

		Amounts in INR		
	Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
I	ASSETS			
(1)	Non-current assets			
	(a) Property, Plant and Equipment	3	22,81,566	1,12,957
	(b) Investment accounted for using equity method	4	-	-
	<u>(c) Financial Assets</u>			
	(i) Loans	5	-	37,94,728
	(d) Deferred tax Assets (Net)	6	1,07,515	-
	Total Non-Current Assets		23,89,081	39,07,686
(2)	Current assets			
	(a) Inventories	7	-	-
	<u>(b) Financial Assets</u>			
	(i) Trade receivables	8	2,46,19,182	3,14,95,053
	(ii) Cash and cash equivalents	9	1,09,71,763	1,43,80,030
	(c) Other current assets	10	2,29,025	3,75,650
	Total Current Assets		3,58,19,970	4,62,50,733
	Total Assets		3,82,09,053	5,01,58,418
II	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share capital	11	1,96,99,149	1,96,99,149
	(b) Other Equity	12	(2,57,96,698)	(3,17,19,639)
	Equity attributable to equity share holders		(60,97,549)	(1,20,20,490)
	Non-controlling interests	13	25,58,550	19,83,309
	Total equity		(35,38,999)	(1,00,37,181)
	Liabilities			
(1)	Non-current liabilities			
	<u>(a) Financial Liabilities</u>			
	(i) Borrowings	14	-	-
	Total Non-current liabilities		-	-
(1)	Current liabilities			
	<u>(a) Financial Liabilities</u>			
	(i) Trade payables	14	3,31,20,651	5,49,61,316
	(b) Other current liabilities	15	86,27,401	52,34,284
	Total Current liabilities		4,17,48,052	6,01,95,600
	Total Equity and Liabilities		3,82,09,053	5,01,58,418

The accompanying notes are an integral part of the financial statements


As per our attached report of even date

For B Mundra and Associates
Chartered Accountants
ICAI FR No.: 136180W


BANSHI LAL MUNDRA
Proprietor
Membership No. 148343



For and on behalf of the Board of Directors


KRISHNAKUMAR JHUNJHUNWALA
Managing Director
(DIN: 00097175)



Place: Mumbai
Date: 12th May, 2023

		Amounts in INR		
	Particulars	Note No.	For the period ended 31st March, 2023	For the year ended 31st March, 2022
			IN INR	IN INR
I	Revenue from Operations	16	2,56,03,436	4,12,00,591
II	Other Income	17	2,10,490	6,38,609
III	TOTAL INCOME (I+II)		2,58,13,925	4,18,39,200
IV	Expenses			
a)	Cost of materials consumed	18	(5,972)	1,737
b)	Purchases of Stock-in-trade	-	-	-
c)	Changes in inventories of finished goods and work-in-progress	19	-	7,16,070
d)	Employee benefits expense	20	1,02,00,391	77,69,248
e)	Finance costs		-	-
f)	Depreciation and amortization expense	3	1,72,729	1,50,710
g)	Other expenses	21	1,04,61,818	65,78,850
	TOTAL EXPENSES (a to g)		2,08,28,965	1,52,16,615
	Profit/(loss) before exceptional item and share of net profits of investment accounted for using equity method and tax before exceptional item (III-IV)		49,84,961	2,66,22,585
	Exceptional item		(27,33,260)	43,97,270
V	Profit/(loss) before share of net profits of investment accounted for using equity method and tax (III-IV)		77,18,221	2,22,25,315
	Share of net profit/(loss) of joint venture accounted for using the equity method		-	-
VI	Tax expense:			
(1)	Current tax		4,50,244	5,05,484
(2)	Deferred tax		-	-
	Total Tax Expense		4,50,244	5,05,484
VII	Profit (Loss) for the year (V-VI)		72,67,977	2,17,19,831
VIII	Other Comprehensive Income			
A	Items that will not be reclassified to profit or loss			
	Remeasurement of defined benefit plan		-	-
	Income tax relating to items that will not be reclassified to profit or loss		-	-
	Total (A)		-	-
B	Items that will be reclassified to profit or loss			
	Foreign currency translation difference		(7,69,797)	(8,39,271)
	Income tax relating to items that will be reclassified to profit or loss		-	-
	Total (B)		(7,69,797)	(8,39,271)
	Total Other Comprehensive Income (A+B)		(7,69,797)	(8,39,271)
IX	Total Comprehensive Income for the year (VII+VIII)		64,98,180	2,08,80,560
	Profit attributable to:			
	Owners of the Company		68,36,497	2,13,71,124
	Non-Controlling Interest		4,31,479	3,48,707
	Other Comprehensive Income attributable to:			
	Owners of the Company		(9,13,558)	(8,04,775)
	Non-Controlling Interest		1,43,762	(34,496)
	Total Comprehensive Income attributable to:			
	Owners of the Company		59,22,938	2,05,66,348
	Non-Controlling Interest		5,75,241	3,14,211
X	Earnings per equity share	22		
	- Basic and Diluted (face value USD.1)-Before Exceptional Item		9.43	59.24
	- Basic and Diluted (face value USD.1)-After Exceptional Item		15.72	49.13

