividend and any other query should be directed to:

- Bigshare Services Private Limited
- All other queries on Annual Report should be directed to:
Vishwaraj Sugar Industries Limited, Bellad Bagewadi, Taluka Hukkeri, District Belgaum-591305, Karnataka, India.
Tel No. +91-8333-251251 Fax No. +91-8333-251322
E-mail: info@vsil.co.in Website: www.vsil.co.in

OTHER DISCLOSURES

Materially Significant Related Party Transactions:

During the financial year, no materially significant related party transactions, that may have potential conflict with the interests of the Company at large, have been entered into by the Company. All transactions entered into with the Related Parties as defined under

Companies Act, 2013 during the year were in the ordinary course of business and on an arm's length basis.

Details of Non-Compliance During last Three Years

The Company is in compliance with the requirements of the Stock Exchanges or SEBI or any other statutory authority on all matters related to capital markets, during the year under review.

Vigil Mechanism

The Company has formulated a Vigil Mechanism for directors and employees to report their genuine concerns or grievances pursuant to Section 177 (9) of the Companies Act, 2013 and Regulation 22 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Audit Committee oversees the Vigil Mechanism.

The vigil Mechanism provides for adequate safeguards against victimization of director(s), employee(s) or any other person who avail the mechanism and also provide for direct access to the Chairperson of the Audit Committee in appropriate and exceptional cases. The policy on Vigil Mechanism may be accessed on the Company's website www.vsil.com.

Compliance with Mandatory Requirements and Adoption of Non-Mandatory Requirements

The Board of Directors periodically reviewed the compliance of all applicable laws and steps taken by the Company to rectify instances of non-compliance, if any. The Company is in compliance with all mandatory requirements of Listing Regulations.

The Company has not adopted Non-mandatory Requirements.

Web link for determining Material Subsidiary

The Company did not have any Subsidiary Company, during the financial year 2021-22.

Web link where policy on dealing with related party transactions is disclosed

Web link where policy on dealing with related party transactions is disclosed www.vsil.co.in under the head 'investors'.

Commodities Price Risk and Hedging Activities

During the year under review, the Company was not exposed to significant Commodity Price Risk and hence there was no need to enter into any Hedging arrangements.

Non-Compliance of Requirement of Corporate Governance

There was no non-compliance of conditions of Corporate Governance during the year under review.

Discretionary Requirements

The Company has not adopted discretionary requirements as specified in Part E of Schedule II to the Listing Regulations.

Compliance with the Corporate Governance

The Company has complied with corporate governance Requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46.

Compliance Certificate from the Auditors regarding compliance of conditions of Corporate Governance is annexed to the Directors Report. Statement of details of compliance is annexed herewith.

Compliance with Code of Conduct

Declaration Regarding Compliance by the Board Members and Senior Management Personnel with the Company's Code of Conduct, signed by the Executive Director stating that members of the Board have affirmed compliance with the Code of Conduct, is annexed herewith.

Demat Suspense Account

In accordance with the requirement of Regulation 34(3) and Schedule V Part F of SEBI Listing Regulations, the Company reports that there were no shares lying in the demat suspense account / unclaimed suspense account.

Tentative Financial Calendar 2022-23

Results for the Quarter Ending

June 30, 2022: On or before August 14, 2022.

September 30, 2022: On or before November 14, 2022.

December 31, 2022: On or before February 14, 2023.

March 31, 2023: On or before May 30, 2023.

Annual General Meeting 2022-23

On or before September 30, 2023.

Book Closure for the purpose of Dividend

The Register of Members and the Share Transfer Books of the Company shall be closed for the purpose of Dividend from Saturday, August 20, 2022 to Saturday, August 27, 2022 (both days inclusive).

Record Date for the purpose of Dividend

Friday, August 19, 2022.

Declaration Regarding Compliance by Board Members and Senior Management Personnel with the Company's Code of Conduct

This is to confirm that the Company has adopted a Code of Business Conduct and Ethics for its Board of Directors and Senior Management.

These Codes are available on the Company's website at www.vsil.co.in.

I, Mr. Mukesh Kumar - Executive Director of the Company hereby declare that the Members of the Board of Directors and Senior Management personnel have affirmed compliance with the Code of Conduct of Board of Directors and Senior Management of the Company.

Belagavi
August 2, 2022

Sd/-
Mr. Mukesh Kumar
Executive Director

Certificate of Non-Disqualification of Directors

[Pursuant to Regulation 34(3) and Schedule V Para C Clause (10)(i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members of
Vishwaraj Sugar Industries Limited
Bellad Bagewadi Taluk,
Hukkeri, District Belgaum 591305,
Karnataka, India.

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Vishwaraj Sugar Industries Limited having CIN L85110KA1995PLC017730 and having registered office at Bellad Bagewadi Taluk, Hukkeri, District Belgaum 591305, Karnataka, India, (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company for the Financial Year ending on March 31, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Pune
Date: July 29, 2022
Membership No. ACS 23151
CP No. 8258
UDIN: A023151D000711300

Sd/-
Vinita D. Modak
Practising Company Secretary

Independent Auditors' Certificate Regarding Compliance of Conditions of Corporate Governance

The Members,
Vishwaraj Sugar Industries Limited

1. We, 1. We, M/s. Gojanur & Co., Chartered Accountants, the Statutory Auditors of Vishwaraj Sugar Industries Limited ('the Company') have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on March 31, 2022, as stipulated in Regulations 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and Para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

MANAGEMENTS' RESPONSIBILITY

2. The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.
3. The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the Listing Regulations, issued by the Securities and Exchange Board of India.

AUDITOR'S RESPONSIBILITY

4. Our responsibility is to provide a reasonable assurance that the Company has complied with the conditions of Corporate Governance, as stipulated in the Listing Regulations.
5. We conducted our examination of the Corporate Governance Report in accordance with the Guidance Note on Reports or Certificates for Special Purposes and the Guidance Note on Certification of Corporate Governance, both issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note on Reports or Certificates for Special Purposes requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
7. The procedures selected depend on the auditors' judgment, including the assessment of the risks associated in compliance of the Corporate Governance Report with the applicable criteria. The procedures includes, but not limited to, verification of secretarial records and financial information of the Company and obtained necessary representations and declarations from directors including independent directors of the Company.
8. The procedures also include examining evidence supporting the particulars in the Corporate Governance Report on a test basis. Further, our scope of work under this report did not involve us performing audit tests for the purposes of expressing an opinion on the fairness or accuracy of any of the financial information or the financial statements of the Company taken as a whole.

OPINION

9. Based on the procedures performed by us as referred in paragraph 7 and 8 above and according to the information and explanations given to us, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations, as applicable for the year ended March 31, 2022, referred to in paragraph 1 above.

OTHER MATTERS AND RESTRICTION ON USE

10. This Certificate is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.
11. This Certificate is addressed to and provided to the members of the Company solely for the purpose of enabling it to comply with its obligations under the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this Certificate for events and circumstances occurring after the date of this Certificate.

For M/s Gojanur & Co.,
Chartered Accountants
Firm Reg. No. 000941S

Sd/-
G. M. Channappa Setty
Membership Number: 020227
UDIN: 22020227ANYJGD3780

Bengaluru
Date: July 8, 2022

Certification by the Chief Executive Officer (CEO) and Chief Financial Officer (CFO)

The Board of Directors,
Vishwaraj Sugar Industries Limited

We, Mr. Mukesh Kumar - Executive Director and Mr. Sheshagiri H. Kulkarni - Chief Financial Officer of Vishwaraj Sugar Industries Limited to the best of our knowledge and belief, hereby certify that:

- A. We have reviewed financial statements and the cash flow statement of Vishwaraj Sugar Industries Limited for the year ended March 31, 2022 and to the best of our knowledge and belief:
 - 1. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - 2. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies. We have not come across any reportable deficiencies in the design or operation of such internal controls.
- D. We have indicated to the Auditors and the Audit Committee:
 - 1. that there are no significant changes in internal control over financial reporting during the year;
 - 2. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements, if any; and
 - 3. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or any employee having a significant role in the Company internal control system over financial reporting.

Belagavi
July 8, 2022

Sd/-
Mukesh Kumar
Executive Director

Sd/-
Sheshagiri Kulkarni
Chief Financial Officer

Compliance of Corporate Governance Requirements Specified in Regulation 17 to 27 and Regulation 46(2)(b) To (i) of Listing Regulations

Sr. No.	Particulars	Regulation No.	Compliance Status	Compliance observed for the following
1	Board Meeting	17	yes	Composition Meetings Review of compliance reports Plans for orderly succession for appointments Code of Conduct Fees / compensation to Non-Executive Directors Minimum information to be placed before the Board Compliance Certificate Risk assessment and management Performance evaluation of Independent Directors
2	Audit Committee	18	Yes	Composition Meetings Powers of the Committee Role of the Committee and review of information by the Committee
3	Nomination and Remuneration Committee	19	Yes	Composition Role of the Committee
4	Stakeholders Relationship Committee	20	Yes	Composition Role of the Committee
5	Risk Management Plan	21	Yes	The provisions of Regulation 21 are not applicable to the company, since it was not among the top 100 listed entities on the basis of market capitalization as at the end of previous year ending 2020. However, the Board of Directors frame, implement and monitor the risk management plan for the Company
6	Vigil Mechanism	22	Yes	The Company has formulated a Vigil Mechanism for directors and employees to report their genuine concerns or grievances pursuant to Section 177 (9) of the Companies Act, 2013 and Regulation 22 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Audit Committee oversees the Vigil Mechanism.
7	Related Party Transactions	23	Yes	Policy on Materiality of Related Party Transactions and dealing with Related Party Transactions Approval including omnibus approval of Audit Committee Review of Related Party Transactions There were no material Related Party Transactions
8	Subsidiary Company	24	NA	There is no subsidiary Company
9	Obligations with respect Independent Directors	25	Yes	Maximum directorships and tenure Independent Directors Meetings Familiarisation of Independent Directors
10	Obligation with respect to Directors and Senior Management	26	Yes	Memberships / Chairmanships in Committees Affirmation on compliance of Code of Conduct by Directors Senior Management Disclosure of shareholding by Non-Executive Directors Disclosures by Senior Management about potential conflicts of interest
11	Other Corporate Governance Requirements			Compliance with discretionary requirements Filing of quarterly compliance report on Corporate Governance
12	Website	46 (2) (b) to (i)	Yes	Terms and conditions for appointment of Independent Directors Composition of various Committees of the Board of Directors Code of Conduct of Board of Directors and Senior Management Personnel Details of establishment of Vigil Mechanism/ Whistle Blower policy Policy on dealing with Related Party Transactions Policy for determining material subsidiaries Details of familiarisation programmes imparted to Independent Directors

INDEPENDENT AUDITOR'S REPORT

TO,
THE MEMBERS OF
VISHWARAJ SUGAR INDUSTRIES LIMITED,
Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of VISHWARAJ SUGAR INDUSTRIES LIMITED ("the Company") which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, the loss and total comprehensive income, the changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

Sr. No.	Key Audit Matter	Auditor's Response
1	Allowance for Credit Losses: The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Company considered current and anticipated future economic conditions relating to industries where it operates. In calculating expected credit loss, the Company has also considered credit reports and other related credit information for its customers to estimate the probability of default in future and has taken into account estimates of possible effect from the pandemic relating to COVID -19.	Our audit procedures related to the allowance for credit losses for trade receivables and unbilled revenue included the following, among others: We tested the effectiveness of controls over the (1) development of the methodology for the allowance for credit losses, including consideration of the current and estimated future economic conditions (2) completeness and accuracy of information used in the estimation of probability of default and (3) computation of the allowance for credit losses. For a sample of customers: We tested the credit related information used in estimating the probability of default by comparing them to external and internal sources of information. We tested the mathematical accuracy and computation of the allowances by using the same input data used by the Company.
2	Properties are being held by way of General Power of Attorney: Properties are being held by way of General Power of Attorney in the name of Shri.MallikarjunKadappaPujar, Director of the Company held on behalf of the Company.	According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the standalone financial statements, the lease agreements are in the name of the Company. However Some of the Properties

Sr. No.	Key Audit Matter	Auditor's Response
		are being held by way of General Power of Attorney in the name of Shri.MallikarjunKadayyaPujar, Ex-Director & Presently CAO of the Company held on behalf of the Company. The details are furnished in the Point.1 in the Annexure-A to the Auditors Report. The title of the such Properties shall be converted in the name of the company by Executing sale deed.
3	Recovery of Advances: The Company has given advances to various parties including Directors in normal course of its operations in compliance with Companies Act,2013 & Rules there under.	The Company has granted advances to farmer members in its normal course of business during the year which includes the parties covered in the register maintained under section 189 of the Companies Act, 2013 and complied the provisions of rules thereunder. However some of advances which are outstanding since long time shall be recovered along with interest.
4	Obtaining an insurance in the manner prescribed under Payment of Gratuity Act, 1972 : The company has not invested the Gratuity provision made in any manner prescribed under Payment of Gratuity Act, 1972.	As per Sec.4A of Payment of Gratuity Act, 1972 every employer, other than an employer or an establishment belonging to, or under the control of, the Central Government or a State Government, shall, subject to the provisions of sub-section (2), obtain an insurance in the manner prescribed, for his liability for payment towards the gratuity under this Act, from the Life Insurance Corporation of India established under the Life Insurance Corporation of India Act, 1956 (31 of 1956) or any other prescribed insurer.

