

# KHANDELWAL RAY & CO.

CHARTERED ACCOUNTANTS

64/55B, BELGACHIA ROAD,

BELGACHIA,

KOLKATA - 700 037

Phone : 2243-8018

E-mail : khand.ray@hotmail.com

## **Independent Auditor's Report on Quarterly Financial Results and Year to Date Results of The Members of NEW CHUMTA TEA COMPANY LTD. Pursuant 33 of SEBI (Listing Obligations and Disclosure Requirments) Regulations, 2015.**

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### **INDEPENDENT AUDITOR'S REPORT**

**To the Board of Directors of the New Chumta Tea Co. Ltd.**

### **Report on the Audit of the Annual Financial Statements**

#### **Qualified Opinion**

We have audited the accompanying financial statements of New Chumta Tea Company Limited ("the Company"), which comprise of the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of 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 except the effects of matters described in the basis for qualification section of our report, the aforesaid 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 Indian Accounting Standards 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 March 31, 2022, the profit and its cash flows for the year ended on that date.

#### **Basis for Qualified Opinion**

The Liability on account of gratuity & leave encashment payable to employees on retirement has not been ascertained and provided in the account as required under Ind As Financial Statements. However provision of Rs. 80.62 lacs has been made till 31<sup>st</sup> march 2010 on this account.

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

#### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance and



cash flow of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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.

#### **Auditor's Responsibility for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the 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 of our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company had adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- 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

financial statements or, if such disclosures are inadequate to modify our opinion. Our conclusions are based on the audit evidence obtained upto 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 financial statements including the disclosures and whether financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 compiled 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.

#### Other Matters

We did not audit the financial statements of Gardens included in the financial statements of company whose financial statement reflect total assets of Rs 201.07 lacs & total liabilities of Rs. 29.27 lacs as at 31<sup>st</sup> March 2022 and total revenue of Rs. Nil for the year ended on the date. as considered in the financial statement. The financial statements of its Gardens have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these Gardens, is based solely on the report of such branch auditors.

Impact on profit & loss due to closure from 12<sup>th</sup> May, 2021 to 21<sup>st</sup> June, 2021 on account of Covid-19 is not ascertainable.

64/55 B, Belgachia Road

Kolkata 700037

The day of 30th May, 2022.



For KHANDLWALRAY&CO.

Chartered Accountants

(Registration No. 302035E)

*Sanjay Khandelwal*

CA. Sanjay Khandelwal

Partner

Membership no. 054451

**NEW CHUMTA TEA COMPANY LIMITED**  
 Mcleod House, 3, Netaji Subhash Road, Kolkata - 700 001  
**BALANCE SHEET AS AT 31ST MARCH'2022**

| Particulars                                    | Notes | As at<br>31st March'2022 | As at<br>31st March'2021 |
|--|-------|--------------------------|--------------------------|
|  |       | Amount(')                | Amount(')                |
| <b>(I) ASSETS:</b>                             |       |                          |                          |
| <b>1) Non-Current Assets</b>                   |       |                          |                          |
| a) Property, Plant & Equipment                 | 4     | 1419.24                  | 1358.95                  |
| c) Financial assets                            |       |                          |                          |
| (i) Investments                                | 5     | 5.84                     | 4.33                     |
| (ii) Loans                                     | 6     |                          | 0.00                     |
| (iii) Others                                   | 7     | 56.85                    | 91.47                    |
| e) Other Non-current assets                    | 8     | 774.83                   | 774.83                   |
| <b>Total Non-current Assets</b>                |       | <b>2256.76</b>           | <b>2229.58</b>           |
| <b>2) Current Assets</b>                       |       |                          |                          |
| a) Inventories                                 | 9     | 424.62                   | 376.87                   |
| b) Biologicals Assets other than Bearer Plants | 10    | 8.41                     | 5.94                     |
| c) Financial assets                            |       |                          |                          |
| i) Investments                                 | 11    | 0.25                     | 0.95                     |
| ii) Trade Receivables                          | 12    | 58.55                    | 67.45                    |
| iii) Cash and cash equivalents                 | 13    | 3.15                     | 8.84                     |
| d) Current Tax Assets (Net)                    | 14    | 59.93                    | 42.02                    |
| e) Other Current assets                        | 15    | 11.51                    | 19.67                    |
| <b>Total Current assets</b>                    |       | <b>566.42</b>            | <b>521.72</b>            |
| <b>Total Assets</b>                            |       | <b>2823.18</b>           | <b>2751.30</b>           |
| <b>(II) EQUITY AND LIABILITIES:</b>            |       |                          |                          |
| <b>1) Equity</b>                               |       |                          |                          |
| a) Equity Share Capital                        | 16    | 214.00                   | 214.00                   |
| b) Other Equity                                |       | 1834.48                  | 1789.72                  |
| <b>Total Equity</b>                            |       | <b>2048.48</b>           | <b>2003.72</b>           |
| <b>(2) Liabilities</b>                         |       |                          |                          |
| <b>(a) Non-Current Liabilities</b>             |       |                          |                          |
| (i) Financial Liabilities                      |       |                          |                          |
| Borrowings                                     | 17    | 105.00                   | 122.00                   |
| (ii) Other Non-current Provisions              | 18    | 80.62                    | 80.62                    |
| (iii) Deferred Tax Liabilities (Net)           | 19    | 0.65                     | 0.65                     |
| (iv) Other non-current Liabilities             | 20    |                          | 0.00                     |
| <b>Total Non-Current Liabilities</b>           |       | <b>186.27</b>            | <b>203.27</b>            |
| <b>3) Current Liabilities</b>                  |       |                          |                          |
| i) Financial Liabilities                       |       |                          |                          |
| Borrowings                                     | 21    | 157.22                   | 158.94                   |
| Trade Payables                                 | 22    | 228.39                   | 124.29                   |
| Other Financial Liabilities                    | 23    | 7.78                     | 19.62                    |
| ii) Other Current Liabilities                  | 24    | 195.03                   | 241.46                   |
| <b>Total Current Liabilities</b>               |       | <b>588.42</b>            | <b>544.31</b>            |
| <b>Total Liabilities</b>                       |       | <b>774.69</b>            | <b>747.58</b>            |
| <b>Total Equity and Liabilities</b>            |       | <b>2823.18</b>           | <b>2751.30</b>           |