The accompanying notes are an integral part of the financial statements


As per our attached report of even date

For B Mundra and Associates
Chartered Accountants
ICAI FR No.: 136180W


BANSHI LAL MUNDRA
Proprietor
Membership No. 148343



For and on behalf of the Board of Directors


KRISHNAKUMAR JHUNJHUNWALA
Managing Director
(DIN: 00097175)



Place: Mumbai
Date: 12th May, 2023

Amounts in INR

Particulars	For the period ended 31st March, 2023	For the year ended 31st March, 2022
A Cash flow from operating activities		
Profit before tax(after exceptional item)	77,18,221	2,22,25,315
Adjustments for:		
Depreciation and amortisation expenses	1,72,729	1,50,710
Provision for unrealisable advances	(27,33,260)	43,97,270
Unrealised Foreign Exchange Gain/Loss (Net)	(7,85,973)	(8,37,977)
Operating profit before working capital changes	43,71,716	2,59,35,318
Movements in working capital:		
Adjustments for (increase)/decrease in operating assets:		
Trade receivables	68,75,870	2,87,94,004
Inventories	-	7,16,069
Current loans	-	99,85,777
Other current assets	1,46,625	48,737
Adjustments for increase/(decrease) in operating liabilities:		
Trade payables	(2,18,40,664)	(7,17,32,192)
Other current liabilities	33,93,117	(2,03,445)
Cash generated from operations	(70,53,336)	(64,55,730)
Direct taxes paid (net)	(5,57,759)	(3,97,808)
Net cash generated from operating activities (A)	(76,11,095)	(68,53,538)
B Cash flows from investing activities		
Sale proceeds of property, plant and equipment	(23,25,161.83)	-
Loans given	65,27,988	(34,09,914)
Net cash (used in) investing activities (B)	42,02,826	(34,09,914)
D NET INCREASE IN CASH AND CASH EQUIVALENTS [(A) + (B)]	(34,08,270)	(1,02,63,456)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		
Balances with banks in current accounts, earmarked balances and deposit accounts	1,42,69,614	2,45,41,948
Cash on hand	1,10,416	1,01,536
CASH AND CASH EQUIVALENTS AS PER NOTE 9	1,43,80,030	2,46,43,485
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		
Balances with banks in current accounts, earmarked balances and deposit accounts	1,08,93,089	1,42,69,614
Cash on hand	78,674	1,10,416
CASH AND CASH EQUIVALENTS AS PER NOTE 9	1,09,71,761	1,43,80,030
Explanatory notes to Statement of Cash Flows:		
1 Cash Flow Statement has been prepared under the indirect method.		
2 In Part-A of the Cash Flow Statement, figures in brackets indicate deductions made from the Net Profit for deriving the net cash flow from operating activities. In Part-B and Part-C, figures in brackets indicate cash outflows.		
3 The net profit / loss arising due to conversion of current assets / current liabilities, receivable / payable in foreign currency is furnished under the head "Unrealised Foreign Exchange Gain/Loss (Net)".		

