



**Annual Report
and
Audited Accounts**

FOR THE YEAR ENDED 31ST MARCH 2023



SEVEN HILLS BEVERAGES LTD.

302, Divine Tej, Thatte Nagar,
Near Croma Showroom,
College Road, Nashik - 422005

BALANCE SHEET AS ON 31 / 03 / 2023

**PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED ON 31 / 03 / 2023**

**Audited by
M/S. KETAN K. KABRA & ASSOCIATES
Chartered Accountants**

C/O Tirupati Provision
Near Omkareshwar Temple, Jalgaon - 425002
Cell - 8087506805
Email - caketankabra@gmail.com



Independent Auditor's Report

To The Members of
Seven Hills Beverages Limited

Opinion

We have audited the accompanying financial statements of **Seven Hills Beverages Limited** ("the Company"), which comprise the Balance Sheet as at **March 31, 2023**, 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, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023, and its profit 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 financial statements under the provisions of the Companies Act, 2013 and the Rules there-under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Companies Act, 2013 ("the Act") concerning the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company by the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate



accounting records by the provisions of the Act for safeguarding 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.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit by the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;



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CHARTERED ACCOUNTANTS
C/O TIRUPATI PROVISION, NEAR OMKARESHWAR TEMPLE, JALGAON 425002
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- c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. based on written representations received from the directors as of March 31, 2023, and taken on record by the Board of Directors, none of the directors is disqualified as of March 31, 2023, from being appointed as a director in terms of Section 164 (2) of the Act;
- f. Concerning 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, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- (i) The Company does not have any pending litigations which would impact its financial position.
 - (ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
 - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.
- h.
- i. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company; or
 - Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.



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- ii. The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Fund Parties") 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 ("Ultimate Beneficiaries") by or on behalf of the Funding Party; or
 - Provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and
- iii. Based on such audit procedures as 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 d (i) and d (ii) contain any material misstatement.
- a) During the year, the Company has not declared or paid any dividend.
3. With respect to the matter to be included in the Auditor's Report under Section 197 (16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.

The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.



Annexure A to the Auditors' Report

The Annexure referred to in our report to the members of **Seven Hills Beverages Limited** ('the Company') on Financial Statements for the year ended **31st March 2023**. We report that:

- i.
 - (a) In our opinion the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant, and Equipment
 - (b) The company is maintaining proper records showing full particulars of intangible assets;
 - (c) This Property, Plant, and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed during such verification;
 - (d) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company.
 - (e) The company has not revalued its Property, Plant, and Equipment (including Right of Use assets) or intangible assets or both during the year;
 - (f) No proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder;
- ii.
 - (a) In respect of its inventories: As explained to us, the coverage and procedure of physical verification of inventory conducted at reasonable intervals by the management is appropriate and any discrepancy has not been noticed;
 - (b) The company has not been sanctioned working capital limits of over five crore rupees, in aggregate, from banks or financial institutions based on the security of current assets during any point time of the year



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- iii. During the year the company has not made investments in, provided any guarantee or security, or granted any loans or advances like loans, secured or unsecured, to companies, firms, Limited Liability Partnerships, or any other parties. Accordingly, reporting requirements of this clause is not applicable
- iv. According to the information and explanation given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to the loans and investments made during the period. The Company has not given any guarantee or provided any securities during the period
- v. According to the information and explanation given to us, the Company has not accepted any deposits from the public and accordingly, clause 3(v) of the Order is not applicable
- vi. As informed to us, the Central Government has not prescribed maintenance of the cost records under section 148(1) of the Companies Act, 2013.
- vii. (A) According to the information and explanations given to us and the records of the company examined by us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, employee's state insurance, income tax, service tax, sales tax, tax deducted at source, cess and other material statutory dues applicable to it, there are no such outstanding statutory arrears as at 31st March 2023 for a period of more than six months from the date they becomes payable.
- (b) According to the information and explanations given to us and the record of the company examined by us, there were no statutory dues which have not been deposited on account of any dispute pending.
- viii. There are no such transactions that are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);
- ix. (a) the company has not defaulted in repayment of loans or other borrowings or the payment of interest thereon to any lender
(b) The company is not a declared willful defaulter by any bank or financial institution or another lender
(c) Term loans were applied for the purpose for which the loans were obtained
(d) Funds raised on a short-term basis have not been utilized 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;



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- (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures, or associate companies
- x. (a) The Company has not raised any money by way of initial public offer or the further public offer (including debt instruments) during the year. Accordingly, reporting requirements of this clause is not applicable;
- (b) As per explanations given to us; the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year. Accordingly, reporting requirement of this clause is not applicable;
- xi. (a) According to information and explanations given to us, no fraud on or by the company has been noticed or reported during the year
- (b) There is no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by the auditors of the company;
- (c) No whistle-blower complaints during were received during the year by the company
- xii. In our Opinion and according to the information and explanations given to us, the company is not a Nidhi company and hence no such compliances are required under clause
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. As per section 138 of the Act, the company is not mandatorily required to have an Internal Audit System
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, reporting requirements of this clause is not applicable



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- xvii. The company has not incurred cash losses in the financial year and the immediately preceding financial year
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, reporting requirements of this clause is not applicable;
- xix. In our opinion and according to information and explanations given to us, based on the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, knowledge of the Board of Directors, and management plans, there is no material uncertainty that exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within one year from the balance sheet date;
- xx. As per the provisions of section 135(5) the company is not mandatorily required to constitute a Corporate Social Responsibility Committee and spend funds for the Corporate Social Responsibility (CSR) activities
- xxi. According to information and explanations given to us, the company is not required to prepare the consolidated financial statements. Accordingly, reporting requirements of this clause is not applicable

CA Ketan K. Kabra
Proprietor
Membership No: 148056



Place: Jalgaon
Date: 11/04/2023
UDIN: 23148056BGTGDG9957

Annexure B to Independent Auditors' Report

Referred to in paragraph 2(f) of the Independent Auditors' Report of even date to the members of Seven Hills Beverages Limited on the financial statement for the year ended 31 March 2023

Report on the internal financial controls under clause (i) of sub-section 3 of section 143 of Act

1. We have audited the internal financial controls over financial reporting of Seven Hills Beverages Limited ('the Company') as of 31 March 2023 in conjunction with our audit of the financial statement of the Company for the year ended on that date.