Emphasis of Matter

As more fully described in Note.49 to the standalone financial statements. The scope, duration or outcome of these matters are uncertain. Our opinion is not modified in respect of this matter.

Information Other than the 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 Report and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibilities for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that

give a true and fair view of the financial position, financial performance including other comprehensive income, change in equity and cash flows of the Company in accordance with the Indian Accounting Standards (Ind AS) and accounting principles generally accepted in India, specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 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 Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of Ind AS Financial Statement

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS financial statements.

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

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the act we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards (Ind-AS) specified under Section 133 of the Act.
- 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 directors 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 our separate Report in "Annexure B"
- g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197(16) of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the

Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The company has disclosed the impact of pending litigations on its financial position in its Notes forming part of Ind AS financial statements Refer “notes-49”.
- ii. The Company did not have any long term contracts including Derivative contracts for which there were any material foreseeable losses;
- iii. There are no any instances during the audit period wherein the amount is required to be transferred to the ‘Investor Education and Protection Fund’ by the Company.
- iv. i. In our opinion and to the best of our information and according to the explanations given to us, no funds have been advanced or loaned or invested by the company to or in any other person(s) or entities, including foreign entities (“Intermediaries”), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.

- ii. In our opinion and to the best of our information and according to the explanations given to us no funds have been received by the company from any person(s) or entities including foreign entities (“Funding Parties”) with the understanding that such company shall whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or provide guarantee, security or the like on behalf of the Ultimate beneficiaries.

- iii. Based on audit procedure which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause(i) and (ii) contain any material mis-statement.

- i) The company has proposed dividend of Rs.0.20 (10% of Face value) per equity share of the face value of Rs.02 each for the financial year 2021-22 and nothing is contravening the sec.123 of the companies act,2013.

2. As required by Companies (Auditor’s Report) order, 2020, issued by Central Government in terms of Section 143 (11) of the companies Act 2013, we give in the “Annexure A” statement on matters specified in paragraph (3) and (4) of said order

“As per our report of even date”

For, M/s Gojanur & Co.,

Chartered Accountants

FRN: 000941S

P.R.C.No. 011335

Sd/-

(CA. G. M. ChannappaSetty)

Proprietor

M. No: 020227

UDIN: 22020227AKYWOO7555

Date: 09th, May 2022

Place: Shivamogga

ANNEXURE - A TO THE AUDITOR'S REPORT

**ANNEXURE REFERRED TO IN OUR REPORT OF EVEN DATE ON STANDALONE FINANCIAL STATEMENTS OF
"VISHWARAJ SUGAR INDUSTRIES LIMITED" FOR THE YEAR ENDING 31st MARCH, 2022.**

1. In respect of the Company's fixed Assets:

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) According to information and explanation given to us the fixed assets have been physically verified by the Management during the year in a phased programme which in our opinion is reasonable having regard to the size of the company and the nature of the assets. No material discrepancies were noticed on such verification.

- (c) The company has not revalued its property, plant and equipment or intangible assets during the year.
- (d) To the best of our knowledge, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami transactions (Prohibition) Act, 1988 and rules made thereunder.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company and are deposited with Bank of India, State Bank of India, and BDCC Bank.

Some of the Properties are being held by way of General Power of Attorney in the name of Shri. Mallikarjun Kadayya Pujar, the Ex-Director and present CAO of the Company held on behalf of the Company. The details are furnished below: refer note:52)

Sl No.	Survey No.	Name of the owner/s	Area		Date of GPA	Document No.	Amount Paid (Rs. in Lakhs)
			Acres	Guntas			
1	204/2A	Shri. Jotiba Bharmanna More	0	20	30.12.2016	508/2016-17	3.00
2	206/A	1. Shri. Narayan Balkrishna Sutar 2. Shri. Chudappa Balkrishna Sutar	0	33	30.12.2016	509/2016-17	5.00
3	206/B	1. Smt. Savitri W/O Yallappa Pawashe 2. Smt. Janabai W/O Dhankalu Gurav 3. Shri. Yallappa S/O Dhankalu Gurav	2	20	14.03.2017	620/2016-17	6.00
4	207/1	1. Smt. Renuka W/O Late Tippanna Talwar 2. Shri. Nagaraj S/O. Tippanna Talwar	0	36	28.12.2018	667/2018-19	8.10
5	206/1	Shri. Rajaram Balappa Chigare	0	33	28.12.2018	670/2018-19	7.43
6	207/1	Shri. Monappa Ganesh Talwar	0	36	28.12.2018	664/2018-19	8.10
7	207/1	1. Smt. Anandi W/O. Late Dudappa Talwar 2. Shri. Pundalik S/O. Dudappa Talwar Talwar 3. Smt. Mayuri W/O. Pundalik Talwar 4. Shri. Bharat S/O. Dudappa Talwar	0	36	28.12.2018	665/2018-19	8.10
8	206/A	1. Shri. Shanikar Arjun Gurav 2. Shri. Bharna Arjun Gurav 3. Devappa Arjun Gurav	0	30	28.12.2018	655/2018-2019	6.75
9	206/A	Shri. Devappa Kumanna Gurav	0	12	28.12.2018	657/2018-19	2.70
10	207/1	1. Smt. Laxmi W/O. Late Yavagappa Talwar 2. Shri. Pandurang S/O. Yavagappa Talwar 3. Smt. Droupada W/O. Pandurang Talwar 4. Shri. Balu S/O. Yavagappa Talwar	0	36	28.12.2018	663/2018-19	8.10
11	206/A	Shri. Maruti Yallappa Humbarwadi	0	33	28.12.2018	671/2018-19	7.43
12	206/A	Shri. Raghunath Krishna Hurakadli	0	13	28.12.2018	661/2018-19	2.93
13	206/A	1. Shri. Jayram Kallappa Patil 2. Smt. Madhu Jayram Patil 3. Smt. Sushma Madhu Patil 4. Shri. Pundalik Jayram Patil	1	5	28.12.2018	659/2018-19	10.13

14	206/B	Smt. Yeshodha Parashuram Gawade	0	26	28.12.2018	656/2018-19	5.85
15	206/A	Shri. Ravalu Shankar Motankar	0	13	28.12.2018	672/2018-19	2.93
16	206/A	Shri. Narayan Krishna Yallurkar	1	0	28.12.2018	660/2018-19	9.00
17	207/1	Shri. Babu Basawant Talwar	0	36	28.12.2018	662/2018-19	8.10
18	206/A	Shri. Babu Somanna Motankar	1	0	28.12.2018	668/2018-19	9.00
19	206/A	Shri. Rajaram Vasu Golyalkar	1	10	09/07/2021	00152/21-22	3.75
20	206/A	Shri. Mallppa Vasu Golyalkar	2	25	09/07/2021	00153/21-22	7.50
21	206/A	Shri. Govind Vasu Golyalkar	1	10	09/07/2021	00154/21-22	3.75
22	206/A	Shri. Nago Somanna Motankar	1	10	09/07/2021	0155/21-22	3.75
23	206/A	Shri. Rama Yallappa Gavali	1	10	09/07/2021	0156/21-22	3.75
24	206/A	Shri. Gangaram Tanji Gavali	2	20	09/07/2021	0157/21-22	7.50
25	206/A	Shri. Jayram Kumanna Gurav	2	0	09/07/2021	0158/21-22	6.00
26	206/A	Shri. Marutirao @Maruti Somanna @Somanath Motankar	1	10	09/07/2021	0160/21-22	3.75
27	206/A	1. Smt. Anandabai W/O. Late Narayan Sutar 2. Shri. Pandu S/O Narayan Sutar 3. Smt. Pooja W/O Pandu Sutar 4. Shri. Vishwanath S/O. Narayan Sutar 5. Smt. Laxmi W/O. Vishwanath Sutar 6. Smt. Vaishali W/O Suresh Kammar	1	11	09/07/2021	00161/21-22	3.83
28	206/A	1. Shri. Gangaram S/O. Late Kallappa Patil 2. Smt. Renuka W/O. Gangaram Patil	0	25	12/07/2021	00171/21-22	1.50
29	206/A	Shri. Yallappa Nagappa Gurav	0	27	12/07/2021	00172/21-22	2.03
30	206/A	1. Shri. Parashram Gavadu Patil 2. Smt. Malu W/O. Parashuram Patil 3. Smt. Deepa W/O. Dinesh Bilagoji	0	20	12/07/2021	00173/21-22	1.50
31	206/A	Shri. Dashrath Yallappa Chigare	0	23	12/07/2021	00174/21-22	1.73
32	206/A	Shri. Khirappa Devappa Sutar	0	35	12/07/2021	00176/21-22	2.63
33	206/A	Smt. Laxmi W/O.Vasant Sutar Shri. Devendra S/O.Late Vasant Sutar Smt. Rekha W/O. Devendra Sutar	0	34	12/07/2021	00177/21-22	2.55
34	206/A	Shri. Madhu @ Madhukar Dattu Sutar	0	32	12/07/2021	00178/21-22	2.40
35	206/A	Shri. Ramchandra Devappa Sutar	0	32	12/07/2021	00180/21-22	2.40
36	206/A	1. Shri. Jayaram S/O.Late Kallappa Patil 2. Shri. Baban S/O Jayaram Patil 3. Rekha W/O. Baban Patil	0	24	12/07/2021	00181/21-22	1.80
37	206/A	1. Smt. Parvati W/O Babu Sutar 2. Smt. Punam W/O Parasuram Sutar 3. Shri. Parthamesh S/O Parasuram Sutar	0	25	12/07/2021	00182/21-22	1.88
38	206/A	Shri. Basavanni Irappa Chigare	2	20	24/09/2021	00417/21-22	10.25
39	204*/1	Shri. Prabhakar Arjun Jadav Shri. Balakrishna Arjun Jadhav	2	20	27/10/2021	00475/21-22	10.55
40	206/A	1. Shri. Kallappa Shivappa Patil 2. Yallappa S/O Gavadu Patil	3	30	30/11/2021	00527/21-22	11.65
41	206/A	Shri. Somanath Shivaji Sutar	2	24	30/11/2021	00528/21-22	10.25

42	206/A	1. Shri. Ravalu Shankar Motankar 2. Smt. Deepa W/O Ravalu Motankar 3. Mr. Rutik D/O Ravalu Montankar 4. Master Sandesh S/O Ravalu Montankar	0	27	14/02/2022	00767/21-22	2.03
43	207/7	Shri. Yallappa Nagappa Gurav	0	20	15/02/2022	00771/21-22	1.50
44	206/A	Shri. Gavadu Kallappa Patil	0	30	18/02/2022	00785/21-22	1.95
45	206/A	Shri. Maruti Somanna Yallurkar	0	25	25/02/2022	00811/21-22	6.06
46	204*/1	1. Smt. Shobha Dashrut Biraje 2. Shri. Prabhakar Dasharat Biraje	1	13	25/02/2022	00812/21-22	12.56
47	206*/A	1. Shri. Mallavva W/O Dhakalu Hurakadli 2. Shri. Monappa S/O Dhakalu Hurakadli 3. Shri. Laxman S/O Dhakalu Hurakadli 4. Shri. Ramappa S/O Shakalu Hurakadli	0	25	28/02/2022	00817/21-22	6.07
48	206/A	Shri. Mallappa @ Yallappa Somanna Yallurkar	0	26	16.03.2022	00886/21-22	6.06

- (a) According to the information and explanation given to us the inventory has been physically verified during the year by the management. In our opinion the frequency of verification is reasonable.
- (b) In our opinion the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) Company is maintaining proper records of inventory and there is no material discrepancies noticed on physical verification.
- (d) The Company has been sanctioned working capital limits in excess of Rs. 5 crores by banks during the year. The quarterly returns or statements filed by the company with banks are in agreement with the books of account of the Company.
2. The Company has not made investment, or security or granted any loans to companies, firms, Limited Liability Partnerships or other parties except for the corporate guarantee towards the Harvesting and Transportation Loan sanctioned to Sugarcane Harvesting & Transportation contractors from banks to the extent of Rs.80 Crores who are in agreement with the company for Harvesting & Transportation contract which is done in the normal course of business.
3. The Company has not granted any advances during the year to parties covered in the register maintained under section 189 of the Companies Act, 2013 except following which are in compliance with the said section.
4. In our opinion and according to the information and explanations given to us, the company has not granted any loans and not made any investments, security & guarantees covered under section 185 and 186 of the Companies Act, 2013.
5. In our opinion and according to the information and explanation given to us, the company has not accepted Deposits from public hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government for maintenance of cost records prescribed under section 148(1) of the Companies Act, 2013 and are of the opinion that

Prima facie the prescribed accounts and records have been made and maintained. However we have not made a detailed examination of the same. And the same have been audited by independent cost auditor.