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For B Mundra and Associates

Chartered Accountants

ICAI FR No.: 136180W

BANSHI LAL MUNDRA

Proprietor

Membership No. 148343



For and on behalf of the Board of Directors

KRISHNAKUMAR JHUNJHUNWALA

Managing Director

(DIN: 00097175)



Place: Mumbai

Date: 12th May, 2023

Sarla Overseas Holdings Limited
Consolidated Statement of changes in equity for the period ended 31st March, 2023

a. Equity Share Capital (note 11)

Particulars	Amounts in INR	
	Amount	
Balance as at 1st April, 2021		1,96,99,149
Changes in equity share capital during the year 2021-22		-
Balance as at 31st March, 2022		1,96,99,149
Changes in equity share capital during the year 2022-23		-
Balance as at 31st March, 2023		1,96,99,149

b. Other Equity (note 12 and 13)

Particulars	Reserves and surplus				Total attributable to Owners of the Company	Attributable to NCI	Total Equity
	Capital reserve	Foreign currency translation reserve	Retained earnings				
As at 1st April, 2021	1,05,570	5,80,79,046	(11,04,70,605)		(5,22,85,987)	16,69,098	(5,06,16,889)
Profit for the year 2021-22	-	(8,04,775)	2,13,71,124		2,13,71,124	3,48,707	2,17,19,831
Other comprehensive income for the year 2021-22 (net of tax)	-	(8,04,775)	-		(8,04,775)	(34,496)	(8,39,271)
Total comprehensive income for the year	-	(8,04,775)	2,13,71,124		2,05,66,348	3,14,211	2,08,80,560
Dividend	-	-	-		-	-	-
As at 31st March, 2022	1,05,570	5,72,74,271	(8,90,99,481)		(3,17,19,639)	19,83,310	(2,97,36,328)
Profit for the year 2022-23	-	(9,13,558)	68,36,497		68,36,497	4,31,479	72,67,976
Other comprehensive income for the year 2022-23 (net of tax)	-	(9,13,558)	-		(9,13,558)	1,43,762	(7,69,797)
Total comprehensive income for the year	-	(9,13,558)	68,36,497		59,22,938	5,75,241	64,98,179
Dividend	-	-	-		-	-	-
As at 31st March, 2023	1,05,570	5,63,60,712	(8,22,62,984)		(2,57,96,702)	25,58,551	(2,32,38,149)

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For B Mundra and Associates
Chartered Accountants
ICAI FR No.: 136180W



Banshi Mundra
BANSHI LAL MUNDRA
Proprietor
Membership No. 148343

Place: Mumbai
Date: 12th May, 2023

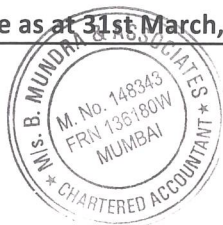
For and on behalf of the Board of Directors



Krishnakumar Jhunjhunwala

KRISHNAKUMAR JHUNJHUNWALA
Managing Director
(DIN: 00097175)

3	Gross Block	Office Equipments	Total
	Balance as at 1st April, 2021	7,29,323	7,29,323
	Additions	-	-
	Deletions	-	-
	Exchange fluctuations	22,822	22,822
	Balance as at March 31, 2022	7,52,145	7,52,145
	Additions	22,97,062	22,97,062
	Deletions	-	-
	Exchange fluctuations	(22,33,358)	(22,33,358)
	Balance as at 31st March, 2023	8,15,849	8,15,849
	Accumulated Depreciation	Office Equipments	Total
	Balance as at 1st April, 2021	4,64,363	4,64,363
	Depreciation charge for the year	1,50,710	1,50,710
	Depreciation on deletion	-	-
	Exchange fluctuations	24,115	24,115
	Balance as at March 31, 2022	6,39,189	6,39,189
	Depreciation charge for the year	1,72,729	1,72,729
	Depreciation on deletion	-	-
	Exchange fluctuations	(22,77,635)	(22,77,635)
	Balance as at 31st March, 2023	(14,65,717)	(14,65,717)
	Net Book Value		
	Balance as at 31st March, 2022	1,12,957	1,12,957
	Balance as at 31st March, 2023	22,81,566	22,81,566