Management's responsibility for internal financial controls

2. 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 Institute of Chartered Accountants of India (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 the 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 Act.

Auditors' responsibility

3. 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 by the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the 'Guidance Note') and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit an internal financial control and both issued by the ICAI. 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 were established and maintained and if such controls operated effectively in all material respects.
4. 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 statement, whether due to fraud or error.

5. 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 controls over financial reporting

6. 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 by 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 by generally accepted accounting principles, and that receipts and expenditures of the company are being made only by 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

7. 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.



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Opinion

8. 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 of 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 Institute of Chartered Accountants of India.

For Ketan K. Kabra & Associates,
Chartered Accountants
(FRN: 134758W)



CA Ketan K. Kabra
Proprietor
Membership No: 148056

Place: Jalgaon
Date: 11/04/2023
UDIN: 23148056BGTGDG9957

SEVEN HILLS BEVERAGES LIMITED
BALANCE SHEET AS AT 31ST MARCH 2023

(Rs. in Thousands)

Particulars	Note No.	As at 31st March 2023	As at 31st March 2022	As at 1st April 2021
I. ASSETS				
(1) Non-Current Assets				
(a) Property, Plant & Equipment	2	40,386.62	43,727.95	43,381.26
(b) Financial Assets		-	-	-
(i) Loans		-	-	-
(ii) Investments	3	20,414.72	17,933.22	20,951.13
(iii) Other Financial Assets		-	-	-
(c) Deferred Tax Assets		-	170.00	340.00
(d) Other Non Current Assets	4	-	-	-
(2) Current Assets				
(a) Inventories	5	5,034.19	3,242.25	3,765.20
(b) Financial Assets		-	-	-
(i) Investments		-	-	-
(ii) Trade receivables	6	6,999.51	8,103.17	5,609.06
(iii) Cash and cash equivalents	7	129.71	141.22	149.59
(iv) Other Financial Asset	8	468.07	14,781.87	13,477.45
(c) Current Tax Assets	9	2,229.63	2,047.25	2,039.23
(c) Other Current Assets	13	17,976.83	5,577.59	6,799.51
TOTAL		93,639.28	95,724.52	96,512.43
I. EQUITY AND LIABILITIES				
(1) Equity				
(a) Equity Share Capital	14	37,300.00	37,300.00	37,300.00
(b) Other Equity	15	10,322.44	7,842.61	7,199.61
(2) Liabilities				
Non Current Liabilities				
(a) Financial Liabilities		-	-	-
(i) Borrowings	16	603.18	3,300.92	8,942.83
(ii) Trade Payables		-	-	-
(iii) Other Financial Liabilities		-	-	-
(b) Provisions		-	-	-
(c) Deferred Tax Liabilities	17	1,464.72	1,470.68	1,048.31
(d) Other Non Current Liabilities		-	-	-
(b) Provisions	18	221.90	130.23	140.07
Current Liabilities				
(a) Financial Liabilities		-	-	-
(i) Trade Payables	19	18,855.45	18,677.13	15,144.30
(i) Borrowings	20	17,866.26	20,712.63	19,689.50
(ii) Other Financial Liabilities		-	-	-
(b) Other Current Liabilities	21	5,268.51	5,123.76	6,326.79
(c) Current Tax Liabilities	22	492.87	186.41	-
(d) Provisions	23	1,243.94	980.15	721.02
TOTAL		93,639.28	95,724.52	96,512.43

Significant Accounting Policies

1

The accompanying notes form an integral part of financial statements.

As per our report of even date

For Ketan K Kabra and Associates
Chartered Accountants
FRN 134758W

CA Ketan K Kabra
Proprietor
M No. 148056

For and on behalf of the Board of Directors of
Seven Hills Beverages Limited

Mr. Sandeep Palw
Director
DIN: 06393282

Mr. Nayan Palwe
Director
DIN: 06393325

UDIN : 23148056BGTGDG9957

Date : 11/04/2023

Place: Jalgaon

SEVEN HILLS BEVERAGES LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2023

(Rs. In Thousands)

Sr. No	Particulars	Note No.	For the Year Ended	
			31st March 2023	31st March 2022
	INCOME			
I	Revenue from operations	23	131569.99	87437.75
II	Other Income	24	66.27	306.23
III	Total Income		1,31,636.25	87,743.97
	EXPENDITURE			
IV	Purchase of Materials	25	1,07,211.74	67,821.35
	Direct Expenses	26	7,080.34	4,216.82
	Changes in Inventory of Finished Goods, Stock in Trade and Work in Progress	27	(1,791.94)	522.95
	Employee Benefits Expenses	28	5,362.76	4,574.43
	Financial Costs	29	2,363.63	2,574.28
	Depreciation and Amortization Expense	30	4,147.21	4,937.20
	Other Expenses	31	4,191.63	1,750.59
	Total Expenses		1,28,565.36	86,397.62
V	Profit before tax		3,070.90	1,346.35
VI	Tax expense:	32		
	(1) Current tax		492.87	289.14
	(2) Deferred tax liability / (asset)		(5.96)	422.37
	(3) Previous Year Tax Adjustment		12.47	1.69
			-	-
VII	Profit/(Loss) for the year		2,571.51	633.15
VIII	Other Comprehensive Income / (Loss)			
	<u>Item that will not be subsequently reclassified to profit or loss</u>			
	Remeasurement of Defined Benefit Plan		(91.68)	9.84
	Fair Value Measurement of Investments		-	-
	Income tax effect relating to items that will not be subsequently reclassified to profit or loss:		-	-
	<u>Item that may be subsequently reclassified to profit or loss</u>		-	-
	Income Tax relating to Item that will be subsequently reclassified to profit or loss		-	-
			-	-
	Total Other Comprehensive Income / (Loss) of the year		(91.68)	9.84
IX	Total Comprehensive Income / (Loss) of the year		2,479.83	643.00
X	EPS (face value of Rs.10/- each) Basic and Diluted (Rs)	33	0.69	0.17

Significant Accounting Policies

1

The accompanying notes form an integral part of financial statements.