7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2022 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanations given to us, the following amounts payable in respect of statutory dues were in arrears due to disputes as at 31-03-2022

(Rs. in Lakhs)

PURCHASE ADVANCE	2021-22	2020-21
Nikhil U Katti	40.78	40.78
Lava R Katti	52.47	52.47
Kush R Katti	57.24	57.24

for a period of more than six months from the date they became payable:

Sl. No.	Particulars	Amount (in lakhs)
1	Central Excise, Belgaum Show Cause Notice	87.85
2	Central Excise, Bangalore (Appeals)	974.43
3	High Court, Karnataka, Appeal for Sugar Cess	252.80

8. According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
9. In our opinion and according to the information and explanation given to us the company has not defaulted in repayment of dues to any financial institutions.
10. a) The Company has not defaulted in repayment of loans or borrowings or in interest to any lender.
b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.
c) In our opinion, the term loans were applied for the purpose for which the loans were obtained.
d) In our opinion, funds raised on short term basis have not been utilised for long term purposes.
e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
11. Based upon the audit procedures performed and the information and explanations given by the management, opinion, the no money is raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purpose for which those were raised. The Company has not made any preferential allotment or private placement of shares or convertible debentures during the year.
12. Based upon the audit procedures performed and the information and explanations given by the management, we report that :
a) No fraud by the Company or any fraud on the Company has been noticed or reported during the year.
b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
c) No whistle-blower complaints had been received by the Company during the year.
13. In our opinion, the Company is not a Nidhi Company as defined in section 406 of the Companies Act, 2013. Therefore, the provisions of clause 71(a),(b) & (c) of the Order are not applicable to the Company.
14. According to information and explanations given to us and on the basis of our examination of the books of account, records, and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of the Companies Act. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act and the details have been disclosed in the financial statements. (refer note.32 to the Financial Statements)
15. The the Company has an internal audit system commensurate with the size and nature of its business and the reports of the Internal Auditors for the period under audit were considered by us.
16. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
17. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
(d) The Group does not have not more than one CIC as part of the Group.
18. The company has not incurred any cash losses during the financial year and in the immediately preceding financial year.
19. There has been no resignation of the statutory auditors during the year. The previous year auditor has continued as the statutory auditor for the current year.
20. On the information obtained from the management and audit procedures performed and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that the Company is capable of meeting its liabilities existing at the balance sheet date as and when they fall due within a period of one year from the balance sheet date

21. The Company is not liable to Corporate Social Responsibility expenditure as per company's act, 2013 during the reporting period.

22. The company is not required to prepare Consolidated financial statement and hence this clause is not applicable.

"As per our report of even date"

For, M/s Gojanur & Co.,

Chartered Accountants

FRN: 000941S

P.R.C.No. 011335

Sd/-

(CA. G. M. ChannappaSetty)

Proprietor

M. No: 020227

UDIN: 22020227AKYWOO7555

Date: 09th, May 2022

Place: Shivamogga

ANNEXURE (B)

TO THE AUDITOR'S REPORT OF EVEN DATE ON STANDALONE FINANCIAL STATEMENTS OF "VISHWARAJ SUGAR INDUSTRIES LIMITED" FOR THE YEAR ENDING 31st MARCH, 2022.

REPORT ON INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (i) OF SUB SECTION 3 OF SECTION 143 OF COMPANIES ACT, 2013.

We have audited the internal financial controls over financial reporting of "**VISHWARAJ SUGAR INDUSTRIES LIMITED**" as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls:

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the 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:

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent

applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting:

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and

procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements

due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 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 ICAI.

“As per our report of even date”

For, M/s Gojanur & Co.,
Chartered Accountants
FRN: 000941S
P.R.C.No. 011335

Date: 09th, May 2022
Place: Shivamogga

Sd/-
(CA. G. M. ChannappaSetty)
Proprietor
M. No: 020227
UDIN: 22020227AKYWOO7555

Audited Balance Sheet as at 31st March, 2022

(Rs. in Lakhs)

Particulars	Notes	March 31, 2022	March 31, 2021
ASSETS			
Non-current assets			
Property plant and Equipment	2	29961.33	28218.15
Capital Work Inprogress	2	0.00	0.00
Intangible assets		0.00	0.00
Financial assets			
Investments	3	130.74	130.74
Other financial assets	4	509.57	384.76
Deferred tax Assets (net)	14	1352.68	0.00
Other non current assets	5	0.00	0.00
		31954.32	28733.65
Current assets			
Inventories	6	36679.81	28571.73
Financial assets			
Investments	3	0.00	0.00
Trade receivables	7	3224.51	2996.99
Cash and cash equivalent	8	1226.70	4837.22
Other Bank Balances	9	89.35	48.60
Other financial assets	4	5.92	2.99
Other current assets	5	3774.97	6011.31
		45001.26	42468.83
		76955.57	71202.49
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10	3755.60	3755.60
Other Equity	11	24503.25	18844.93
		28258.85	22600.53
Liabilities			
Non-current liabilities			
Financial Liabilities			
Borrowings	12	8969.30	10242.93
Long Term Provisions	13	289.20	273.51
Deferred tax liabilities (net)	14	0.00	81.40
Other non-current liabilities	15	0.00	0.00
		9258.50	10597.84
Current liabilities			
Financial Liabilities			
Borrowings	12	28074.25	27382.80
Trade payables	16	9375.68	6674.48
Other financial liabilities	17	640.10	322.13
Other current liabilities	15	608.14	3023.03
Provisions	18	740.05	601.68
		39438.22	38004.11
TOTAL		76955.57	71202.49

The accompanying notes 01 to 53 form an integral part of the financial statements.

"As per our report of even date"

For M/s. GOJANUR & CO

Chartered Accountants

FRN.000941S

P.R.C.No.011335

(CA. G.M.CHANNAPPA SETTY)

PROPRIETOR

M.No: 020227

UDIN:22020227AKYWOO7555

Place: Belgaum.

Date: 09th May, 2022.

For and on behalf of Board

(Nikhil U. Katti)

Managing Director

DIN.02505734

(Sheshagiri H. Kulkarni)

Chief Financial officer

(Mukesh Kumar)

Executive Director

DIN.02827073

(CS. Priya Dedhia)

Company Secretary

Audited Statement of Profit & Loss Account for the year ended 31st March, 2022

(Rs. in Lakhs)

Particulars	Notes	March 31, 2022	March 31, 2021
Income			
Revenue from operations	19	46875.10	42646.38
Other income	20	152.31	61.41
Total Revenue		47027.41	42707.79
Expenses			
Cost of materials consumed	21	39153.56	31119.71
Changes in inventories	22	(7931.42)	545.60
Other Manufacturing expenses	23	3563.11	1968.77
Excise and Service Tax	-	0.00	0.00
Employee benefits expense	24	1834.86	1384.09
Finance costs	25	3227.91	3565.72
Depreciation and amortization expense	2	1551.25	1474.74
Other expenses	26	910.11	1426.21
Total Expenses		42309.38	41484.84
Profit before tax		4718.03	1222.95
Tax expense			
(1) Current tax		347.44	211.37
(2) Excess tax Provision reversed FY 2020-21		(211.37)	0.00
(3) Deferred tax		(1,434.08)	182.28
Profit for the year		6016.04	829.29
Other comprehensive income (OCI)			
Items that will not be reclassified to profit or loss		17.84	-35.79
Tax on items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss:			
Tax on items that may be reclassified to profit or loss		0.00	0.00
Items that may be reclassified subsequently to profit or loss		0.00	0.00
Total other comprehensive income/(loss) for the year, net of tax		-	-
Total comprehensive income for the year		6033.88	793.50
Earnings per share:			
Basic earnings per share of 2/-each		3.21	0.42
Diluted earnings per share of 2/- each		3.21	0.42

The accompanying notes 01 to 53 form an integral part of the financial statements.

"As per our report of even date"

For M/s. GOJANUR & CO

Chartered Accountants

FRN.000941S

P.R.C.No.011335

(CA. G.M.CHANNAPPA SETTY)

PROPRIETOR

M.No: 020227

UDIN:22020227AKYWOO7555

Place: Belgaum.

Date: 09th May, 2022.**For and on behalf of Board****(Nikhil U. Katti)**

Managing Director

DIN.02505734

(Sheshagiri H. Kulkarni)

Chief Financial officer

(Mukesh Kumar)

Executive Director

DIN.02827073

(CS. Priya Dedhia)

Company Secretary

Cash Flow Statement for the year ended 31st March, 2022

(Rs. in Lakhs)

Particulars	March 31, 2022	March 31, 2021
Cash Flows from Operating Activities		
Net profit before tax	4718.03	1222.95
Adjustments for :		
Depreciation and amortization expense	1551.25	1474.74
Finance Cost	3227.91	3565.72
Dividend Income	(13.71)	0.00
(Profit)/Loss on sale of assets	0.00	(2.92)
Operating profit before working capital changes	9483.48	6260.49
Movements in Working Capital		
(Increase)/Decrease in Trade Receivables	(227.51)	(471.10)
(Increase)/Decrease in Other financial assets	(127.74)	138.47
(Increase)/Decrease in Inventories	(8108.09)	463.39
(Increase)/Decrease in Other Current Assets	2236.35	(734.95)
(Increase)/Decrease in Other Non Current Assets	0.00	0.00
Increase/(Decrease) in Trade Payables	2701.20	462.73
Increase/(Decrease) in Other financial liabilities	317.97	(696.47)
Increase/(Decrease) in Other Current liabilities	(2414.88)	122.99
Increase/(Decrease) in Long Term Provisions	15.69	76.90
Increase/(Decrease) in Short Term Provisions	(219.35)	178.92
Changes in Working Capital	(5826.36)	(459.11)
Cash generated from operations	3657.11	5801.37
Interest received on Deposits		
Direct Taxes Paid	(136.06)	(211.37)
Net Cash from operating activities (A)	3521.05	5590.00
Cash flows from Investing Activities		
Dividends Received	13.71	-
Purchase of Fixed Assets (Including CWIP)	(3323.46)	(874.06)
Sale of Fixed Assets	29.03	21.35
Purchase/Sale of Investment	0.00	0.00
Net Cash used in Investing Activities	(3280.72)	(852.71)
Cash flows from/(used in) Financing Activities		
Proceeds from Long term borrowings	(1,273.63)	2,198.35
Repayment/(Proceeds) of/from Short-term borrowings	691.45	745.91
Interest paid	(3227.91)	(3565.72)
Proceedings from Share Issue	0.00	0.00
Premium on Share Issue	0.00	0.00
Net Cash used in Financing Activities	(3810.10)	(621.45)
Net Increase/(Decrease) in cash and cash equivalents	(3569.77)	4115.83
Cash and Cash equivalents at the beginning of the year	4885.82	769.99
Cash and Cash equivalents at the ending of the year	1316.05	4885.82

Notes :-

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard on "Cash Flow Statements". (Ind AS-7)
- The accompanying notes are an integral part of the financial statements.
"As per our report of even date"
- Ind AS 7 cash flow requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liability arising from financing activities, including both changes arising from cash flows and non cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet disclosure requirement.

Particulars	As at 31 st March, 2021	Cash flows	As at 31 st March, 2022
Borrowings - Non Current	10,243	-1,274	8,969
Borrowings - Current	27,383	691	28,074

1 A) Components of cash & cash equivalents	As at 31 st March, 2021	As at 31 st March, 2022
1. Cash on hand	8.61	19.92
2. Cheques on hand	0.00	0.00
3. Balances with banks		
- In Current accounts	1,207.68	4,817.30
- Unclaimed (Unpaid) Dividend Bank Account	10.41	0.00
- Margin Money Deposit Accounts (against Bank Guarantees)	89.35	48.60
Cash & cash equivalents as above	1,316.05	4,885.82

"As per our report of even date"

For M/s. GOJANUR & CO

Chartered Accountants

FRN.000941S

P.R.C.No.011335

(CA. G.M.CHANNAPPA SETTY)

PROPRIETOR

M.No: 020227

UDIN:22020227AKYWOO7555

Place: Belgaum.

Date: 09th May, 2022.

For and on behalf of Board

(Nikhil U. Katti)

Managing Director

DIN.02505734

(Sheshagiri H. Kulkarni)

Chief Financial officer

(Mukesh Kumar)

Executive Director

DIN.02827073

(CS. Priya Dedhia)

Company Secretary

Segment Information for the year ended 31.03.2022

(Rs. in Lakhs)

Particulars	Year ended	
	31.03.2022 (Audited)	31.03.2021 (Audited)
1. Segment revenue		
Income from Operations		
(a) Sugar	27,289.04	32,641.70
(b) Co-generation	2,480.75	2,678.80
(c) Distillery	15,042.56	5,859.44
(d) IML	-	-
(e) Vinegar Unit	1,929.48	1,319.30
Other operating income		
(a) Others	133.27	147.14
(b) Unallocable revenue	-	-
Less: Inter segment revenue	-	-
Income from operations (net)	46,875.10	42,646.38
2. Segment Results		
(a) Sugar	(11,964.33)	(5,141.91)
(b) Co-generation	2,480.42	1,302.24
(c) Distillery	15,876.00	9,349.81
(d) IML	45.39	(70.04)
(e) Vinegar Unit	1,418.66	(2.77)
Less: Unallocable (expenditure)/revenue:		
(a) Finance Costs	3,227.91	3,565.72
(b) Other expenditure (net of other income)	(89.81)	648.68
Profit before tax	4,718.03	1,222.95
3. Segment Assets		
(a) Sugar	19,445.27	22,451.28
(b) Co-generation	7,157.41	6,965.91
(c) Distillery	3,998.29	4,024.85
(d) IML	337.02	380.89
(e) Vinegar Unit	2,334.28	2,382.24
(f) Un-allocable	43,683.31	34,997.32
Total assets	76,955.57	71,202.49
4. Segment liabilities		
(a) Sugar	42,070.93	41,830.22
(b) Co-generation	1,625.00	2,725.00
(c) Distillery	2,025.00	2,250.00
(d) IML	-	-
(e) Vinegar Unit	-	-
(f) Un-allocable	31,234.64	24,397.27
Total liabilities	76,955.57	71,202.49

"As per our report of even date"

For M/s. GOJANUR & CO
Chartered Accountants
FRN.000941S
P.R.C.No.011335
(CA. G.M.CHANNAPPA SETTY)
PROPRIETOR
M.No: 020227
UDIN:22020227AKYW007555

Place: Belgaum.
Date: 09th May, 2022.