4 Investment accounted for using equity method

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Investments measured at cost (fully paid)		
Unquoted		
Investment in Subsidiary		
3 (31st March, 2020: 3 , 1st April, 2016: 3) Shares of USD 1 each of Sarla Europe LDA	-	-
Investment in Joint venture		
16000 (31st March, 2020: 16,000) Shares of Savitex SA DE C.V.,Honduras	18,56,76,114	18,56,76,114
100 (31st March, 2020: 100) Shares of MRK S.A. De C.V.	1,27,39,420	1,27,39,420
	74,96,820	74,96,820
1620 (31st March, 2020: 1,620) Shares of Sarla Tekstil Filament Sanayi VE TI Provision for Diminution in value of investment	(20,59,12,354)	(20,59,12,354)
Total	-	-
Aggregate amount of quoted investments	-	-
Aggregate amount of unquoted investments	20,59,12,354	20,59,12,354
Aggregate amount of impairment in value of investments	(20,59,12,354)	(20,59,12,354)

5 Non-current financial assets - Loans

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Other loans and advance	77,04,93,381	71,68,31,952
Provision for unrealisable advances	-77,04,93,381	(71,30,37,223)
Total	-	37,94,728
Breakup		
Loans considered good - Secured	-	-
Loans considered good - Unsecured	-	-
Loans which have significant increase in credit risk (Refer Note)	-	37,94,728
Loans - credit impaired	77,04,93,381	71,30,37,223
Provision for unrealisable advances	(77,04,93,381)	(71,30,37,223)
Total	-	37,94,728

Note:

(i) Other loans and advance includes loan amount Rs.Nil (as at 31st March, 2022: Rs. Nil) is given to related party (Refer note 24)

Amount of loans/ advances in the nature of loans outstanding

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Related Parties	-	0.00%	-	0.00%

6 Deferred tax Assets (Net)

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Deferred tax Assets	1,07,515	-
Total	1,07,515	-



7 Inventories (at lower of cost and net realisable value)

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Raw Materials	1,08,118	1,03,457
Work-in-Progress	-	-
Finished goods	-	-
Stores and Spares	-	-
Power & Fuel	-	-
Other inventories	-	-
Less: Provision for Impairment	-1,08,118	(1,03,457)
Total	-	-

8 Trade Receivables

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
(a) Trade Receivables considered good - Secured	-	-
(b) Trade Receivables considered good - Unsecured	2,46,19,182	3,14,95,053
(c) Trade Receivables which have significant increase in credit risk	64,17,966	60,60,053
(d) Trade Receivables - credit impaired	-	-
Allowance as per Expected credit loss model	(64,17,966)	(60,60,053)
Total	2,46,19,182	3,14,95,053

(ii) Movement in the expected credit loss allowance

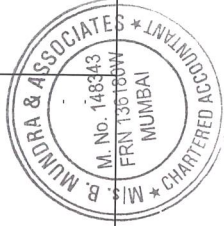
Particulars	As at 31st March, 2023	As at 31st March, 2022
Balance at the beginning of the year	(60,60,053)	(65,44,071)
Provision written back/Restatement of Provision	3,57,913	(4,84,018)
Balance at the end of the year	(64,17,966)	(60,60,053)

(i) Trade receivables ageing schedule

Particulars	Outstanding for following periods from due date of payment						TOTAL
	Unbilled	Not Due	< 6 months	6 months - 1 year	1-2 years	2-3 years	
(i) Undisputed Trade receivables – considered good	-	-	-	2,46,19,182	-	-	2,46,19,182
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	64,17,966	64,17,966
(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	-	-	-	-	-	-	-
Less: impairment allowance for trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	(64,17,966)