As per our report of even date

For Ketan K Kabra and Associates
Chartered Accountants
FRN 134758W

CA Ketan K Kabra
Proprietor
M No. 148056

UDIN : 23148056BGTGDG9957
Date : 11/04/2023

For and on behalf of the Board of Directors of
Seven Hills Beverages Limited

Mr. Sandeep Palwe
Director
DIN: 06393282

Mr. Nayan Palwe
Director
DIN: 06393325

SEVEN HILLS BEVERAGES LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2023

(Rs. In Thousands)

Sr. No.	Particulars	For the Year Ended 31	For the Year Ended 31
		March 2023	March 2022
		Amount (Rs.)	Amount (Rs.)
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit Before Tax	3,070.90	1,346.35
	(+/-) Adjustments for:		
	Depreciation	4,147.21	4,937.20
	Finance Cost	2,363.63	2,574.28
	Interest Received	(17.67)	(1.97)
	Profit on sale of Fixed Asset	(47.12)	-
	OCI	(91.68)	9.84
	Operating Profit Before Working Capital Changes	9,425.27	8,865.71
	Adjusted for (Increase)/ Decrease in:		
	-Inventories	(1,791.94)	522.95
	-Trade receivables	1,103.66	(2,494.11)
	-Short-term loans and advances	-	-
	-Non Current Other Financial Assets	-	-
	-Other Non Current Asset	170.00	170.00
	-Current Tax Assets	(182.39)	(8.02)
	-Other Current Asset	(12,399.24)	1,221.92
	-Other financial assets	14,313.80	(1,304.43)
	-Trade payables	178.32	3,532.83
	-Provisions	355.47	435.70
	-Other Current Liabilities	144.75	(1,203.02)
	- Current Tax Liabilities	306.46	-
		11,624.15	9,739.53
	Cash generated from operations		
	Direct Taxes paid	(505.34)	(290.83)
	Net Cash flow from Operating activities	11,118.81	9,448.70
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Sale / (Purchase) of Fixed Assets	(858.77)	(5,283.88)
	Sale / (Purchase) of Fixed Assets	100.00	-
	Sale / (Purchase) of Non Current investment	(2,481.50)	3,017.91
	Sale / (Purchase) of Current Investment	-	-
	Long Term Loans and Advances given	17.67	1.97
	Interst on FDR	-	-
		(3,222.59)	(2,264.01)
	Net Cash flow from Investing activities		
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from Long Term Borrowings	(2,697.74)	(5,641.91)
	Proceeds from Short Term Borrowings	(2,846.37)	1,023.13
	Interest & Financial Charges	(2,363.63)	(2,574.28)
		(7,907.74)	(7,193.07)
	Net Cash flow from financing activities		
		(11.51)	(8.37)
D	Net increase in cash & Cash Equivalents (A+B+C)		
		141.22	149.59
E	Cash & Cash Equivalents As At Beginning of the Year		
		129.71	141.22
F	Cash and Cash equivalents as at End of the Year		

The accompanying notes are an integral part of the financial statements
As per our report of even date

For Ketan K Kabra and Associates
Chartered Accountants
FRN 134758W



CA Ketan K Kabra
Proprietor
M No. 148056

UDIN : 23148056BGTGDG9957
Date : 11/04/2023

For and on behalf of the Board of Directors of
Seven Hills Beverages Limited

Mr. Sandeep Palwe
Director
DIN: 06393282

Mr. Nayan Palwe
Director
DIN: 06393325

SEVEN HILLS BEVERAGES LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2023

(Rs. In Thousands)

A. Equity Share Capital (Of Rs. 10 each)

Particulars	Number of Shares	Amount Rs.
Issued, Subscribed and Fully Paid Up Share Capital at April 1, 2021	3,730.00	3,73,000.00
Changes in Equity Share Capital due to prior period errors	-	-
Restated Balance of Share Capital at April 1, 2021	3,730.00	3,73,000.00
Changes in Equity Share Capital during the year 2021-22	-	-
Balance as at March 31, 2022	3,730.00	3,73,000.00
Issued, Subscribed and Fully Paid Up Share Capital at April 1, 2022	3,730.00	3,73,000.00
Changes in Equity Share Capital due to prior period errors	-	-
Restated Balance of Share Capital at April 1, 2022	3,730.00	3,73,000.00
Changes in Equity Share Capital during the year 2022-23	-	-
Balance as at March 31, 2023	3,730.00	3,73,000.00

A. Other Equity

Particulars	Reserves & Surplus		Items of Other Comprehensive Income		Total
	Surplus in Profit & Loss Account/General Reserve	Securities Premium	Revaluation Surplus	Remeasurement of Defined Benefit Plans	
Balance as at April 1, 2021	(7243.41)	11200.03	3176.44	66.56	7199.61
Changes in Equity Share Capital due to prior period errors	0.00	0.00	0.00	0.00	0.00
Restated Balance as at April 1, 2021	(7243.41)	11200.03	3176.44	66.56	7199.61
Add: Profit / (Loss) for the year 2021-22	633.15			0.00	0.00
Less: Dividend Paid	0.00	0.00	0.00	0.00	0.00
Less: Transferred to Profit & Loss Account					
Add: Transfer from Revaluation Surplus	461.93				
Less: Transfer to Reserves & Surplus	0.00	0.00	(461.93)	9.84	(452.09)
Balance as at March 31, 2022	(6148.33)	11200.03	2714.50	76.40	13990.93
Changes in Equity Share Capital due to prior period errors	0.00	0.00	0.00	0.00	0.00
Restated Balance as at April 1, 2022	(6148.33)	11200.03	2714.50	76.40	13990.93
Add: Transfer from Revaluation Surplus	357.93				
Less: Transfer to Reserves & Surplus	0.00	0.00	(357.93)	(91.68)	(449.61)
Add: Profit / (Loss) for the year 2022-23	2571.51		0.00		0.00
Balance as at March 31, 2023	(3218.88)	11200.03	2356.57	(15.28)	10322.44