For and on behalf of Board

(Nikhil U. Katti)
Managing Director
DIN.02505734

(Sheshagiri H. Kulkarni)
Chief Financial officer

(Mukesh Kumar)
Executive Director
DIN.02827073

(CS. Priya Dedhia)
Company Secretary

Statement of changes in equity

Name of the company
Statement of changes in equity for the period ended 31.03.2022

2021-22

(Rs. in Lakhs)

Equity share capital	Opening balance as at 01/04/2021	Changes in Equity Share Capital due to prior period errors	Restated balance as at 01/04/2021	Changes in equity share capital during the year	Closing balance as at 31/03/2022
18,77,80,000 Equity Share of Rs.2/- each fully paid up	3,756	-	3,756	3,756	3,756
	3,756	-	3,756	3,756	3,756

Particulars	Retained Earnings	General	Capital Reserve	Actuarial Gains or Losses	Total Equity
18,77,80,000 Equity Share of	3,756	-	3,756	3,756	3,756
Balance as at 1/4/2021	15,803.83	-	2,966.39	74.72	18,844.92
Profit for the year	6,016.04	-	-	-	6,016.04
Actuarial gain/(loss) on post-employment benefit obligations, net of tax benefit	-	-	-	17.84	17.84
Proposed Dividend*	(375.56)				(375.56)
Balance as at 31/03/2022	21,819.87	-	2,966.39	92.56	24,503.25

* Dividend has been proposed by the board @10% of the Paid up share capital and subjected to approval by the shareholders in the Annual general meeting.

2020-21

(Rs. in Lakhs)

Equity share capital	Opening balance as at 01/04/2020	Changes in Equity Share Capital due to prior period errors	Restated balance as at 01/04/2020	Changes in equity share capital during the year	Closing balance as at 31/03/2021
3,75,56,000 Equity Shares of Rs.10 each, fully paid up	3,756	-	3,756	-	-
	3,756	-	-	3,756	-

Particulars	Retained Earnings	General	Capital Reserve	Actuarial Gains or Losses	Total Equity
Balance as at 1/4/2020	15,350.08	-	1,466.39	110.51	16,926.98
Profit for the year	829.29	-	1,500.00	-	2,329.29
Actuarial gain/(loss) on post-employment benefit obligations, net of tax benefit	-	-	-	(35.79)	(35.79)
Proposed Dividend*	(375.56)				(375.56)
Balance as at 31/03/2021	15,803.81	-	2,966.39	74.72	18,844.93

* Dividend has been proposed by the board @10% of the Paid up share capital and subjected to approval by the shareholders in the Annual general meeting.

Note 1. Overview and Notes to the Financial Statements

1.1. Company overview:

Vishwaraj Sugar Industries Limited, a public limited company incorporated under the provisions of the Companies Act, 1956 having its registered office at BelladBagewadi, Taluka Hukkeri, Belgaum – 591 305, Karnataka, India. The company's operations comprises of Production of sugar, alcoholic spirits by distillation including ethanol, blending and bottling of Indian made foreign liquor (IMFL), vinegar and generation of power.

These financial statements have been prepared using presentation and disclosure requirements of the Schedule III of Companies Act 2013 in conformity with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India

1.2. Basis of preparation of financial statements

These financial statements are prepared in accordance with Indian Accounting Standard (Ind AS), under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 ("the Act") (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. As the year-end figures are taken from the source and rounded to the nearest digits, the figures reported for the previous quarters might not always add up to the year figures reported in this statement.

1.3. Use of estimates and judgments

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. The application of accounting policies that

require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed in Note 1.4. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

1.4. Critical accounting estimates and judgments

Revenue Recognition: The Company recognizes revenue from Sale of Goods when it transfers the property in Goods to the buyer for a price or all significant risks and rewards of ownership has been transferred to the buyer and no significant uncertainty exists as to the amount of consideration that would be derived from such sale. The recognition event is usually the dispatch of goods to the buyer such that the Company retains no effective control over the goods dispatched. Sales have been stated exclusive of Excise Duty (except IMFL sales) and GST. Other revenue is recognized only when it is reasonably certain that the ultimate collection will be made. The same is in compliance with Ind AS-18 to the extent applicable.

1.5. Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the Management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on reference with Schedule-II to the Companies act, 2013 and historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

1.6. Leases

Interests in leasehold land are recorded and classified as operating leases or finance leases as per set definition and classification criteria. An important consideration is that the land has an indefinite economic life. Ind AS 116 requires

lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset.

1.7. Allowance for credit losses on receivables

The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Company considered current and anticipated future economic conditions relating to industries the Company deals with and it operates. In calculating expected credit loss, the Company has also considered related credit information for its customers to estimate the probability of default in future and has taken into account estimates of possible effect from the pandemic relating to COVID-19.

1.8. Income taxes:

The company has made Provision for Current taxes as per sec.115BAA tax rate as per Income tax act,1961 during the

year. The option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019. Accordingly, the Company has recognised provision for the income tax for the year ended 31.03.2022.

In assessing the realizability of deferred income tax assets, the Management considers whether some portion or all of the deferred income tax assets will not be realized. The ultimate realization of deferred income tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. The Management considers the scheduled reversals of deferred income tax liabilities, projected future taxable income and tax planning strategies in making this assessment. Based on the level of historical taxable income and projections for future taxable income over the periods in which the deferred income tax assets are deductible, the Management believes that the Company will realize the benefits of those deductible differences. The amount of the deferred income tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry forward period are reduced.

2. Property, plant and equipment

(Rs. in Lakhs)

Particulars	Gross carrying value			Accumulated depreciation / impairment				Net carrying value	
	As at 1 April 2021	Additions	Disposals	As at 31 March 2022	As at 1 April 2021	For the year	Impairment for the year	Disposals	As at 31 March 2022
Land	588.88	152	-	741.03	-	-	-	-	741.03
Factory Buildings	4,957.28	625.90	-	5,583.18	841.03	206.31	-	-	4,535.84
Other Building	3,249.24	25.42	-	3,274.67	262.47	53.80	-	-	2,958.40
Plant and equipment	25,336.04	2,428.55	29.03	27,735.56	5,149.69	1,225.95	-	-	21,359.92
Vehicles	428.21	36.42	-	464.63	145.23	40.18	-	-	279.23
Office Equipment	46.19	52.52	-	98.71	32.79	15.41	-	-	50.51
Furniture & Fixtures	91.30	2.50	-	93.80	47.79	9.60	-	-	36.41
	34,697.15	3,323.46	29.03	37,991.58	6,479.00	1,551.25	-	-	29,961.33
Capital Work in Progress	-	-	-	-	-	-	-	-	-
Total	34,697.15	3,323.46	29.03	37,991.58	6,479.00	1,551.25	-	-	28,218.15

Note: Depreciation is calculated as per schedule II of Companies act, 2013.

(Rs. in Lakhs)

Particulars	Gross carrying value			Accumulated depreciation / impairment				Net carrying value	
	As at 1 April 2020	Additions	Disposals	As at 31 March 2021	As at 1 April 2020	For the year	Impairment for the year	Disposals	As at 31 March 2021
Land	588.88	-	-	588.88	-	-	-	-	588.88
Factory Buildings	4,462.68	494.60	-	4,957.28	648.13	192.90	-	-	4,116.25
Other Building	3,249.24	-	-	3,249.24	209.08	53.39	-	-	2,986.77
Plant and equipment	25,040.36	305.85	10.17	25,336.04	3,977.36	1,173.10	-	1	20,186.35
Vehicles	396.94	69.64	38.36	428.21	138.70	35.85	-	29.33	282.98
Office Equipment	43.82	2.37	-	46.19	25.10	7.68	-	-	13.40
Furniture & Fixtures	89.70	1.60	-	91.30	35.98	11.81	-	-	43.51
	33,871.62	874.06	48.53	34,697.15	5,034.36	1,474.74	-	30.10	28,218.15
Capital Work in progress	1,126.02	-	1,126	-	-	-	-	-	-
Total	34,997.64	874.06	1,174.55	34,697.15	5,034.36	1,474.74	-	30.10	28,218.15

* The Capital WIP amount reflected in the Disposal column is actually the amount transferred from Capital WIP to the Respective Capital Assets when capitalised.

3. Investments

(Rs. in Lakhs)

Particulars	2022		2021	
	Current	Non Current	Current	Non Current
Unquoted investments in equity instruments at FVTPL				
Bellad Bagewadi Urban Souhard Sahakari Shares (100 shares of Rs.10/- each)	-	0.10	-	0.10
BDCC Bank Shares (26128 shares of Rs.500/- each)	-	130.64	-	130.64
Equity Shares Fully Paid-up (unquoted)	-	130.74	-	130.74
Aggregate amount of unquoted investments	-	130.74	-	130.74
Total Investments	-	130.74	-	130.74

4. Other Financial Assets

(Rs. in Lakhs)

Security Deposits	-	509.57	-	384.76
Other Financial Assets	5.92	-	2.99	-
TOTAL	5.92	509.57	2.99	384.76

5. Other Non Current Assets and Current Assets

(Rs. in Lakhs)

Deposits/Balances with Statutory Authorities	793.23	-	376.24	-
Other Current Assets (includes Advances to Suppliers & Services)	2,981.74	-	5,635.07	-
TOTAL	3,774.97	-	6,011.31	-

6. Inventories

(Rs. in Lakhs)

Particulars	Current 2022	Current 2021
Valued at lower of cost and net realisable value.		
- Raw Materials	11,275.67	7,250.89
- Process Stocks	-	-
- Stores & Spares	1,029.85	853.19
- Finished Goods	24,374.29	20,467.65
TOTAL	36,679.81	28,571.73

7. Trade receivables

(Rs. in Lakhs)

Particulars	Current 2022	Current 2021
Trade Receivables		
Unsecured, considered good		
Related Parties		
- Doubtful		
- Other Debts -Good	71.08	43.28
Others		
- Doubtful		
- Other Debts -Good	3,876.74	4,202.94
	3,947.82	4,246.22
Less: Allowances for credit losses	723.32	1,249.22
Less: Bad debts Written off	-	-
TOTAL	3,224.51	2,996.99

Trade Receivables Classification

(Rs. in Lakhs)

Particulars	2022	2021
Unsecured		
O/s More than six months		
- Promoter/Promoter group	23.07	13.85
- Others	1,112.67	2,045.21
O/s Less than six months		
- Promoter/Promoter group	48.01	29.43
- Others	2,764.08	2,157.73
	3,947.82	4,246.22

Note: For Ageing schedule of Trade Receivable refer note no.50

8. Cash and Cash Equivalents

(Rs. in Lakhs)

Particulars	2022	2021
a) Cash and Cash equivalents		
i) Cash on hand	8.61	19.92
ii) Balances with banks		
- Current Accounts	1,207.68	4,817.30
- On Deposit Accounts	-	-
iii) Unclaimed (unpaid) Dividend Bank Account	10.41	-
	1,226.70	4,837.22

9. Other Bank Balances

(Rs. in Lakhs)

Particulars	2022	2021
b) Other Bank Balances (with restricted use)		
i) Margin Money Deposit Accounts (against Bank Guarantees)	89.35	48.60
Total	89.35	48.60

10. Share Capital

(Rs. in Lakhs)

Particulars	2022	2021
Authorized Share Capital		
30,00,00,000 Equity Shares of Rs.2 each*	6000.00	6000.00
(Previous year :6,00,00,000 Equity Shares of Rs.10 each)		
Issued Subscribed and Paid up Share Capital		
18,77,80,000 Equity Share of Rs.2/- each fully paid up*	3755.60	3755.60
(Previous year :3,75,56,000 Equity Shares of Rs.10 each, fully paid up)		
	3755.60	3755.60
Details of shareholders holding more than 5% shares :	No. of shares	% Holding
1. Nikhil Umesh Katti	18,464,375	9.83%
	No. of shares	% Holding
	3,492,875	9.30%

* The Rs. 10/- face value Equity shares of the company has been sub-divided into Face value of Rs. 2/- per share w.e.f from 22nd october,2021.