As at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment						TOTAL
	Unbilled	Not Due	< 6 months	6 months - 1 year	1-2 years	2-3 years	
(i) Undisputed Trade receivables – considered good	-	31,36,796	-	1,43,78,013	-	-	3,14,95,063
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	1,39,80,244	-	-	-	60,60,053
(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	-	-	-	-	-	-	-
Less: impairment allowance for trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	(60,60,053)



12 Other Equity

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Capital reserve	1,05,570	1,05,570
Retained Earnings	(8,22,62,981)	(8,90,99,479)
Foreign Currency Translation Reserve	5,63,60,714	5,72,74,273
Total	(2,57,96,698)	(3,17,19,638)

The movement in other Equity:

12.1 Capital reserve

Particulars	As at 31st March, 2023	As at 31st March, 2022
Balance as at beginning of the year	1,05,570	1,05,570
Movement during the year	-	-
Balance as at end of the year	1,05,570	1,05,570

12.2 Retained earnings

Particulars	As at 31st March, 2023	As at 31st March, 2022
Balance as at beginning of the year	(8,90,99,479)	(11,04,70,604)
Profit for the year	68,36,498	2,13,71,124
Balance as at end of the year	(8,22,62,981)	(8,90,99,479)

Retained earning represents surplus/accumulated earnings of the Group and are available for distribution to shareholders.

12.3 Foreign Currency Translation Reserve

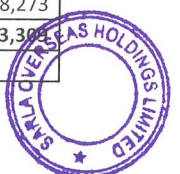
Particulars	As at 31st March, 2023	As at 31st March, 2022
Balance as at beginning of the year	5,72,74,273	5,80,79,047
Adjustment Movement during the year	(9,13,558)	(8,04,775)
Balance as at end of the year	5,63,60,714	5,72,74,273

Exchange differences relating to the translation of the results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency (i.e. Currency Units) are recognised directly in other comprehensive income and accumulated in the foreign currency translation reserve. Exchange differences previously accumulated in the foreign currency translation reserve are reclassified to profit or loss on the disposal of the foreign operation.

13 Non-Controlling Interest

The following table summarises the financial information relating to Sarla Europe Lda that has non-controlling interests (40%).

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Non - current assets	23,89,081	1,12,957
Current assets	1,82,62,005	2,79,73,083
Non - current liabilities	(55,49,112)	(52,42,582)
Current liabilities	(87,05,601)	(1,78,85,185)
Net assets	63,96,373	49,58,273
Carrying amount of non-controlling interests	25,58,549	19,83,305



Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Trade payables:		
Total outstanding dues of Micro and small enterprises	-	-
Total outstanding dues of creditors other than Micro and small enterprises	3,31,20,651	5,49,61,316
Total	3,31,20,651	5,49,61,316

(i) Trade payables ageing schedule
As at 31st March, 2023

Particulars	Outstanding for following periods from due date of payment					TOTAL
	Not Due	Less than 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	-	3,31,20,651	-	-	-	3,31,20,651
(ii) Others	-	-	-	-	-	-
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total Trade payables	-	3,31,20,651	-	-	-	3,31,20,651

As at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment					TOTAL
	Not Due	Less than 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	-	4,20,07,212	-	-	1,29,54,104	5,49,61,316
(ii) Others	-	-	-	-	-	-
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total Trade payables	-	4,20,07,212	-	-	1,29,54,104	5,49,61,316

15 Other current liabilities

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Statutory dues	75,03,736	2,09,587
Other liabilities	11,23,664	50,24,694
Total	86,27,401	52,34,284



16 Revenue from operation

Particulars	Amounts in INR	
	For the period ended 31st March, 2023	For the year ended 31st March, 2022
Sale of Products/ Services	-	5,75,974
Other Operating Revenues	2,56,03,435	4,06,24,617
Total	2,56,03,435	4,12,00,591

17 Other Income

Particulars	Amounts in INR	
	For the period ended 31st March, 2023	For the year ended 31st March, 2022
Provision for doubtful receivables written back	-	3,92,845
Miscellaneous Income	2,10,490	2,45,764
Total	2,10,490	6,38,609