NOTES TO THE FINANCIAL STATEMENTS

Note 2 : Property, Plant & Equipments

Description of Asset	GROSS BLOCK (AT COST)				DEPRECIATION / AMORTISATION				
	As on 01.04.2022	Addition during year	Deduction during year	As on 31.03.2023	As on 01.04.2022	Provided during year	Write off during the year	Deduction/ Adjustment	Up to 31.03.2023
I. Tangible Assets									4879.51
Buildings	29423.87	0.00	0.00	29423.87	4110.04	769.46	0.00		48887.90
Plant & Machineries	63672.52	779.43	52.88	64399.07	45591.92	3295.98	0.00	0.00	37.19
Computers	44.01	19.90	0.00	63.90	33.28	3.90	0.00	0.00	761.35
Furniture & Fixture	1006.30	59.44	0.00	1065.74	683.49	77.86	0.00		
TOTAL	94146.69	858.77	52.88	94952.57	50418.74	4147.21	0.00	0.00	54565.95



NOTES TO THE FINANCIAL STATEMENTS**Note 3 : Financial Asset - Non Current - Investments** (Rs. In Thousands)

Particulars	As at 31st March 2023	As at 31st March 2022
Investments		
Balances with Banks	-	-
Balances with Others	20,414.72	17,933.22
TOTAL	20,414.72	17,933.22

Note 4 : Other Non Current Assets

Particulars	As at 31st March 2023	As at 31st March 2022
Unsecured, Considered Good		
Loans & Advances	-	-
Preliminary Expenses	-	170.00
TOTAL	-	170.00



NOTES TO THE FINANCIAL STATEMENTS**Note 5 : Inventories**

Particulars	As at 31st March 2023	As at 31st March 2022
Raw Materials, Consumables, WIP, Finished Goods	5034.19	3242.25
TOTAL	5034.19	3242.25

Note 6 : Financial Asset - Current - Trade Receivables

Particulars	As at 31st March 2023	As at 31st March 2022
Unsecured, Considered Good	6999.51	8103.17
Less : Allowance for Doubtful Trade Receivables Considered Good	6,999.51	8,103.17
TOTAL	6,999.51	8,103.17



NOTES TO THE FINANCIAL STATEMENTS**Note 7 : Financial Asset - Current - Cash and Cash Equivalents**

Particulars	As at 31st March 2023	As at 31st March 2022
Cash in hand	117.60	125.45
Balances with banks in current account	12.11	15.77
TOTAL	129.71	141.22

Note 8 : Financial Asset - Current - Others

Particulars	As at 31st March 2023	As at 31st March 2022
Loans and Advances		
- Advances to Others	-	-
- Advances to Related Parties	-	-
Balance with Revenue Authorities	25.00	25.00
Security Deposits	399.92	415.83
Interest Accrued on Bank Deposits	43.15	27.25
TOTAL	468.07	468.07

Note 9 : Current Tax Asset

Particulars	As at 31st March 2023	As at 31st March 2022
Minimum Alternate Tax	2021.47	2021.47
Advance Income Tax / TDS	208.16	128.50
Less: Provision for Income Tax	492.87	102.72
Net amount to be received from Income Tax	208.16	25.78
GST Input Tax Credit	-	-
TOTAL	2,229.63	2,047.25

Note 13 : Other Current Assets

Particulars	As at 31st March 2023	As at 31st March 2022
Prepaid Expenses	46.61	68.31
Advance to Suppliers and others	11287.66	14558.46
Advances for Property to Related Parties	6630.68	5252.07
TDS Receivable(ASHV Finance Ltd)	11.88	12.56
TOTAL	17,976.83	17,976.83



NOTES TO THE FINANCIAL STATEMENTS

Equity

Note 14 : Equity Share Capital

(Rs. In Thousands)

Particulars	As at	As at
	31st March 2023	31st March 2022
Equity Share Capital		
Authorised Share Capital 62,00,000 Equity Shares of Rs. 10/- each	62,000.00	62,000.00
	62,000.00	62,000.00
Issued, Subscribed and Fully Paid Up Share Capital 37,30,000 Equity Share of Rs.10/- Each fully paid up	37,300.00	37,300.00
TOTAL	37,300.00	37,300.00

a) Reconciliation of number of shares outstanding at the end of year

Particulars	As at	As at
	31st March 2023	31st March 2022
Equity shares at the beginning of the year	3,730.00	3,730.00
Add: Shares issued during the year	-	-
Equity Shares at the end of the year	3,730.00	3,730.00

- (i) The company has only one class of shares referred to as equity shares having a par value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share and dividend in Indian rupees, if proposed by the Board of Directors, which is subject to the approval of the shareholders in the ensuing Annual General Meeting.
- (ii) In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of 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 at the time of commencement of winding-up.
- (iii) The Shareholders have all other rights as available to equity shareholders as per the provisions of The Companies Act, 2013, read together with the Memorandum of Association and Articles of Association of the Company, as applicable.

b) Details of shareholders holding more than 5% shares of the aggregate shares in the company

Name of shareholder	As at 31st March 2023		As at 31st March 2022	
	No. of Shares	Percentage	No. of Shares	Percentage
Galactico Corporate Services Limited	3,721.50	99.77%	3,721.50	0.10%

c) Details of shareholders holding of the Promoters of the Company

Name of the Promoter	As at 31st March 2023		
	No. of Shares	Percentage of Total Shares	Percentage change during the year
Galactico Corporate Services Limited	3,721.50	99.77%	0.00%
Sandeep Palwe	0.10	0.0027%	0.00%
Nayan Palwe	0.10	0.0027%	0.00%
Balasaheb Palwe	0.10	0.0027%	0.00%
Arpita Vikas Lathi	8.00	0.2145%	0.00%
Sarvanan Sheshadri	0.10	0.0027%	0.00%
Jayashree Palwe	0.10	0.0027%	0.00%

Name of the Promoter	As at 31st March 2022		
	No. of Shares	Percentage of Total Shares	Percentage change during the year
Galactico Corporate Services Limited	3,721.50	99.77%	0.00%
Sandeep Palwe	0.10	0.0027%	0.00%
Nayan Palwe	0.10	0.0027%	0.00%
Balasaheb Palwe	0.10	0.0027%	0.00%
Arpita Vikas Lathi	8.00	0.2145%	0.00%
Sarvanan Sheshadri	0.10	0.0027%	0.00%
Jayashree Palwe	0.10	0.0027%	0.00%