10.1 Reconciliation of Number of Shares :

(Rs. in Lakhs)

Particulars	2022	2021
Number of Shares at the beginning of the year	1,877.80	375.56
Add : Shares issued during the year	0.00	-
Number of Shares at the end of the year	1,877.80	375.56

10.2 Rights attached to equity shares

The Company has only one class of equity shares having a face value of Rs. 10/- each. Each holder of equity share is entitled to one vote per share. The company declares and pays dividends in Indian Rupees. In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

10.3 Shares held by promoters at the end of the year

Promoter Name	No. of Shares	% of total shares	% Change during the year
1 UMESH VISHWANATH KATTI	7,092,820	3.78	-
2 NIKHIL UMESH KATTI	18,464,375	9.83	5.73
3 SNEHA NITHIN DEV	2,246,250	1.20	-
4 KUSH RAMESH KATTI	5,725,375	3.05	-
5 LAVA RAMESH KATTI	6,501,375	3.46	18.18
6 JAYASHREE RAMESH KATTI	6,294,000	3.35	-
7 SHEELA UMESH KATTI	5,705,000	3.04	-
8 RAMESH VISHWANATH KATTI	6,644,750	3.54	-
Total	58,673,945		
Promoters Group			
1 BASAVARAJ S UTTUR	1,000,000	0.53	-
2 SATISH MAHALINGAPPA GHULI	5,000	0.00	-
3 RAVINDRA SHRIKANT KATTI	2,285,672	1.22	-
4 YUVARAJ CHUNAMURE	5,000	0.00	-
5 GHULI SUHAS MAHALING	5,000	0.00	-
6 ABHINANDAN DHANAPAL KHEMALAPURE	1,261,093	0.67	-
7 RAMESH SHIRALKAR	11,500	0.01	-
8 PADMAJA KATTI	25,000	0.01	-
Total	4,598,265		

11. Other Equity

(Rs. in Lakhs)

Particulars	2022	2021
Security Premium		
Opening Balance	2,966.39	2,966.39
Add / (Less): Changes during the year	-	-
Add: Premium on share capital	-	-
Less: Utilized/transfer during the period	-	-
Closing Balance	2,966.39	2,966.39
Profit & Loss A/c		
(i) Opening Balance	15,803.82	15,350.09
Add/(Less): Changes during the year	-	-
Less: Transitional Adjustments	-	-
Deferred Tax on account of IND AS	-	-
Expected Credit Loss	-	-
Finance cost de-recognised based on effective interest cost	-	-
Measurement of Employee benefit at Fair Value	-	-
Actuarial Gain/(loss) in OCI	92.56	74.72
(ii) Add: Profit for the year	6,016.04	829.29
Less: Proposed Dividend (@ 10% on paid up capital)	375.56	375.56
Less: Dividend Distribution Tax	-	-
Net Profit Transfer to Reserves	5,640.48	453.73
Closing Balance	21,444.30	15,803.82
	24,503.25	18,844.93

12. Borrowings

(Rs. in Lakhs)

Particulars	2022		2021	
	Current	Non Current	Current	Non Current
Secured Borrowings:				
loans from Banks				
- Term Loans (#1)		8,934.55		10,236.62
- Hypothecation Loans for Vehicles (#2)		34.75		6.31
Working Capital facilities (#3)	24,248.23	-	24,655.21	-
Unsecured Borrowings		-		-
Total	24,248.23	8,969.30	24,655.21	10,242.93
Add: Current Maturities of Long Term Debt	3,826.02	-	2,727.59	
	28,074.25	8,969.30	27,382.80	10,242.93

Terms and conditions

#1. Details of Term Loans from Banks are as follows:

Name of the Lender	Date of Sanction	Amount Sanctioned (Rs. in lakhs)	Rate of Interest	Repayment Schedule	Details of Security
BDCC Bank	13.06.2017	4,000.00	13.00%	Repayable in 26 equal quarterly installments of Rs.166.66 lakhs	Charge on all the Movable & Immovable Assets of the sugar factory
BDCC Bank	29.05.2018	3,000.00	13.00%	Repayable in 20 equal quarterly installments of Rs.150.00 lakhs	Charge on all the Movable & Immovable Assets of the Co-gen plant
BDCC Bank	06.09.2018	2,500.00	13.00%	Repayable in 20 equal quarterly installments of Rs.125.00 lakhs	Charge on all the Movable & Immovable Assets of the Co-gen plant
BDCC Bank	29.05.2019	1,842.00	13.00%	Repayable in 12 equal Monthly installments of Rs.153.50 lakhs	Pledge of Sugar Stocks
BDCC Bank	05.09.2018	2,250.00	13.00%	Repayable in 24 equal Quarterly installments of Rs.112.50 lakhs	Charge on all the Movable & Immovable Assets of the Distillery Unit
Bank of India	16.03.2021	4,428.00	8.35%	Repayable in 48 equal Monthly installments of Rs.108.92 lakhs	2nd Charge on Fixed Assets on Sugar, Cogen & Distillery Unit

#2. Details of Vehicle Loans from Banks are as follows:

Name of the Lender	Amount Sanctioned (Rs. In lakhs)	Rate of Interest	Repayment Schedule	Details of Security
Bank of India Hero HFB Delux	25.00	9.20%	Repayable in monthly installments of Rs. 0.80 lakhs each	Vehicles
Sate Bank of India, ZLX Bolero Loan	9.00	9.00%	Repayable in monthly installments of Rs. 0.19 lakhs each	Vehicles
Sate Bank of India, Carnival Loan	28.00	8.35%	Repayable in monthly installments of Rs. 0.83 lakhs each	Vehicles

#3. The Working Capital Loan is in the form of Cash credit from Bank of India & State bank of India was secured by pledge of sugar and Other Stock and Receivables.

13. Long Term Provisions

(Rs. in Lakhs)

Particulars	2022	2021
Employee Benefits		
Gratuity	289.20	273.51
	289.20	273.51

14. Deffered Tax (Assets)/Liabilities

(Rs. in Lakhs)

Particulars	2022	2021
Opening Balance	(81.40)	(100.88)
Add : Mat Credit Entitlement	2,567.21	-
Less : On account of depreciation & Accumulated Losses	(23.14)	170.73
Add : On account of Provision for gratuity	13.07	11.55
Less: Accumulated loss c/f now setoff	(1123.06)	0.00
Closing Balance (Assets)/Liabilities	1352.68	81.40

#refer Note-28

15. Other Non Current Liabilities & Current liabilities

(Rs. in Lakhs)

Particulars	2022		2021	
	Current	Non Current	Current	Non Current
Statutory Dues Payable	359.40	-	2806.23	-
Other Payables	248.75	-	216.80	-
Total	608.14	-	3023.03	-

16. Trade Payables

(Rs. in Lakhs)

Particulars	2022	2021
Due to Micro & Small Enterprises	-	-
Dues to others		
For Others	9375.68	6674.48
Total	9375.68	6674.48

Note:- 1. There is no sufficient information available with the company regarding Micro and Small enterprises Vendors, hence it is not possible to identify vendors as Micro and Small enterprises

2. For Ageing schedule of Trade payable refer note no.51

17. Other financial liabilities

(Rs. in Lakhs)

Particulars	2022	2021
Trade Deposits & Advances	91.70	61.37
Other Financial Liabilities	548.40	260.76
Total	640.10	322.13

18. Provisions

(Rs. in Lakhs)

Particulars	2022	2021
Gratuity Provision (#refer Note-38)	17.05	14.74
Provision for tax	347.44	211.37
Proposed Dividend on Equity shares	375.56	375.56
Total	740.05	601.68

19. Revenue from operations

(Rs. in Lakhs)

Particulars	2022	2021
Sales (Inclusive of Excise duty)	46,593.73	41,010.01
Other Operating Revenue (Export & Buffer stock Subsidy)	281.37	1,636.37
Revenue from operations	46,875.10	42,646.38

20. Other income

(Rs. in Lakhs)

Particulars	2022	2021
Dividend Income	13.71	-
Rental Income	82.86	2.31
Insurance Claims and Income	31.97	29.63
Other Non - Operating Income	23.77	29.47
Balances Written - off	-	-
Total	152.31	61.41

21. Cost of materials consumed

(Rs. in Lakhs)

Particulars	2022	2021
Raw Materials Consumed	37,737.25	30,202.84
Stores, Spares, Chemicals & Packing Materials Consumed	1,416.31	916.87
Total	39,153.56	31,119.71

22. Changes in inventories

(Rs. in Lakhs)

Particulars	2022	2021
Raw Material		
Opening	7,250.89	2,933.27
Closing	11,275.67	7,250.89
	(4,024.78)	(4,317.62)
Work-in-progress		
Opening	-	-
Closing	-	-
	-	-
Stores & Spares		
Opening	-	-
Closing	-	-
	-	-
Finished goods		
Opening	20,467.65	25,330.87
Closing	24,374.29	20,467.65
	(3,906.64)	4,863.22
Total	(7,931.42)	545.60

23. Other Manufacturing Expenses

(Rs. in Lakhs)

Particulars	2022	2021
Processing, Transportation and Other Charges	1,435.89	588.18
Power & Fuel	1,190.28	451.33
Repairs - Plant & Machinery	936.94	929.26
Total	3,563.11	1,968.77

24. Employee benefits expense

(Rs. in Lakhs)

Particulars	2022	2021
Salaries and Wages to employees	1,556.47	1,158.20
Contribution to Provident and other Funds	127.52	103.74
Staff Welfare Expenses	150.87	122.15
Total	1,834.86	1,384.09

25. Finance costs

(Rs. in Lakhs)

Particulars	2022	2021
Interest Expense	3,097.18	3,449.60
Other borrowing costs	130.73	116.12
Total	3,227.91	3,565.72

26. Other expenses

(Rs. in Lakhs)

Particulars	2022	2021
Rent	8.73	8.87
Advertisement, Publicity & Sales Promotion	277.96	216.28
Insurance	133.66	126.53
Travelling Expenditure	34.11	11.54
Vehicle Running & Maintenance	311.55	274.85
Printing & Stationery	7.67	7.56
Communication Expenses	7.18	7.09
Legal, Professional & Consultancy Charges	115.48	117.50
Discount, Rebate & Commission on Power sale	131.05	136.04
Loss/(Gain) on Sale / Disposal of Fixed Assets	-	17.27
Freight Charges	14.84	4.53
Donation	-	3.00
Licence Fees & Taxes	184.87	129.18
Corporate Social Responsibility Expenses	-	-
Other Miscellaneous Exp	208.94	110.25
Expected Credit Loss	(525.91)	255.72
Total	910.13	1,426.21

27. Corporate Social Responsibility expenditure

(Rs. in Lakhs)

Particulars	2022	2021
a) Amount required to be spent	-	-
b) Amount Spent	-	-

The Company is not liable to Corporate Social Responsibility expenditure as per company's act, 2013 during the reporting period.

28. Tax expenses:**(a) Income tax expense recognised in the statement of profit and loss**

(Rs. in Lakhs)

Particulars	2022	2021
a) Current Tax	347.44	211.37
b) Deferred Tax	(1434.08)	182.28
c) Excess tax provision reversed FY 2020-21	(211.37)	-

(b) Deferred tax assets & Liabilities:

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the items that created these differences is given below:

(Rs. in Lakhs)

Particulars	2022	2021
Deferred tax(assets)/liabilities:		
Property, plant and equipment	(23.14)	136.77
MAT Credit Entitlement	2567.21	(211.37)
Accumulated Losses	(1123.06)	268.44
43B Disallowances	13.07	(11.55)
Net deferred tax (assets)/liabilities	1434.08	182.28

(c) Income tax expense recognised in other comprehensive income.

(Rs. in Lakhs)

Particulars	2022	2021
a) Tax effect on re measurement of defined benefit obligation	-	-

29. Auditors Remuneration.

(Rs. in Lakhs)

Particulars	2022	2021
a) Audit fees	5.00	5.00
b) For Other Matters	2.00	2.00
TOTAL	7.00	7.00

30. Earnings per Share

(Rs. in Lakhs)

Particulars	2022	2021
Net Profit attributable to equity holders	6033.88	829.29
Weighted average number of equity shares	3755.60	375.56
Total weighted average number of equity shares outstanding at the end of the year	3755.60	375.56
Add : Effect of division of face value of equity shares *	-	-
Add: Effect of Bonus Equity shares issued	-	-
Total weighted average number of equity shares outstanding at the end of the year	3755.60	375.56
Nominal Value per Equity Share*	2	10
Basic EPS (In Rs.)	3.21	2.11
Diluted EPS (In Rs.)	3.21	2.11

* The Rs.10/- face value Equity shares of the company has been sub-divided into Face value of Rs.2/- per share w.e.f from 22nd october,2021.