18 Cost of material consumed

Particulars	Amounts in INR	
	For the period ended 31st March, 2023	For the year ended 31st March, 2022
Inventories at the beginning of the year	1,02,146	1,03,883
Purchases	-	-
Inventories at the end of the year	(1,08,118)	(1,02,146)
Total	(5,972)	1,737



11 Equity Share Capital

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Authorised 4,35,000 (As at 31st March, 2020: 4,35,000) Equity Shares of USD 1 each	1,96,99,149	1,96,99,149
Issued, Subscribed and Paid up 4,35,000 (As at 31st March, 2020: 4,35,000) Equity Shares of USD 1 each	1,96,99,149	1,96,99,149
Total	1,96,99,149	1,96,99,149

Reconciliation of number equity shares:

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	No. of Shares	Amount	No. of Shares	Amount
Opening Balance	4,35,000	1,96,99,149	4,35,000	1,96,99,149
Changes during the year	-	-	-	-
Closing Balance	4,35,000	1,96,99,149	4,35,000	1,96,99,149

Shareholding of Promoters at the end of the year as follows:

S. No	Promoter Name	31.03.2023		31.03.2022		% change during the year
		No of shares	% of total shares	No of shares	% of total shares	
1	Sarla Performance Fibers Limited	4,35,000	100%	4,35,000	100%	-

Terms / Rights attached to Equity Shares

The Group has only one class of equity shares having par value of USD. 1/- each (P.Y. USD. 1/- each) holder of equity shares is entitled to one vote per share. The company declares and pays dividend in USD. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting.

In the event of liquidation of the group, the holders of the equity shares will be entitled to receive remaining assets of the group, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

During the 5 Years immediately preceding the balance sheet date, there were no equity shares allotted as fully paid up pursuant to contract without payment being received in cash, no bonus shares were issued and there was no buy-back of equity shares of the Company.

Shares held by shareholders each holding more than 5% of the shares

Shareholders	As at 31st March, 2023		As at 31st March, 2022	
	No. of Shares	Percentage	No. of Shares	Percentage
Sarla Performance Fibers Limited	4,35,000	100%	4,35,000	100%



19 Changes in inventories of finished goods and work in progress

Particulars	Amounts in INR	
	For the period ended 31st March, 2023	For the year ended 31st March, 2022
Closing stock		
Traded Goods	-	-
Opening stock		
Traded Goods	-	7,16,070
Total	-	7,16,070

20 Employee benefits expense

Particulars	Amounts in INR	
	For the period ended 31st March, 2023	For the year ended 31st March, 2022
Salaries and wages, bonus etc.	82,21,772	62,26,836
Contribution to provident and other funds	17,66,655	13,78,984
Staff welfare expenses	2,11,962	1,63,427
Total	1,02,00,391	77,69,248

21 Other expenses

Particulars	Amounts in INR	
	For the period ended 31st March, 2023	For the year ended 31st March, 2022
Legal and professional fees	16,02,573	8,27,276
Miscellaneous expenses	16,11,496	16,27,709
Freight and forwarding charges	70,93,083	36,11,125
Bank charges	20,226	1,11,952
gain or loss on foreign currency transaction and translation (net)	1,34,439	2,51,727
Payment to auditor:		
- Audit fee	-	1,49,060
Total	1,04,61,818	65,78,850



Sarla Overseas Holdings Limited
Notes Forming Part of Consolidated Financial Statements

22 Earnings per share (EPS)

Particulars	Amounts in INR	
	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Profit for the year- Before Exceptional Item	41,03,237	2,57,68,394
Profit for the year-After Exceptional Item	68,36,497	2,13,71,124
Equity shares outstanding at the beginning and at the end of the year - (Nos)	4,35,000	4,35,000
Nominal value of each share (in USD)	1	1
Basic and Diluted earning per share- Before Exceptional Item	9.43	59.24
Basic and Diluted earning per share-After Exceptional Item	15.72	49.13



23 Related party disclosures

1 Relationships

(a) Parent Company

Sarla Performance Fibers Limited

(b) Joint Ventures (Refer note 29)

Savitex SA De C.V., Honduras

MRK SA De C.V., Honduras

Sarla Tekstil Filament Sanayi Ticaret A.S.