NOTES TO THE FINANCIAL STATEMENTS

Note 15 : Other Equity

Particulars	As at 31st March 2023	As at 31st March 2022
1) Reserves & Surplus		
1.1 Securities Premium		
As Per Last Balance Sheet	11,200.03	11,200.03
Add: Received during the year		
Closing Balance	11,200.03	11,200.03
1.2 Surplus in the Statement of Profit and Loss		
As Per Last Balance Sheet	(7,171.80)	(7,804.95)
Add: Profit / (loss) for the year	2,571.51	633.15
Less: Appropriations		
Closing Balance	(4,600.29)	(7,171.80)
1.3 General Reserve		
As Per Last Balance Sheet	1,023.48	561.545
Add: Transfer from Revaluation Reserve	357.93	461.933
Closing Balance	1,381.41	1,023.48
2) Other Comprehensive Income		
2.1 Revaluation Surplus		
As Per Last Balance Sheet	2,714.50	3176.436
Add / (Less) : Transfer to Revaluation Reserve	(357.93)	-461.933
Less: OCI Transferred to Profit and Loss	-	-
Closing Balance	2,356.57	2,714.50
2.2 Remeasurement of Defined Benefit Plans		
As Per Last Balance Sheet	76.40	66.557
Add / (Less) : Other Comprehensive Income / (loss) for the year	(91.68)	9.844
As Per Last Balance Sheet	-	-
Closing Balance	(15.28)	76.40
TOTAL	10,322.44	7,842.61

Note: 15.2.1 These Reserves are created on 31.03.2013 by revaluing Factory Building, Plant & Machinery and Land & Site to bring the realistic value of these assets as per Valuation Report.



NOTES TO THE FINANCIAL STATEMENTS

Note 16 : Financial Liability - Non Current - Borrowings

(Rs. in Thousands)

Particulars	As at 31st March 2023	As at 31st March 2022
Unsecured		
Loans from related parties	-	-
Loans from Banks/Financial Institutions	-	849.03
Secured		
Loans from related parties	-	-
Loans from Bank/ Financial Institution	-	-
-Solar Loan	-	54.98
-Term Loan	603.18	2,175.47
-Vehicle Loan	-	221.43
TOTAL	603.18	3,300.92

Note 16.1:

Company has availed a term loan for Solar from HDFC Bank amounting to Rs. 1,20,00,000. The loan carries an interest rate of 8.1% per annum and repayable in 60 equal installment. Primary security given is at Industrial Property

Note 16.2:

Company has availed a term loan from HDFC Bank amounting to Rs. 45,80,000. The loan carries an interest rate of 8.25% per annum and repayable in 48 equal installment.

Note 16.3:

Company has availed a Vehicle loan from Kotak Mahindra Bank amounting to Rs. 10,08,638. The loan carries an interest rate of 11.75% per annum and repayable in 36 equal installment. The Vehicle purchased is hypothecated

Note 16.4:

Company has availed a Unsecured loan from ASHV Finance Ltd. amounting to Rs. 25,00,000. The loan carries an interest rate of 20.00% per annum and repayable in 36 equal monthly installments.

Note 17: Deferred Tax Liabilities

Particulars	As at 31st March 2023	As at 31st March 2022
Related to Depreciation	1464.72	14,70,679.00
Related to Provision for Gratuity	-	-
TOTAL	1,464.72	14,70,679.00

Note 18 : Non Current Provisions

Particulars	As at 31st March 2023	As at 31st March 2022
Provision for employee benefits	221.90	1,30,226.00
TOTAL	221.90	1,30,226.00

Note 19 : Financial Liabilities - Current - Trade Payables

Particulars	As at 31st March 2023	As at 31st March 2022
Due to Others	18855.45	1,86,77,133.00
TOTAL	18,855.45	1,86,77,133.00



NOTES TO THE FINANCIAL STATEMENTS

The Company is in the process of compiling relevant information from its suppliers about their coverage under the Micro, Small and Medium Enterprises Development Act, 2006. As the Company has not received any intimation from its suppliers as on date regarding their status under the above said Act and hence disclosures if any relating to amounts unpaid as at year end together with the interest paid /payable as

Note 20 : Financial Liabilities - Current - Borrowings

Particulars	As at	
	31st March 2023	31st March 2022
From Banking and Financial Institutions	15136.10	15,104.36
<u>Current Maturities of Long Term Borrowings</u>	0.00	
-Vehicle Loan	221.44	348.31
-Solar Loan	67.77	2,954.93
-Term Loan	1591.92	1,482.06
-Term Loan(Unsecured)	849.03	822.97
TOTAL	17,866.26	20,712.63

Note 20.1 :

The Company has availed a Cash Credit facility with limit of Rs. 1,50,00,000/-. The same is secured by Hypothecation of Stock of Raw Materials, WIP, Finished Goods and Packing Material etc. and entire the Book Debts of the Company. The rate of interest on the same ranged from 8.4% to 8.8% p.a.



NOTES TO THE FINANCIAL STATEMENTS**Note 21 : Other Current Liabilities**

Particulars	As at 31st March 2023	As at 31st March 2022
Statutory Dues	(138)	394.02
Advance from Debtors	5406.23	4,729.75
TOTAL	5,268.51	5,123.76

Note 22 : Current Tax Liability

Particulars	As at 31st March 2023	As at 31st March 2022
Provision for Income Tax	492.87	289.14
Less: TDS Receivable	-	102.72
Provision for Income Tax	492.87	186.41

Note 23 : Provisions

Particulars	As at 31st March 2023	As at 31st March 2022
Provision for Employee Benefits	664.44	492.36
Provision for Audit Fees	29.50	29.50
Provision for Other Expenses	550.00	458.29
Provision for Other Payables	-	-
TOTAL	1,243.94	980.15



NOTES TO THE FINANCIAL STATEMENTS

(Rs. in Thousands)

Note 23 : Revenue from Operations

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Sale of Goods	1,31,291.12	83,046.05
Direct Income	278.87	4,391.69
TOTAL	1,31,569.99	87,437.75