31. Contingent liabilities and commitments.

(Rs. in Lakhs)

Particulars	2022	2021
a) Court Cases	1,315.08	1,315.08
b) Bank Guarantee	218.37	144.26
c) EPCG Export Obligation	289.99	289.99
Total	1,823.44	1,749.33

* In respect of above matters, future cash outflows in respect of contingent liabilities are determinable only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

32. Related Parties

In accordance with the provisions of Ind AS 24 “Related Party Disclosures” and the Companies Act, 2013, Company’s Directors, members of the Company’s Management Council and Company Secretary are considered as Key Management Personnel. List of Key Management Personnel of the Company is as below:

2022	2021
Mr. Umesh V Katti	Mr. Umesh V Katti
Mrs. Sheela UmeshKatti	Mrs. Sheela UmeshKatti
Nikhil U Katti	Nikhil U Katti
Lava R Katti	Lava R Katti
Kush R Katti	Kush R Katti
Mukesh Kumar	Mukesh Kumar
Mallikarjun J Pujar	Mallikarjun J Pujar
CS PriyaDedhia	CS SnehaPatil
Mr. Sheshagiri H. Kulkarni	CS PriyaDedhia
	Mr. Sheshagiri H. Kulkarni

**Key Managerial Personnel who are under the employment of the Company are entitled to post employment benefits recognised as per Ind AS 19 -Employee Benefit. As these employee benefits are lump sum amounts provided on the basis of actuarial valuation, the same is not included above*

The following is a summary of significant related party transactions:

(Rs. in Lakhs)

Name of Related Party	As at 31st March, 2022	As at 31st March, 2021
DIRECTORS REMUNERATION		
Mr.NikhilKatti	36.00	36.00
Mr. Mukesh Kumar	27.00	27.00
Mr.LavaKatti	24.00	24.00
Mr.KushKatti	24.00	24.00
SALARY		
Mr.MallikarjunPujar	8.53	8.57
Mrs.SnehaPatil	0.00	4.78
Mr.Sheshagiri Kulkarni	7.75	6.23
Mrs.PriyaDedhia	3.00	0.40
PURCHASES		
Mr.Umesh V. Katti	7.49	11.02
Mr.Ramesh V Katti	10.78	34.72
Mrs.SheelaUmeshKatti	0.00	27.93
Mr.NikhilKatti	57.46	21.26
Mr.LavaKatti	28.59	29.10
Mr.KushKatti	33.53	13.26
Mr.MallikarjunPujar	9.43	0.00
PURCHASE ADVANCE		
Mr.Nikhil U Katti	40.78	40.78
Mr.Lava R Katti	52.47	52.47
Mr.Kush R Katti	57.24	57.24
LEASE SECURITY DEPOSIT		
Mr.NikhilKatti	200.00	200.00

**In accordance with the applicable provisions of the Income Tax Act, 1961, the Company is required to use certain specified methods in assessing that the transactions with the related parties, are carried at an arm's length price and is also required to maintain prescribed information and documents to support such assessment. The appropriate method to be adopted will depend on the nature of transactions / class of transactions, class of associated persons, functions performed and other factors as prescribed. Based on certain internal analysis carried out, management believes that transactions entered into with the related parties were carried out at arm's length price.*

Associates / Enterprises over which directors and / or their relatives has significant influence

2022	2021
U R Agrofresh Private Limited	U R Agrofresh Private Limited
Vishwaraj Infrastructure Private Limited	Vishwaraj Infrastructure Private Limited
UK27 Hospitality Services (India) Limited	UK27 Hospitality Services (India) Limited
M/s Vishwaraj Developers	M/s Vishwaraj Developers
VishwarajEncivil India Private Limited	VishwarajEncivil India Private Limited
UK Ventures	-

The following is a summary of significant related transactions with the entities having significant influence.

(Rs. in Lakhs)

Name of Related Party	As at 31st March, 2022	As at 31st March, 2021
UR Agro Fresh Private Limited		
Sales during the year	121.50	57.83
Receivables	70.91	42.32
Advances		
Opening Balance o/s	325.00	325.00
Advances given during the year	0.00	0.00
Closing Balance o/s	325.00	325.00
UK 27 Hospitality services (India) Limited		
Sales	1.27	1.09
Receivables	0.17	0.37
TA & DA Expenses	1.49	0.43
TA & DA Payable Outstanding	0.48	0.00
Vishwaraj Developers		
Sales	0.00	0.00
Receivables	0.00	0.58

33. Fair value measurements
(i) Financial instruments by category

(Rs. in Lakhs)

Particulars	For the year ended 31 March 2022		For the year ended 31 March 2021	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
Financial assets				
Investments	130.74	-	130.74	-
Loans	-	-	-	-
Trade Receivables	3,224.51	-	2,996.99	-
Cash & Cash Equivalents	1,226.70	-	4,837.22	-
Bank Balances other than cash & cash Equivalents	89.35	-	48.60	-
Other Financial Assets	515.49	-	387.75	-
Financial Liabilities				
Borrowings	-	37,043.55	-	34,898.14
Trade Payables	9,375.68	-	6674.48	-
Other Financial Liabilities	640.10	-	322.13*	-

*Regrouped as per Revised schedule iii.

The management considers that the carrying amount of financial assets and financial liabilities carried at amortised cost approximates their fair value.

34. Earnings/expenditure in foreign currency:**Expenditure in Foreign currency:**

(Rs. in Lakhs)

Particulars	2022	2021
Earnings in Foreign currency	-	-
Expenditure in Foreign currency		
- USD	3.98	3.90
- Euro	90.25	0.00
Advance Amount Return		
- USD	0.00	78.22
Machinery Return		
- Euro	0.00	10.17

35. Segment Reporting:

The company has identified products wise and unit wise segments i.e. Sugar, Co-generation, Distillery, Vinegar & IML at factory site, respectively of Products & Unit based on return and risk .Hence, the same becomes the reportable segments for the Company. Accordingly, the Company has above operating and reportable segment, the disclosure requirements specified in paragraphs 22 to 30 are made. Accordingly, the Company shall present entity-wide disclosures enumerated in paragraphs 32, 33 and 34 of Ind AS 108.

36. Financial Risk Management:

The Company's activities expose it to a variety of financial risks, including credit risk and Market risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors, risk management committee and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

A. Credit Risk:

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of expected losses in respect of trade and other receivables.

Trade and Other Receivables -The Company uses Expected Credit Loss (ECL) model for assessing the impairment loss on trade and other receivables. For this purpose, the Company uses a provision matrix to compute the expected credit loss amount for trade receivables. The provision matrix takes into account external and internal credit risk factors and historical data of credit losses from various customers. The management believes that there is no change in allowance for credit losses for the periods presented.

Financial assets that are neither past due nor impaired

None of the Company's cash equivalents, including term deposits were past due or impaired for the periods presented.

The Company's credit period for customers generally ranges from 30 - 90 days.

B. Market Risks:

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates and commodity prices) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short-term and long-term borrowings. The Company is exposed to market risk primarily related to foreign exchange rate risk and interest rate risk. Thus, the Company's exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currencies

C. Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to

interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates. Further, the Company's investments in deposits is with banks and electricity authorities and therefore do not expose the Company to significant interest rates risk. The Company's variable rate borrowing is subject to interest rate risk. However, the management considers the impact of fair value interest rate risk on variable rate borrowings to be immaterial.

37. Capital Management

The Company's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

(Rs. in Lakhs)

Particulars	2022	2021
Total Debt	37,043.55	48601.96
Less: Cash and cash equivalents	1,226.70	4837.22
Net Debt	35816.85	43764.74
Equity Share Capital	3755.60	3755.60
Other Equity	24503.25	18844.93
Total Equity Attributable to Owners	28258.55	22600.53
Net Debt to Equity Ratio	1.26 : 1	1.94 : 1

38. Gratuity

The Company provides for gratuity for employees in India as per the Payment of the Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionally for 15 days salary multiplied for the number of the years of service up to a maximum of ₹10 Lakhs.

(i) The assumptions used in accounting for the gratuity plan are set out as below:

(Rs. in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Future Salary rise	7.00%	7.00%
Discount rate	7.25%	7.00%
Mortality	IALM 2012-14	IALM 2012-14
Withdrawal rate	5%	5%

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotions and other relevant factors such as supply and demand in the employment market. The Company evaluates these assumptions annually based on its long term plans of growth and industry standards

The components of gratuity cost recognised in the statement of profit and loss consist of the following:

(Rs. in Lakhs)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current Service Cost	31.03	29.88
Interest cost	20.90	14.56
Gratuity cost recognised in statement of profit and loss	51.93	44.44

Details of the employee benefits obligations and plan assets are provided below:

(Rs. in Lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Present value of funded obligations	306.25	288.25
Fair value of plan assets	-	-
Net defined benefit liability recognized	306.25	288.25

Details of changes in the present value of defined benefit obligations are as follows:

(Rs. in Lakhs)

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Defined benefit obligations at the beginning of the year	288.25	208.02
Current service cost	31.03	29.88
Interest Cost	20.90	14.56
Remeasurement - Actuarial (gain)/loss on obligation	(17.84)	35.78
Benefits paid during the year	(16.09)	-
Defined benefit obligations at the end of the period/ year	306.25	288.25

However the company has not invested the Gratuity provision made in any manner prescribed under Payment of Gratuity Act, 1972.

Additional Disclosures to Notes to Financial Statements

39. Accounting for Goods & Service Tax (GST):

- The GST paid on purchase of Raw-material has been treated as cost of stock and cost of Raw-materials.
- The GST Input Tax Credit (ITC) benefit attributable to acquisition & construction of fixed Assets (other than civil works) is netted against the cost of fixed Assets in accordance with guidance note issued by ICAI and no depreciation is claimed on that part of Assets.
- GST Input Tax Credit (ITC) benefit attributable to purchase of inputs has been reduced from Manufacturing expenses.

During the year the Company has availed the GST Credit and utilized as under.

(In Rs.)

GST CREDIT	Op. Balance (Dr)	Credit	Debit	Cl. Balance (Dr)
1 CGST Credit	25,62,917.00	2,20,05,730.00	22714136.00	3271323.00 Dr
2 IGST Credit	23,30,674.00	7,07,25,892.00	74501322.90	6106104.90 Dr
3 SGST Credit	25,62,917.00	2,36,56,116.00	22714136.00	1620937.00 Dr
Total GST Credit	44,99,875.00	11,99,29,594.90	11,63,87,738.00	1,09,98,364.90

40. Secured Loans:

As on 31.03.2022, the Term Loan under SOFT Loan Scheme outstanding as under

- The B D C C Bank Ltd, Main Branch Belagavi Rs. 767.50 Lakhs

As on 31.03.2022, the Term Loan For Sugar Exp outstanding as under

- The B D C C Bank Ltd, Main Branch Belagavi Rs. 1499.95 Lakhs

As on 31.03.2022, the Term Loan For Co gen Hypothication outstanding as under

- The B D C C Bank Ltd, Main Branch Belagavi Rs. 750.00 Lakhs
- The B D C C Bank Ltd, Main Branch Belagavi Rs. 875.00 Lakhs

As on 31.03.2022, the Term Loan For Distillery Expansion outstanding as under

- The B D C C Bank Ltd, Main Branch Belagavi Rs. 2025.00 Lakhs

As on 31.03.2022, the Bank of India GECL Loan outstanding as under

- The Bank of India, Shahapur Branch, Belagavi Rs. 4349.76 Lakhs

The State Government of Karnataka vide its order CI.118,SPI.2021, Bengaluru Dated:04.06.2021 has agreed for Conversion of Purchase tax payable as 'Interest free loan on conversion of Purchase tax payable' and repayable in 10 years beginning from the year 2021. Balance as on 31.03.2022 is Rs.2493.35 Lakhs.

The Working Capital Loan in the form of Cash Credit from Bank of India & State Bank of India Cash Credit was secured by pledge of Sugar. The Loan outstanding as on 31.03.2022 is as under.

- Bank of India, Shahapur Branch, Belagavi Rs. 8483.72 Lakhs
- State Bank of India, SME Branch, Belagavi Rs. 6509.27 Lakhs

The Working Capital Loan in the form of Cash Credit Hypothecation from Bank of India was secured by pledge of Other Stocks. The Loan outstanding as on 31.03.2022 is as under.

1. Bank of India, Shahapur Branch, Belagavi Rs. 1255.24 Lakhs

The Term Hypothecation Loan Details:

Sl.No	Particulars	Rs.in Lakhs	Bank Name
1	Hero HF Delux	0.16	Bank of India
2	Bolero ZLX	6.65	SBI Belagavi
3	Carvinal	27.94	SBI Belagavi

The Term Hypothecation Loan is secured by respective Hypothecation of Vehicles.

The Term Loan Installments due during next 12 months have been included under Other Current Liabilities.

41. Auditors Remuneration:

(In Rs.)

Sl. No	Particulars	2021-22	2020-21
1	Statutory Audit Fees	5,00,000.00	5,00,000.00
2	For Other Matters	2,00,000.00	2,00,000.00

The above Remuneration is exclusive of GST.

42. i) Distillery Unit:

(In Rs.)

Sl. No	Particulars	Unit	2021-22	2020-21
a)	Licensed Capacity Rectified Spirit	Ltrs	1,00,000	1,00,000
b)	Installed Capacity Rectified Spirit	Ltrs	1,00,000	1,00,000
c)	Licensed Capacity Neutral Spirit	Ltrs	50,000	50,000
d)	Installed Capacity Neutral Spirit	Ltrs	50,000	50,000
e)	Licensed Capacity Ethanol	Ltrs	1,00,000	1,00,000
f)	Installed Capacity Ethanol	Ltrs	1,00,000	1,00,000

ii) Co-generation Unit:

Sl. No	Particulars	Unit	2021-22	2020-21
a)	Licensed Capacity Electricity	MW	36.4	36.4
b)	Installed Capacity Electricity	MW	36.4	36.4

iii) Sugar Unit:

Sl. No	Particulars	Unit	2021-22	2020-21
a)	Licensed Capacity Sugar Cane	MT	11000	11000
b)	Installed Capacity Sugar Cane	MT	11000	11000

iv) IML Unit:

Sl. No	Particulars	Unit	2021-22	2020-21
a)	Licensed IML Bottling	CB	5,000	5,000
b)	Installed IML Bottling	CB	5,000	5,000

v) Natural Alcoholic Vinegar:

Sl. No	Particulars	Unit	2021-22	2020-21
a)	Licensed	Ltrs	75,000	75,000
b)	Installed	Ltrs	75,000	75,000

Note: The Installed capacity is certified by a Director and being a technical matter same is accepted by the Auditors without verification.

43. Production:

(In Rs.)