In terms of our report on even date, the accompanying notes are an integral part of the Financial Statements.

FOR KHANDELWAL RAY & CO.  
 CHARTERED ACCOUNTANTS  
 Registration no. 302035E

*Sanjay Khandelwal*  
 CA Sanjay Khandelwal  
 Partner  
 Membership no. 054451  
 Kolkata, 30th May, 2022



For Behalf of Board of Directors  
 NEW CHUMTA TEA CO. LTD

*Sri Sharad Bajoria*  
 Sri Sharad Bajoria  
 Executive Chairman  
 DIN- 00685230

**NEW CHUMTA TEA COMPANY LIMITED**  
 Mcleod House, 3, Netaji Subhash Road, Kolkata - 700 001  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH'2022**

| Particulars  | Notes | QUARTER ENDED               |                        |                             | YEAR ENDED                  |                             |
|--|-------|-----------------------------|------------------------|-----------------------------|-----------------------------|-----------------------------|
|  |       | As at<br>31st<br>March'2022 | As at<br>31st Dec,2021 | As at<br>31st<br>March'2021 | As at<br>31st<br>March'2022 | As at<br>31st<br>March'2021 |
|  |       | Amount(₹)                   | Amount(₹)              | Amount(₹)                   | Amount(₹)                   | Amount(₹)                   |
| <b>Revenue from operations</b>                                     |       |                             |                        |                             |                             |                             |
| Sale of goods/ Income from operations                              | 25    | 219.28                      | 1408.85                | 306.91                      | 3638.65                     | 3780.90                     |
| Other Operating income   | 26    | 6.60                        | (1.22)                 | 9.4                         | 7.65                        | 10.21                       |
| <b>Total Income</b>  |       | <b>225.88</b>               | <b>1407.63</b>         | <b>316.31</b>               | <b>3646.30</b>              | <b>3791.10</b>              |
| <b>(IV) EXPENSES:</b>  |       |                             |                        |                             |                             |                             |
| Cost of materials consumed   | 27    | 69.01                       | 148.92                 | 46.66                       | 738.55                      | 863.21                      |
| Changes in inventories of finished goods                           | 28    | (115.94)                    | 321.82                 | (45.85)                     | (35.87)                     | (28.29)                     |
| Purchase of Tea  |       | 11.89                       | 104.83                 | 0                           | 207.13                      | 467.91                      |
| Employees benefit expense  | 29    | 334.47                      | 386.43                 | 303.74                      | 1559.91                     | 1409.74                     |
| Finance Cost   | 30    | 4.06                        | 4.46                   | 3.96                        | 28.63                       | 31.16                       |
| Depreciation and amortization expense                              | 31    | 17.43                       | 27.72                  | 31.9                        | 100.60                      | 110.90                      |
| Other Expenses   | 32    | 291.32                      | 247.13                 | 236.75                      | 994.62                      | 899.13                      |
| <b>Total expenses</b>  |       | <b>612.25</b>               | <b>1241.31</b>         | <b>577.16</b>               | <b>3593.58</b>              | <b>3753.76</b>              |
| <b>V) Profit/(Loss) before Tax (III - IV)</b>                      |       | (386.36)                    | 166.32                 | (260.85)                    | 52.73                       | 37.34                       |
| <b>Income Tax Expense</b>  |       |                             |                        |                             | 9.00                        | 5.00                        |
| i) Current tax   |       |                             |                        |                             | 9.00                        | 5.00                        |
| <b>Total Tax expense</b>   |       |                             |                        |                             |                             |                             |
| <b>VII) Profit for the Year (V - VI)</b>                           |       | (386.36)                    | 166.32                 | (260.85)                    | 43.73                       | 32.34                       |
| <b>VIII) Other Comprehensive Income</b>                            |       |                             |                        |                             |                             |                             |
| Items that will not be reclassified to statement of Profit or loss |       | 1.50                        |                        | 0.00                        | 1.50                        | 2.30                        |
| Investments In Fair value measured through OCI                     |       |                             |                        |                             | 0.47                        |                             |
| Income tax relating to above items                                 |       |                             |                        |                             |                             |                             |
| <b>Other comprehensive income ( net of tax)</b>                    |       | 1.50                        | 0.00                   | 0.00                        | 1.03                        | 2.30                        |
| <b>Total comprehensive income ( net of tax)</b>                    |       | (384.86)                    | 166.32                 | (260.85)                    | 44.76                       | 34.64                       |
| <b>Earning per Equity share- in face value</b>                     |       |                             |                        |                             |                             |                             |
| - Basic  |       | (18.05)                     | 7.77                   | (12.19)                     | 2.04                        | 1.51                        |
| - Diluted  |       | (18.05)                     | 7.77                   | (12.19)                     | 2.04                        | 1.51                        |