(c) Entities controlled by Key Managerial Personnel

Sarlaflex, Inc.

(d) Key Managerial Personnel

Krishna Jhunjhunwala - Managing Director

2 Details of transactions with above related parties

Amounts in INR

Nature of Transaction	Holding Company		Fellow Subsidiary		Key Managerial Personnel	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
(a) Unsecured Loan Given M/s SarlaFlex Inc	-	-	27,33,260	32,79,320	-	-
(b) Purchases of Goods M/s Sarla Performance Fibers Limited	-	-	-	-	-	-
(c) Commission Received M/s Sarla Performance Fibers Limited	1,66,44,763	1,94,32,467	-	-	-	-

3 Balances Outstanding

Amounts in INR

Nature of Transaction	Holding Company		Fellow Subsidiary		Key Managerial Personnel	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
(a) Unsecured Loan Given M/s SarlaFlex Inc	-	-	75,62,14,010	69,45,89,207	-	-
(b) Unsecured Loan taken M/s SarlaFlex Inc	-	-	41,11,000	37,90,000	-	-
(c) Trade Payables M/s Sarla Performance Fibers Limited	2,89,95,934	4,04,05,289	-	-	-	-

Notes:

(a) Sales, purchases and service transactions with related parties are made at arm's length price.

(b) Amounts outstanding are unsecured and will be settled in cash or receipts of goods and services.

(c) Impairment provision reversal amounting to Rs. 27,33,260 (as at 31st March, 2022: Rs. 43,97,270) has been recognised in respect of loan given to Fellow Subsidiary

(d) There have been no guarantees received or provided for any related party receivables or payables.



24 Financial instruments

A Capital Management:

The Group manages its capital structure with a view to ensure that it will be able to continue as a going concern while maximising the return to stakeholders through the optimization of the debt and equity balance.

The capital structure consists of total equity of the Group.

The Group's management reviews the capital structure of the Group on an annual basis. As part of this review, the management considers the cost of capital and the risks associated with each class of capital.

The gearing ratio at the end of the reporting period was as follows:

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Current borrowings	-	-
Total Debt	-	-
Equity	(35,38,999)	(1,00,37,179)
Net debt to equity ratio	-	-

For the purpose of computing debt to equity ratio, equity includes Equity Share Capital and Other Equity and Debt includes Long term borrowings.

B Financial Instruments-Accounting Classifications and Fair value measurements (Ind AS 107)

i) Classification of Financial Assets and Liabilities:

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Financial assets		
At Amortised cost		
Trade receivables	2,46,19,182	3,14,95,053
Cash and cash equivalents	1,09,71,763	1,43,80,030
Other financial assets	-	-
Loans	-	37,94,728
Total	3,55,90,945	4,96,69,811
Financial liabilities		
At Amortised cost		
Borrowings	-	-
Trade payables	3,31,20,651	5,49,61,316
Total	3,31,20,651	5,49,61,316



25 Financial risk management objectives (Ind AS 107)

The Group's Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

The key risks and mitigating actions are also placed before the Audit Committee of the Group.

The Group has exposure to the following risks arising from financial instruments:

- A) Credit risk;
- B) Liquidity risk;
- C) Market risk; and
- D) Interest rate risk

A Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises primarily from financial assets such as trade receivables, investments, derivative financial instruments, other balances with banks, loans and other receivables.

Trade and other receivables

Customer credit is managed by each business unit subject to the Group's established policies, procedures and control relating to customer credit risk management. Trade receivables are non-interest bearing and are generally on 0 to 180 days credit term. Credit limits are established for all customers based on internal rating criteria. Outstanding customer receivables are regularly monitored.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The Group does not hold collateral as security. The Group has no concentration of credit risk as the customer base is widely distributed both economically and geographically.