Particulars	Unit	2021-22 Qty	2020-21 Qty
Distillery Unit			
Rectified Spirit	KL	370.60	280.75
Extra Nautral Spirit	KL	130.38	831.25
M. G. Spirit	KL	19.79	56.15
Ethanol(Syrup)	KL	11,705.56	7,512.09
Ethanol (B Heavy)	KL	13,622.95	675.58
M G Spirit (B Heavy)	KL	9.02	31.09
Rectified Spirit (B Heavy)	KL	1,412.70	638.31
Rectified Spirit (Syrup)	KL	298.61	0.00
Co-gen Unit			
Electricity	KWh	9,17,49,000	8,80,49,800
Sugar Unit			
Sugar	Qtls	9,27,000.00	7,93,200.00
Molasses (B Heavy)	MT	64,300.00	52,770.60
Bagasse	MT	3,11,120.00	2,57,705.00
Compost	MT	12,578.00	10604.00
Syrup	MT	38,800.44	28,688.28
Vinegar Unit			
Natural Alcoholic Vinegar	Ltrs	1,37,79,000.00	86,52,000.00

44. Turnover

GST CREDIT	Unit	2021-22		2020-21	
		Qty	Value in Lakhs	Qty	Value in Lakhs
Distillery Unit					
Rectified Spirit	KL			--	--
Extra Natural Spirit	KL	39.81	21.69	1450.49	812.75
Ethanol (Syrup)	KL	11,467.00	7,256.42	7488.00	4691.23
Ethanol (B Heavy)	KL	13,435.00	7,764.43	617.00	355.45
Liquid Carbon Di Oxide	KG	4,12,860.00	9.49	--	--
Co-Gen Unit					
Electricity	KWh	5,14,12,850	2,480.75	5,66,12,250	2,678.80
Boiler Ash	MT	--	14.02	--	10.98
Sugar Unit					
Sugar	QTLS	8,28,756.00	26,842.12	9,40,725.00	29,800.92
Scrap	-	--	133.26	--	147.14
Compost	Bags	2,24,352	302.36	1,28,571	155.37
Compost	MT	0.00	0.00	959.50	22.85
Mollasses	MT	0.00	0.00	23,714.11	2,377.41
Bagasse	MT	8,096.89	121.45	4,956.82	74.35
Vinegar Unit					
Natural Alcoholic Vinegar	Ltrs	1,35,74,554.00	1,929.48	95,38,846.00	1,319.30
Total	-		46,742.25		42,446.56

45. Consumption of Raw Materials:

GST CREDIT	Unit	2021-22		2020-21	
		Qty	Value in Lakhs	Qty	Value in Lakhs
Distillery Unit					
Molasses	MT	0.00	0.00	104.16	10.42
Molasses (B Heavy)	MT	47,531.96	6416.81	4,476.46	559.56
Chemicals	-	--	241.39	--	102.84
R.S. (Captive)	Ltrs	140321.30	65.95	8,59,502.90	403.96
M G Spirit	Ltrs	415304.80	145.35	2,42,319.80	84.81
M G Spirit (B Heavy)	Ltrs	9019.9	3.16	31,856.60	11.15
Syrup	MT	38098.28	5339.03	24,013.13	3,197.43
Co-generation Unit					
Bagasse	MT	243109	4254.40	2,34,929.54	3,523.94
Coal including Distillery	MT	12673.38	893.43	6,747.94	302.10
Chemicals	-	--	105.38	--	77.22
Sugar Unit					
Sugar Cane	MT	11,01,936.28	37759.57	9,08,954.57	29,492.45
Chemicals	-	--	602.04	--	402.73
Vinegar Unit					
Chemicals	-	--	38.27	--	12.60
R S Consumption	Ltrs	16,75,000.00	787.25	11,00,000.00	517.00

46. Opening Stock:

GST CREDIT	Unit	2021-22		2020-21	
		Qty	Value in Lakhs	Qty	Value in Lakhs
Distillery Unit					
Rectified Spirit	Ltrs	1,64,568.50	77.35	2,05,945.30	96.79
Extra Neutral Spirit	Ltrs	56,965.10	31.90	6,77,003.70	338.50
M G Spirit	Ltrs	1,33,637.40	46.77	0.00	0.00
Ethanol (Syrup)	Ltrs	21,422.30	13.42	0.00	0.00
Ethanol (B Heavy)	Ltrs	58,432.70	33.66	0.00	0.00
Co-generation Unit					
Coal	MT	00.00	00.00	2,218.50	119.00
Bagasse	MT	39,441.00	591.62	21,622.36	432.44
Sugar Unit					
Sugar	Qtls	6,17,421	19,090.06	7,64,946	23,713.32
Molasses (S)	MT	48,294.14	6,036.77	23,818.27	2381.83
Compost	MT	27,043.89	1,081.76	23,827.94	953.11
Syrup	MT	4,675.15	622.51	0.00	0.00
Vinegar Unit					
Vinegar	Ltrs	6,62,380.00	92.73	16,97,226.00	229.13
Total			27,718.54		25,330.87

47. Closing Stock:

GST CREDIT	Unit	2021-22		2020-21	
		Qty	Value in Lakhs	Qty	Value in Lakhs
Distillery Unit					
Rectified Spirit	Ltrs	0.00	0.00	1,64,568.50	77.35
Rectified Spirit (B Heavy)	Ltrs	2,33,269.20	109.64	0.00	0.00
Rectified Spirit (Syrup)	Ltrs	1,02,361.40	48.11	0.00	0.00
Extra Neutral Spirit	Ltrs	1,47,495.80	82.60	56,965.10	31.90
M G Spirit	Ltrs	8,240.70	2.88	1,33,637.40	46.77
Ethanol (Syrup)	Ltrs	2,56,787.50	162.93	21,422.30	13.42
Ethanol (B Heavy)	Ltrs	2,44,584.50	141.42	58,432.70	33.66
Co-generation Unit					
Bagasse	MT	99,355.11	1,738.71	39,441.00	591.62
Sugar Unit					
Sugar	Qtls	7,15,665	23,012.70	6,17,421	19,090.06
Molasses (B Heavy)	MT	65,062.18	8,783.39	48,294.14	6,036.77
Compost	MT	28,404.29	568.08	27,043.89	1,081.76
Syrup	MT	5,377.31	753.57	4,675.15	622.51
Vinegar Unit					
Vinegar	Ltrs	6,73,826.00	94.34	6,62,380.00	92.73
Rectified Spirit	Ltrs	3,22,536.00	151.59		
Total			35,649.97		27,718.54

48. CIF Value of Imports and Export in Foreign Currencies Paid:

CIF Value of Import	Currency	2021-22	2020-21
Vinegar Chemical Charges	EURO	28298.00	0.00
Kasurth Certification Plant Fees	USD	5375.00	5115.00
Vinegar Machinery Parts	EURO	73,770.40	0.00
CIF Value of Export	Currency	2021-22	2020-21
Denature Spirit Sales Advance Amount	USD	0.00	0.00
Vinegar Machinery Re-export	EURO	0.00	12660.00
Denature Spirit Sales Advance Amount Return	USD	0.00	1,03,430.00

49. Provisions and Contingent liabilities:

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

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Such liabilities are disclosed by way of notes to the financial statements. No disclosure is made if the possibility of an outflow on this account is remote.

Sl. No	Particulars	Amount in Lakhs
1	Central Excise, Belgaum Show Cause Notice	87.85
2	Central Excise, Bangalore (Appeals)	974.43
3	High Court, Karnataka, Appeal for Sugar Cess	252.80
4	Bank of India, Shahapur Branch, Belgaum Bank Gaurantee (IOCL)	55.45
5	Bank of India, Shahapur Branch, Belgaum Bank Gaurantee (HPCL)	35.75
6	Bank of India, Shahapur Branch, Belgaum Bank Gaurantee (IOCL)	55.02
7	Bank of India, Shahapur Branch, Belgaum Bank Gaurantee (BPCL)	44.53
8	Bank of India, Shahapur Branch, Belgaum Bank Gaurantee (IOCL)	16.06
9	Bank of India, Shahapur Branch, Belgaum Bank Gaurantee (HPCL)	11.55
10	Export Duty (EPCG Scheme) (IML Packing Machinery)	289.99
	Total	1823.44

50. Trade Receivable Ageing schedule: for the year 2021-22

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment#					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	2,930.82	30.67	160.04	72.07	754.23	3,947.82
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

Trade Receivable Ageing schedule: for the year 2020-21

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment#					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	1,023.34	46.52	590.97	1,820.98	764.41	4,246.22
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

51. Trade Payable Ageing schedule: for the year 2021-22

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment#				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i. MSME	-	-	-	-	-
ii. Others	8,838.15	7.04	73.85	405.71	9,324.75
iii. Disputed dues-MSME	-	-	-	-	-
iv. Disputed dues-Others	-	-	-	-	-
Total	8,838.15	7.04	73.85	405.71	9,324.75

Trade Receivable Ageing schedule: for the year 2020-21

Particulars	Outstanding for following periods from due date of payment#				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i. MSME	-	-	-	-	-
ii. Others	6,154.14	128.72	9.06	382.56	6,674.48
iii. Disputed dues-MSME	-	-	-	-	-
iv. Disputed dues-Others	-	-	-	-	-
Total	6,154.14	128.72	9.06	382.56	6,674.48

52. Title Deeds of Immovable Properties of the company not held in the name of the Company as on 31-03-2022:

Reason: Properties are being held by way of General Power of Attorney in the name of Shri. Mallikarjun Kadayya Pujar, present CAO of the Company held on behalf of the Company

Relevant line item in the Balance sheet	Description of item of Property	Gross carrying value	Title Deeds held in the name of:	Whether title deed holder is promoter/ Director/ Relative of Promoter of Director or Employee of Promoter / Director	Property held since which date
Land	204/2A	3	Shri Jotiba Bharmanna More	NO	30.12.2016
Land	206/A	5	1. Shri Narayan Balkrishna Sutar 2. Shri Chudappa Balkrishna Sutar	NO NO	30.12.2016
Land	206/B	6	1. Smt.Savitri W/O Yallappa Pawashe 2. Smt.Janabai W/O Dhankalu Gurav 3. Shri Yallappa S/O Dhakalu Gurav	NO NO NO	14.03.2017
Land	207/1	8.1	1. Smt. Renuka W/O Late Tippanna Talwar 2. Shri. Nagaraj S/O. Tippanna Talwar	NO NO	28.12.2018
Land	206/1	7.43	Shri. Rajaram Balappa Chigare	NO	28.12.2018
Land	207/1	8.1	Shri. Monappa Ganesh Talwar	NO	28.12.2018
Land	207/1	8.1	1. Smt. Anandi W/O. Late Dudappa Talwar 2. Shri. Pundalik S/O. Dudappa Talwar Talwar 3. Smt. Mayuri W/O. Pundalik Talwar 4. Shri. Bharat S/O. Dudappa Talwar	NO NO NO NO	28.12.2018

Land	206/A	6.75	1. Shri Shanlkar Arjun Gurav 2. Shri Bharna Arjun Gurav 3. Devappa Arjun Gurav	NO NO NO	28.12.2018
Land	206/A	2.7	Shri. Devappa Kumanna Gurav	NO	28.12.2018
Land	207/1	8.1	1. Smt. Laxmi W/O. Late Yavagappa Talwar 2. Shri. Pandurang S/O. Yavagappa Talwar 3. Smt. Droupada W/O. Pandurang Talwar 4. Shri. Balu S/O. Yavagappa Talwar	NO NO NO NO	28.12.2018
Land	206/A	7.43	Shri. Maruti Yallappa Humbarwadi	NO	28.12.2018
Land	206/A	2.93	Shri. Raghunath Krishna Hurakadli	NO	28.12.2018
Land	206/A	10.13	1. Shri. Jayram Kallappa Patil 2. Smt. Madhu Jayram Patil 3. Smt. Sushma Madhu Patil 4. Shri. Pundalik Jayram Patil	NO NO NO NO	28.12.2018
Land	206/B	5.85	Smt. Yeshodha Parashuram Gawade	NO	28.12.2018
Land	206/A	2.93	Shri. Ravalu Shankar Motankar	NO	28.12.2018
Land	206/A	9	Shri. Narayan Krishna Yallurkar	NO	28.12.2018
Land	207/1	8.1	Shri. Babu Basawant Talwar	NO	28.12.2018
Land	206/A	9	Shri. Babu Somanna Motankar	NO	28.12.2018
Land	206/A	3.75	Shri. Rajaram Vasu Golyalkar	NO	09/07/2021
Land	206/A	7.5	Shri. Mallppa Vasu Golyalkar	NO	09/07/2021
Land	206/A	3.75	Shri. Govind Vasu Golyalkar	NO	09/07/2021
Land	206/A	3.75	Shri. Nago Somanna Motankar	NO	09/07/2021
Land	206/A	3.75	Shri. Rama Yallappa Gavali	NO	09/07/2021
Land	206/A	7.5	Shri. Gangaram Tanji Gavali	NO	09/07/2021
Land	206/A	6	Shri. Jayram Kumanna Gurav	NO	09/07/2021
Land	206/A	3.75	Shri. Marutirao @ Maruti Somanna @ Somanath Motankar	NO	09/07/2021
Land	206/A	3.83	1. Smt. Anandabai W/O. Late Narayan Sutar 2. Shri. Pandu S/O Narayan Sutar 3. Smt. Pooja W/O Pandu Sutar 4. Shri Vishwanath S/O. Narayan Sutar 5. Smt. Laxmi W/O. Vishwanath Sutar 6. Smt. Vaishali W/O Suresh Kammar	NO NO NO NO NO NO	09/07/2021
Land	206/A	1.5	1. Shri. Gangaram S/O. Late Kallappa Patil 2. Smt. Renuka W/O. Gangaram Patil	NO NO	12/07/2021
Land	206/A	2.03	Shri. Yallappa Nagappa Gurav	NO	12/07/2021
Land	206/A	1.5	1. Shri. Parashram Gavadu Patil 2. Smt. Malu W/O. Parashuram Patil 3. Smt. Deepa W/O. Dinesh Bilagoji	NO NO NO	12/07/2021
Land	206/A	1.73	Shri. Dashrath Yallappa Chigare	NO	12/07/2021
Land	206/A	2.63	Shri. Khirappa Devappa Sutar	NO	12/07/2021
Land	206/A	2.55	Smt. Laxmi W/O. Vasant Sutar Shri. Devendra S/O. Late Vasant Sutar Smt. Rekha W/O. Devendra Sutar	NO NO NO	12/07/2021