**Significant accounting policies**

In terms of our report on even date, the accompanying notes are an Integral part of the Financial Statements.

FOR KHANDELWAL RAY & CO.  
 CHARTERED ACCOUNTANTS  
 Registration no. 302035E

*Sanjay Khandelwal*

CA Sanjay Khandelwal  
 Partner

Membership no. 054451  
 Kolkata, 30th May, 2022



For Behalf of Board of Directors  
 NEW CHUMTA TEA CO. LTD

*Sri Sharad Bajoria*

Sri Sharad Bajoria  
 Executive Chairman  
 DIN- 00685230

**NEW CHUMTA TEA CO. LTD.**

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

|  | 2021-22  | 2020-21  |
|--|----------|----------|
| <b>A. Cash Flow from Operating Activities</b>                      |          |          |
| Profit Before Tax  | 52.73    | 37.34    |
| Adjustment for   |          |          |
| Depreciation and Amortization expenses                             | 100.60   | 110.90   |
| Finance Cost   | 28.63    | 31.16    |
| Loss/(Profit) on Disposal of Property, Plant and Equipment (Net)   | 0.00     | 0.00     |
| Interest Income  | 4.84     | 6.63     |
| Operating Profit before Working Capital Changes                    | 134.07   | 148.69   |
| Adjustment for   | 186.80   | 186.03   |
| Trade Receivables, Loans, Advances and other Assets                | 46.21    | (1.33)   |
| Inventories  | (47.76)  | (54.76)  |
| Trade Payable, Other Liabilities and Provisions                    | (25.68)  | 59.21    |
| Cash Generated from Operations                                     | (27.23)  | 3.12     |
| Direct Taxes (Paid )   | 159.58   | 189.15   |
| <b>Net Cash Flow from Operating Activities</b>                     | 0.00     | 0.00     |
| <b>B. Cash Flow from Investing Activities</b>                      |          |          |
| Purchase of property, plant and equipment, Other Intangible Assets | (160.89) | (260.20) |
| Sale of Property, Plant and Equipment                              | 0.00     | 0.00     |
| Purchase of Investments  | 0.70     | 67.00    |
| Interest Received  | 4.84     | 6.63     |
| <b>Net Cash Flow from Investing Activities</b>                     | (155.35) | (186.57) |
| <b>C. Cash Flow from Financing Activities</b>                      |          |          |
| Intercompany Deposits paid/ Refunded (Net)                         |          |          |
| Proceeds of Working Capital Loan from Bank (Net)                   | 1.72     | (154.25) |
| Repayment of Loan  | 17.00    | 168.22   |
| Interest Paid  | (28.63)  | (31.15)  |
| Receipts of Govt. subsidy  | 0.00     | 0.00     |
| <b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>           | (9.91)   | (17.18)  |
| Cash and Cash Equivalents at the beginning of the Financial Year   | 8.84     | 23.44    |
|  | 3.15     | 8.84     |
| <b>Cash and Cash Equivalents at the end of the Financial Year</b>  | 3.15     | 8.84     |
|  | 0.00     | 0.00     |

The Above Cash flow statement has been prepared under the " Indirect Method" as set out in the Ind AS 7-"Statement of Cash Flow"

**FOR KHANDELWAL RAY & CO.**  
**CHARTERED ACCOUNTANTS**  
 Registration no. 302035E

*Sanjay Khandelwal*  
 (CA Sanjay Khandelwal)  
 Partner  
 Membership No. 054451  
 Kolkata, 30th May, 2022



**For Behalf of Board of Directors**  
**NEW CHUMTA TEA CO. LTD**

*Sri Sharad Bajoria*  
**SRI SHARAD BAJORIA**  
 Executive Chairman  
 DIN- 00685230