Note 24 : Other Income

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Bank FDR Interest	-	1.97
Subsidy received	1.46	-
Accrued Interest on MSDDL Deposit	17.67	-
Other income	0.02	46.35
Profit on Sale of Fixed Asset	47.12	257.91
	-	-
TOTAL	66.27	306.23

Note 25 : Purchase of Materials

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Purchase of Raw Materials	1,07,211.74	67,821.35
TOTAL	1,07,211.74	67,821.35

Note 26 : Direct Expenses

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Electricity Expenses	6,697.37	3,668.06
Transport and Freights expenses	172.36	109.44
Loading & Unloading Charges	-	-
Lab Expenses	210.61	439.32
TOTAL	7,080.34	4,216.82

Note 27 : Change in Inventories

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Opening Stock	3,242.25	3,765.20
Less: Closing Stock	5,034.19	3.24
TOTAL	(1,792)	3,761.96

Note 28 : Employee Benefits Expenses

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Salaries and Wages	5,072.05	3,764.96
Staff Welfare Expenses	107.43	105.34
Contribution to ESIC	-	93.63
Contribution to PF	147.13	577.13
Profession tax	36.15	33.38
TOTAL	5,362.76	4,574.43



NOTES TO THE FINANCIAL STATEMENTS**Note 29 : Financial Cost**

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Bank charges	51.60	42.15
Loan Processing and other charges	-	-
Interest paid on Loans	2,312.03	2,532.13
TOTAL	2,363.63	2,574.28



NOTES TO THE FINANCIAL STATEMENTS

Note 30 : Depreciation and Amortization Cost

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Depreciation	4,147.21	4,937.20
TOTAL	4,147.21	4,937.20

Note 31 : Other Expenses

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Payment to Auditors as	-	-
a) Auditor	29.50	34.45
b) For Taxation Matters	-	-
License Fees	256.55	228.38
Consumable Expenses	2,179.72	-
Rates & Taxes	136.03	9.87
Office Expenses	156.18	129.03
Professional Fees & Charges	41.10	530.25
Preliminary Expenses	170.00	170.00
Repairs & Maintenance	1,185.46	548.21
Insurance Expenses	37.09	100.40
TOTAL	4,191.63	1,750.59

Payment to Auditors		
-As Auditor	29.50	34.45
-As Advisor		
-Any other Manner		

Note 32 : Tax Expenses

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
a) Income Tax Expense		
Current Tax		
Provision For Income Tax	492.87	289.14
Deferred Tax Liability / (Asset)	(5.96)	422.37
Previous Year Tax Adjustment		
Short Provision of Income Tax	12.47	1.69
Income Tax on regular assessment for previous financial years		

Note 33 : Earning Per Share

Particulars	For the year Ended 31/03/2023	For the year Ended 31/03/2022
Profit for the period attributable to Equity Shareholder	2,571.51	633.15
No of weighted average equity shares outstanding during the year	3,730.00	3,730.00
Nominal Value of Equity Share	10.00	10.00
Basic and Diluted Earning Per Share	0.69	0.17



SEVEN HILLS BEVERAGES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(Rs. In Thousands)

Note 34 : Fair Value Measurement

i) Fair Value of Financial assets and Financial liabilities

Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial instruments that are recognised in the financial statements.

Particulars	March 31, 2023		March 31, 2022	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets designated as fair value through other comprehensive income				
Financial assets designated at amortised cost				
Non Current	20,414.72	20,414.72	17,933.22	17,933.22
Investments	-	-	-	-
Loans	-	-	-	-
Other Financial Assets	-	-	-	-
Current	6,999.51	6,999.51	8,103.17	8,103.17
Trade receivables	129.71	129.71	141.22	141.22
Cash and cash equivalents	468.07	468.07	14,781.87	14,781.87
Other Financial Asset	-	-	-	-
	28,012.00	28,012.00	40,959.48	40,959.48
Financial liabilities designated at amortised cost				
Non Current	603.18	603.18	3,300.92	3,300.92
Borrowings	-	-	-	-
Current	17,866.26	17,866.26	20,712.63	20,712.63
Borrowings	18,855.45	18,855.45	18,677.13	18,677.13
Trade payables	-	-	-	-
Other Financial Liabilities	-	-	-	-
	37,324.89	37,324.89	42,690.68	42,690.68

(ii) Valuation technique used to determine fair value

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The following methods and assumptions were used to estimate the fair values:

- Fair value for financial investments are valued using closing NAV.
- Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- Long-term fixed-rate and variable-rate receivables / borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values.
- The fair value of the remaining financial instruments is determined using discounted cash flow analysis.

(iii) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are: (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table:



Financial assets and liabilities measured at fair value-recurring fair value measurements	At March 31, 2023			
	Level 1	Level 2	Level 3	Total
Financial assets at amortised Cost				
Non Current Investment in Shares	20,414.72	-	-	20,415
Financial investments at FVTOCI				
Current Investment	-	-	-	-
Total financial assets	20,415	-	-	20,415

Financial assets and liabilities measured at fair value-recurring fair value measurements	At March 31, 2022			
	Level 1	Level 2	Level 3	Total
Financial assets at amortised Cost				
Non Current Investment in Shares	17,933.22	-	-	17,933
Financial investments at FVTOCI				
Current Investment in Shares	-	-	-	-
Total financial assets	17,933	-	-	17,933

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument are included in Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in Level 3.

The Company's policy is to recognise transfers into and transfer out in fair value hierarchy levels at the end of the reporting period.



SEVEN HILLS BEVERAGES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 35 : Financial Risk Management
Financial Risk Factors

The Company's principal financial liabilities comprise borrowings and trade payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company has loan, trade and other receivables, cash and short-term deposits that arise directly from its operations. The Company's activities expose it to a variety of financial risks:

i) Credit Risk

Credit risk arises from cash and cash equivalents and deposits with bank(s) / other company, as well as credit exposure to counter party that will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

Expected credit loss for trade receivables	As at March 31, 2023	As at March 31, 2022
Particulars		
Trade Receivables	6,999.51	8,103.17
Gross carrying amount	0.00%	0.00%
Expected loss rate	-	-
Expected credit losses (Loss allowance provision)		
Carrying amount of trade receivables (net of impairment)	6,999.51	8,103.17

ii) Market Risk

The sensitivity analysis excludes the impact of movements in market variables on the carrying value of post-employment benefit obligations provisions and on the non-financial assets and liabilities. The sensitivity of the relevant Statement of Profit and Loss item is the effect of the assumed changes in the respective market risks. The Company's activities expose it to a variety of financial risks, including the effects of changes in foreign currency exchange rates and interest rates.