Land	206/A	2.4	Shri.Madhu @ Madhukar Dattu Sutar	NO	12/07/2021
Land	206/A	2.4	Shri.Ramchandra Devappa Sutar	NO	12/07/2021
Land	206/A	1.8	1. Shri.Jayaram S/O.Late Kallappa Patil 2. Shri Baban S/O Jayaram Patil 3. Rekha W/O. Baban Patil	NO NO NO	12/07/2021
Land	206/A	1.88	1. Smt. Parvati W/O Babu Sutar 2. Smt. Punam W/O Parasuram Sutar 3. Shri. Parthamesh S/O Parasuram Sutar	NO NO NO	12/07/2021
Land	206/A	10.25	Shri.Basavanni Irappa Chigare	NO	24/09/2021
Land	204*/1	10.55	Shri.Prabhakar Arjun Jadav Shri. Balakrishna Arjun Jadhav	NO NO	27/10/2021
Land	206/A	11.65	1. Shri. Kallappa Shivappa Patil 2. Yallappa S/O Gavadu Patil	NO NO	30/11/2021
Land	206/A	10.25	Shri. Somanath Shivaji Sutar	NO	30/11/2021
Land	206/A	2.03	1. Shri Ravalu Shankar Motankar 2. Smt.Deepa W/O Ravalu Motankar 3. Mr. Rutik D/O Ravalu Montankar 4. Master Sandesh S/O Ravalu Montankar	NO NO NO NO	14/02/2022
Land	207/7	1.5	Shri. Yallappa Nagappa Gurav	NO	15/02/2022
Land	206/A	1.95	Shri. Gavadu Kallappa Patil	NO	18/02/2022
Land	206/A	6.06	Shri. Maruti Somanna Yallurkar	NO	25/02/2022
Land	204*/1	12.56	1. Smt. Shobha Dashrut Biraje 2. Shri Prabhakar Dasharat Biraje	NO NO	25/02/2022
Land	206*/A	6.07	1. Shri. Mallavva W/O Dhakalu Hurakadli 2. Shri Monappa S/O Dhakalu Hurakadli 3. Shri Laxman S/O Dhakalu Hurakadli 4. Shri. Ramappa S/O Shakalu Hurakadli	NO NO NO NO	28/02/2022
Land	206/A	6.06	Shri. Mallappa @ Yallappa Somanna Yallurkar	NO	16.03.2022

53. Balance appearing under the head Trade Receivable, Trade Payables, Loans and Advances, Secured & Unsecured Loans is subject to confirmation, adjustments if any on receipts and reconciliation of such accounts.

For, M/s Gojanur & Co.,
Chartered Accountants
FRN: 000941S
P.R.C.No. 011335

Sd/-
(CA. G. M. ChannappaSetty)
Proprietor
M. No: 020227
UDIN: 22020227AKYW007555

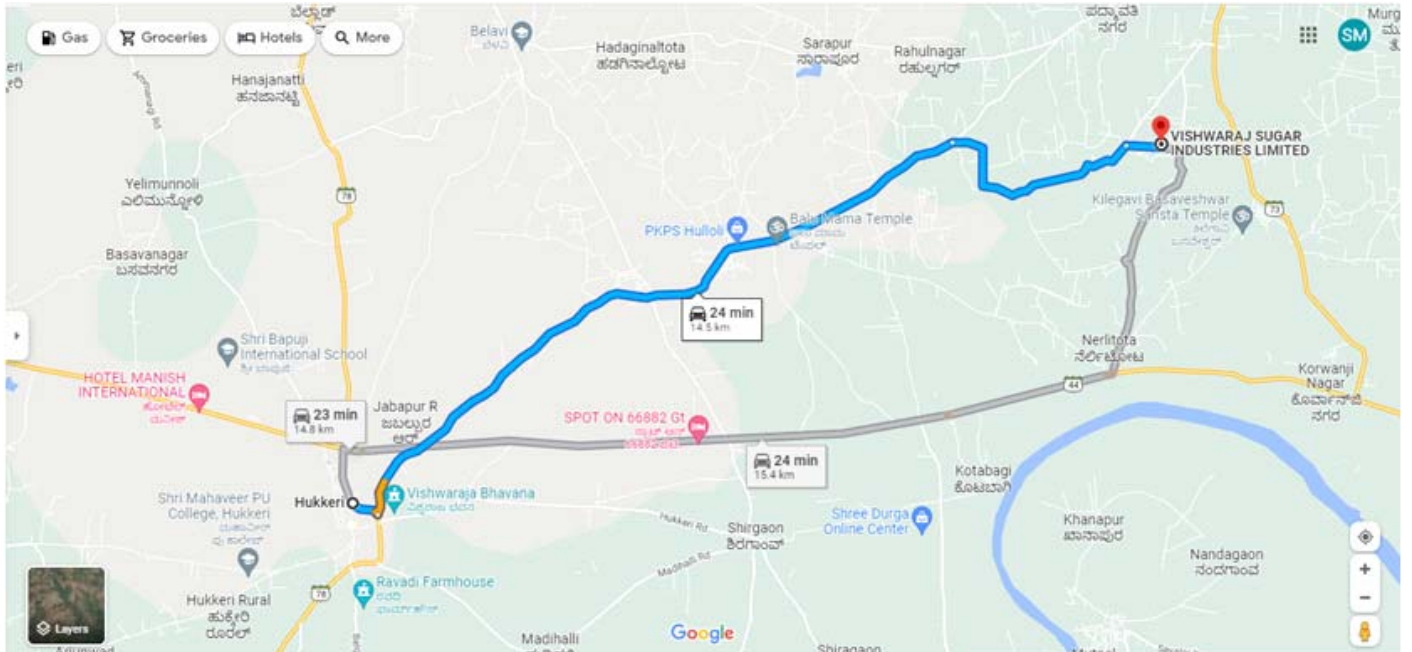
Date: 09th, May 2022
Place: Shivamogga

Disclosure of Ratios for the year 2021-22

Ratio	Formula	Values	2021-22	Values	2020-21	% of Change
			Ratio		Ratio	
1. Current Ratio	Current Assets	44,996.20	1.14	42,468.85	1.12	2%
	Current Liabilities	39,432.75		38,004.12		less than 25% change
2. Debt Equity	Short Term Debt + Long Term Debt + Other Fixed Payments	48,691.25	1.72	48,601.96	2.15	-20%
	Share Holders Equity	28,259.27		22,600.53		less than 25% change
3. Debt Service Coverage Ratio	Earnings available for debt service	12,069.25	2.68	6263.41	1.76	53%
	Debt Service	4,501.54		3565.72		
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						
4. Return on Equity (ROE)	Net Profits after taxes – Preference Dividend (if any)	6,034.30	0.21	793.50	0.04	508%
	Average Shareholder's Equity	28,259.27		22,600.53		
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						
5. Inventory to Ratio	Sales	46,875.10	1.44	42,646.38	1.49	-4%
	Avg. Inventory	32,625.78		28,571.73		less than 25% change
6. Trade Receivables to Ratio	Net Credit Sales	3,224.51	1.04	2,996.99	1.09	-4%
	Avg. Trade Receivables	3,110.75		2,761.45		less than 25% change
7. Trade Payables to Ratio	Net Credit Purchases	9,370.21	1.17	6674.48	1.04	13%
	Avg. Trade Payables	8,022.35		6443.115		less than 25% change
8. Net Capital Turnover Ratio	Net Sales	46,875.10	9.35	42646.38	13.05	-28%
	Average Working Capital	5,014.11		3268.61		
Explanation: The company's sale has increased by around 10%. However the Net current assets have increased by 53% approx. This is due to the increase in Receivables due to increase in sales.						

Ratio	Formula	Values	2021-22	Values	2020-21	% of Change
			Ratio		Ratio	
9. Net Profit Margin	PAT	6,034.30	12.83	793.50	1.86	591%
(in %)	Total Revenue	47,027.41		42,707.79		
Explanation: The company has earned profit during the year due to increase in ethanol production and supply to OMC's and the price of ethanol have been increased by the Central government. Further also the sugar price has been more stable compared to previous year. Hence there is increase in profit.						
10. Return on capital employed (ROCE)	Earnings before interest and taxes	7,946.36	21.18	4788.67	0.14	14584%
	Capital Employed	37,517.77		33198.37		
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						
11. Return on investment	$\{MV(T1) - MV(T0) - \text{Sum } [C(t)]\}$	(4.54)	-0.18	11.37	0.89	-121%
	$\{MV(T0) + \text{Sum } [W(t) * C(t)]\}$	24.94		12.84		
T1 = End of time period	3/31/2022			3/31/2021		
T0 = Beginning of time period	4/1/2021			4/1/2020		
t = Specific date falling between T1 and T0	1			1		
MV(T1) = Market Value at T1	20.2			24.01		
MV(T0) = Market Value at T0	24.94			12.84		
C(t) = Cash inflow, cash outflow on specific date						
W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as $[T1 - t] / T1$						
Explanation: There has been an increase in profitability of the company due to the efficiency of its distillery unit and due to the government ethanol policy supporting the supply and pricing of ethanol from sugar industries to OMC. Further the government policies in respect to sugar also have resulted in stable prices and led to increase in profit.						

Route Map for the Venue of the meeting pursuant to the provisions of Secretarial Standard one is as below



AGM Hall Venue
Vishwaraj Sugar Industries Limited
Registered Office
 Bellad-Bagewadi, Taluka-Hukkeri,
 District-Belgaum-591305,
 Karnataka, India.
 Saturday, the 27th day of August, 2022 at 11:30 A.M.

Vishwaraj Sugar Industries Limited

Registered Office: Bellad Bagewadi, Taluka Hukkeri,
District Belgaum-591305, Karnataka, India.

Attendance Slip

Members attending the Meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting hall.

I hereby record my presence at the 27th Annual General Meeting of the Company at the registered office of the Company situated at Bellad-Bagewadi, Taluka-Hukkeri, District-Belgaum-591305, Karnataka on Saturday, August 27, 2022 at 11:30 a.m.

Full Name	
Address	
Folio No.	
DP ID No.	
Client ID No.	
No. of Shares held	

I certify that I am the registered shareholder/proxy for the registered shareholder of the Company.

Full name of the shareholder/proxy
(in block letters)

Signature of shareholder/Proxy

Note:

1. Only Member/Proxy holder can attend the meeting.
2. Member Proxy holder should bring his/her copy of the Annual Report for reference at the meeting.

Left Blank

Vishwaraj Sugar Industries LimitedRegistered Office: Bellad Bagewadi, Taluka Hukkeri,
District Belgaum-591305, Karnataka, India.**Proxy Form**

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration Rules, 2014)

Name of the Member(s): _____

Registered address: _____

E-mail Id: _____

Folio No./Client ID No. _____

DP ID No. _____

I/We, being the holder(s) of _____ Equity Shares of Vishwaraj Sugar Industries Limited, appoint:

1. Mr./Mrs. _____ of _____

E-mail Id: _____ or failing him/her

Signature: _____

2. Mr./Mrs. _____ of _____

E-mail Id: _____ or failing him/her

Signature: _____

3. Mr./Mrs. _____ of _____

E-mail Id: _____ or failing him/her

Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27th Annual General Meeting of the Company to be held on Saturday the 27th August, 2022, at 11.30 a.m. and at any adjournment thereof in respect of such resolutions as are indicated below;

1. Adoption of Audited Financial Statements for the financial year 2021-22.
2. Appointment of Mr. Lava Katti (DIN: 02777164), who retires by rotation, and being eligible, offers himself for reappointment.
3. Appointment of Mr. Kush Katti (DIN: 02777189), who retires by rotation and being eligible, offers himself for reappointment.
4. Declaration of dividend for the financial year ended March 31, 2022.
5. Appointment of M/s. P.G. Ghali & Co., Chartered Accountants, as Statutory Auditors of the Company.
6. Ratification of remuneration payable to M/s. S K Tikare & Co, Cost Accountants for the financial year 2022-23.
7. Revision in the remuneration of Mr. Nikhil Katti Managing Director of the Company.
8. Re-appointment of Mr. Mukesh Kumar as Whole-Time Director of the Company.
9. Re-appointment of Mr. Lava Katti as Whole-Time Director of the Company.
10. Re-appointment of Mr. Kush Katti as Whole-Time Director of the Company.

Signed this _____ day of 2022

Signature of shareholder_____
Signature of Proxy holder(s)**Note:** This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Left Blank

Vishwaraj Sugar Industries Limited

Registered Office: Bellad-Bagewadi, Taluka-Hukkeri,
District-Belgaum-591305, Karnataka, India.

Telephone No.: +91 8333 251251

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Website: www.vsil.co.in

Email: info@vsil.co.in

CIN: L85110KA1995PLC017730