The Group measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends.

The following table provides information about the exposure to credit risk and Expected Credit Loss Allowance for trade and other receivables:

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Up to 180 days	2,45,88,673	1,71,17,040
181-365 days	30,509	1,43,78,013
Above 365 days	64,17,966	60,60,053
Total	3,10,37,148	3,75,55,106

Movement in provisions of doubtful debts

Particulars	Amounts in INR	
	As at 31st March, 2023	As at 31st March, 2022
Balance at beginning of the year	(60,60,053)	(65,44,071)
Restatement of Provision	(3,57,913)	4,84,018
Balance at end of the year	(64,17,966)	(60,60,053)

Other financial assets

The Group maintains exposure in cash and cash equivalents. Credit limits and concentration of exposures are actively monitored by the Management of the Group.



B Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

Liquidity risk is managed by Group through effective fund management. The Group's principal sources of liquidity are cash and cash equivalents, borrowings and the cash flow that is generated from operations. The Group believes that current cash and cash equivalents, tied up borrowing lines and cash flow that is generated from operations is sufficient to meet requirements. Accordingly, liquidity risk is perceived to be low.

The following are the remaining contractual maturities of financial liabilities at the reporting date. Amounts disclosed are the contractual un-discounted cash flows.

Maturity analysis of significant financial liabilities

Particulars	As at 31st March, 2023			As at 31st March, 2022		
	Carrying amount	Contractual cash flows		Carrying amount	Contractual cash flows	
		Upton 1 year	More than 1 year		Upton 1 year	More than 1 year
Financial liabilities						
Borrowings (including Current Maturities of Long-Term Debts)	-	-	-	-	-	-
Trade and other payables	3,31,20,651	3,31,20,651	-	5,49,61,316	5,49,61,316	-
	3,31,20,651	3,31,20,651	-	5,49,61,316	5,49,61,316	-

26 Entities not consolidated

Sarla Overseas Holdings Limited has commercial disputes with its JV partners Savitex S.A. De C.V. & MRK S.A. De C.V., resulting into the matter being referred to the appropriate judicial authority in Honduras. The matter being subjudice, the financial performance of both the JV's are not taken in to consideration while preparing the Consolidated Financial statements. Also Financial statements of Sarla Tekstil have also not been considered on account of non receipt of the same.

27 During the FY2020-21, the Holding Company had made impairment provision for its loans and advances due to which its net worth had become negative. This being exceptional item and looking to business prospects, these financial statements have been prepared based on 'going concern' basis.

28 Exceptional Item

Company's Fellow Subsidiary, Sarlaflex, Inc. has suspended its manufacturing operations since December 2017. Thus, management of the Subsidiary is presently monitoring the situation on a continuous basis and exploring all options including sale of the undertaking. Based on the impairment indicator, Company has tested its investments in Sarlaflex, Inc. for whether any impairment is required to be recognised in accordance with the requirements of Ind AS 36 –Impairment of Assets.

As at 31st March, 2023, Company has investments amounting to Rs. 75,06,23,050 by way of unsecured loans to Sarlaflex, Inc. Impairment assessment of these investments have been performed by comparing carrying value of investments to their recoverable amount. For the purpose of impairment testing, recoverable amount has been determined considering valuation report obtained from an external expert. Consequently, impairment reversal provision amounting to Rs. 27,33,260 has been recognised in the Statement of Profit and Loss as an exceptional item.

29 Other Amendments with respect to Schedule III

- The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company is not declared as wilful defaulter by any bank or financial Institution or other lender.
- There is no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
- The Company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company have not traded or invested in Crypto currency or Virtual Currency during the year.
- The Company does not have any transactions with Companies struck off.
- The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - 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 any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- The Company has complied with the requirement in respect of number of layers prescribed under Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rule, 2017.

30 Events after the reporting period

No adjusting or significant non - adjusting events have occurred between the reporting date (31st March, 2023) and the report release date (12th May, 2023)