(a) Foreign Exchange Risk

The Company transacts business in Indian National Rupee (INR). The Company does not have any foreign currency financial instruments and therefore is not exposed to foreign exchange risk.

(b) Price Risk

During the financial year, the company engaged into trading of electronic components and providing consultancy services on technical projects. The price volatility of the commodities in domestic and international markets does not generally affect the operating activity of the Company.



iii) Liquidity Risk

The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances and deposits are maintained. Generally, the balances are maintained with the institutions with which the Company has also availed borrowings. The Company does not maintain significant cash and deposit balances other than those required for its day to day operations subject to the compliance with loan facilities. Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions.

The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company relies on a mix of borrowings, capital infusion and excess operating cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium term expansion needs. Management monitors the Company's liquidity position through rolling forecasts on the basis of expected cash flows.

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

Particulars	As at March 31, 2023				
	Carrying Amount	On Demand	< 6 months	6 to 12 months	> 1 year
Borrowings	18,469.44	15,136.10	1,518.80	1,211.36	603.18
Trade Payables	18,855.45	18,855.45	-	-	-
Other Financial Liabilities	-	-	-	-	-
Total	37,324.89	33,991.55	1,518.80	1,211.36	603.18

Particulars	As at March 31, 2022				
	Carrying Amount	On Demand	< 6 months	6 to 12 months	> 1 year
Borrowings	24,013.55	15,104.36	2,729.93	2,878.34	3,300.92
Trade Payables	18,677.13	18,677.13	-	-	-
Other Financial Liabilities	-	-	-	-	-
Total	42,690.68	33,781.49	2,729.93	2,878.34	3,300.92



Note 36 :Capital Management

For the purposes of the Company's capital management, capital includes issued capital and all other equity reserves.

The Company's objectives when managing capital are to:

(a) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders.

(b) Maintain an optimal capital structure to reduce cost of capital.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is debt divided by equity capital. No changes were made in objectives, policies or processes during the year ended March 31, 2022 and March 31, 2021.

Particulars	As at March 31, 2023	As at March 31, 2022
Borrowings	19,459	21,978
Current Maturities of Long Term Debts	-	-
Less: Cash and cash equivalents	(130)	(141)
Net Debt (a)	19,328.92	21,836.83
Total Equity	47,622.44	45,142.61
Total capital (b)	47,622.44	45,142.61
Net Debt to Equity ratio (a/b)	0.41	0.48



SEVEN HILLS BEVERAGES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 37 : Related Party Transactions

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

a) List of the related party

Particulars	Relationship	[% of holding]	
		As at March 31, 2023	As at March 31, 2022
Sandeep Palwe	Director & KMP	0.0027%	0.0027%
Nayan Palwe	Director & KMP	0.0027%	0.0027%
Balasaheb Palwe	Director & KMP	0.0027%	0.0027%
Arpita Vikas Lathi	Director & KMP	0.2145%	0.2145%
Sarvanan Sheshadri	Director & KMP	0.0027%	0.0027%
Jayashree Palwe	Director & KMP	0.0027%	0.0027%
Rajkumar Pardeshi	Director & KMP	0.0000%	0.0000%
Pavan Chhatrishia	Director & KMP	0.0000%	0.0000%
Charushila Lathi	Director & KMP	0.0000%	0.0000%
Sandeep Vasantrao Avhad	Director & KMP	0.0000%	0.0000%
Nilam Ghundiyaal	Director & KMP		
Galactico Corporate Services Ltd	Holding Company	99.77%	99.77%
Instant Finserve Private Limited	Enterprises owned or significantly influenced by Director or their relatives	-	-
Palwe Pest Control Private Limited	Enterprises owned or significantly influenced by Director or their relatives	-	-
Constro Solutions Limited	Enterprises owned or significantly influenced by Director or their relatives	-	-
Palwe Sancheti Warehouse LLP	Enterprises owned or significantly influenced by Director or their relatives	-	-
Royal Galactico LLP	Enterprises owned or significantly influenced by Director or their relatives	-	-
Positive Vision Ventures Private Limited	Enterprises owned or significantly influenced by Director or their relatives	-	-

b) Transactions during the year with related parties

Name of the party	Nature of transactions	As at March 31, 2023	As at March 31, 2022
Sandeep Palwe	Advance Given	2369.37	2600.00
Sandeep Palwe	Repayment of Advance	990.76	2500.00
Nayan Palwe	Advance Given	34.17	-
Nayan Palwe	Repayment of Advance	34.17	-
Palwe Pest Control Private Limited	Advance Received	16360.41	18905.83
Palwe Pest Control Private Limited	Repayment of Advance	15683.93	19796.92
Palwe Pest Control Private Limited	Labour Charges	28.32	-
Instant Finserve Private Limited	Advance Given	-	2500.00
Instant Finserve Private Limited	Repayment of Advance	-	4600.00

c) Balance outstanding of related parties

Name of the Party	Receivable/(Payable)	As at March 31, 2023	As at March 31, 2022
Sandeep Palwe	Receivable/(Payable)	6630.68	5252.07
Nayan Palwe	Receivable/(Payable)	0.00	34.17
Palwe Pest Control Private Limited	Receivable/(Payable)	(1,106.23)	(429.75)
Instant Finserve Private Limited	Receivable/(Payable)	0.00	0.00

Note 38 :Contingent Liabilities

Particulars	Contingent Liability not provided in the books of accounts (Rs. in Lakh)	
	As at March 31, 2023	As at March 31, 2022
NIL	-	-

Note 39 : Commitments

a) Capital expenditure contracted at the end of the reporting period but not recognised as liability is as follows :

Particulars	Capital Commitments	
	As at March 31, 2023	As at March 31, 2022
NIL	-	-



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

b) Commitments against lease arrangement:

Particulars	Lease Commitments	
	As at March 31, 2023	As at March 31, 2022
- Not later than 1 year	-	-
- Later than 1 year but not later than 5 years	-	-
- Later than 5 years	-	-

Note 40 :Segment Reporting

The company is operating in single segment as per IND AS 108. Hence segment reporting is not applicable.

Note 41 :Disclosure pursuant to Indian Accounting Standard (Ind-AS) 19 Employees Benefits

(i) Defined Benefit Plan

The present value of obligation for Defined benefit plan is based on the independent actuarial valuation for the year. The disclosures as required as per the Ind AS-19 are as under:

(a) Actuarial Assumptions:

Particulars	As at March 31, 2023	As at March 31, 2022
Discount Rate p.a.	7.40%	6.80%
Rate of increase in Compensation levels p.a.	7.00%	7.00%
Rate of Return on Plan Assets p.a.	Nil	Nil

The estimates of future salary increases, considered in the actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employee market.

The expected rate of return on the plan assets is determined considering several applicable factors, mainly the composition of plan assets held, assessed risk, and historical results of returns on plan assets etc.

(b) Changes in the present value of obligation:

Particulars	As at March 31, 2023	As at March 31, 2022
Present value of obligation as at beginning of the year	130.23	140.07
Current Service Cost	49.58	45.71
Interest Cost	9.64	9.53
Benefits Paid	-	-
Actuarial (Gain) / Loss	32.46	(65.08)
Present Value of Obligation as at the end of year	221.90	130.23
Current - Amount due within one year	5.94	3.60
Non-Current - Amount due after one year	215.96	126.63

(c) Changes in the fair value of Plan Assets

Particulars	As at March 31, 2023	As at March 31, 2022
Fair value of Plan Assets as at beginning of the year	-	-
Expected Return on Plan Assets	-	-
Actuarial (Gain)/Loss	-	-
Contribution by employer	-	-
Benefits paid	-	-
Fair Value of Plan Assets as at the end of year	-	-



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(d) Broad categories of plan assets as a percentage of total Assets:

Particulars	As at March 31, 2023	As at March 31, 2022
Government of India Securities	-	-
Corporate Bonds	-	-
Special Deposit Scheme	-	-
Insured Managed Funds	-	-
Other	-	-
Total	-	-

(e) Expenses recognised in the Other Comprehensive Income

Particulars	As at March 31, 2023	As at March 31, 2022
Current Service Cost	49.58	45.71
Interest Cost	9.64	9.53
Total Expenses recognised in the Profit and Loss Account	59.22	55.23
Net Actuarial (Gain) / Loss	32.46	(65.08)
Expected Return on Plan Assets	-	-
Total Expenses recognised in the Other Comprehensive Income	32.46	(65.08)

Note 42 :Reconciliation as required under IND AS 101 on First-time adoption of IND AS

Particulars	2022-23	2021-22	2020-21
Profit before IND AS Adj	2,837.77	1,140.23	1,730.43
Decrease in Finance Cost	-	-	75.79
Interest on ASHV Finance Loan	(25.16)	(35.30)	(6.84)
Depreciation- Revalued Amount	(357.93)	(461.93)	(561.55)
	(357.93)	(497.24)	(492.60)
Profit after IND AS Adj	2,479.83	643.00	1,237.84

Note 43 :Additional Regulatory Information

Ratio	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022
Current Ratio (in times)	Total Current Assets	Total Current Liabilities	0.75	0.74
Debt-Equity Ratio (in times)	Debt consists of borrowings & liabilities	Total Equity	0.97	1.12
Debt Service Coverage Ratio (in times)	Earning for Debt Service = Net Profit after taxes + Non cash operating expenses + Interest + Other Non Cash Adjustments	Debt Service = Interest and lease payments + Principal repayments	0.66	0.57
Return on Equity Ratio (in %)	Profit for the year	Average Total Equity	5.40%	1.40%
Inventory Turnover Ratio (in times)	Cost of Goods Sold	Average Inventory	27.19	20.71
Trade Receivables Turnover Ratio (in times)	Revenue from operations	Average Trade Receivables	17.42	12.75
Trade Payables Turnover Ratio (in times)	Purchases + Other Direct Expenses	Average Trade Payables	6.09	4.01
Net Capital Turnover Ratio (in times)	Revenue from operations	Working capital (I.e. Total Current Assets less Total Current Liabilities)	2.76	1.95
Net Profit Ratio (in %)	Profit for the year	Revenue from operations	1.95%	0.72%
Return on Capital Employed (in %)	Profit before tax and finance cost	Capital Employed = Net Worth + Lease Liabilities + Deferred Tax Liabilities		
Return on Investment (in %)	Income generated from invested funds	Average invested funds in investments		

Note 44 :Rounding Off

Figures of Current and Previous year are rounded off to nearest thousand, as per the requirements of Schedule III.

Note 45 :

Figures of Previous year have been regrouped / reclassified in order to make them comparable with current year figures, wherever necessary.

As per our report of even date

For Ketan K Kabra and Associates
Chartered Accountants
FRN 134758W


CA Ketan K Kabra
Proprietor
M No. 148056

UDIN : 23148056BGTGDG9957

Date : 11/04/2023

For and on behalf of the Board of Directors of
Seven Hills Beverages Limited


Mr. Sandeep Palwe
Director
DIN: 06393282


Mr. Nayan Palwe
Director
DIN: 06393325

SEVEN HILLS BEVERAGES LIMITED
CIN: U15500MH2009PLC296411
FOR YEAR ENDED 31 MARCH, 2023

NOTES TO ACCOUNTS

Note 1: GENERAL CORPORATE INFORMATION

Seven Hills Beverages Limited (SHBL) is engaged in the business of manufacturing packaged drinking water for Bisleri International Pvt. Ltd. The Company operate as "Co-packers" for "Bisleri" wherein manufactures the bottles at the plant in order to avoid any possible contaminations and carry out the filling of purified water as well as final sealing and packaging. The water purification process is carried out in multiple stages to ensure that the water is free from all forms of bacteria and is in accordance with the process and standards of Bisleri International Pvt. Ltd and also BSI Manual namely IS 14543 : 2004 for Packaged Drinking Water. The Company incorporated on December 11, 2009 and have registered office at Nashik.

Note 2: SIGNIFICANT ACCOUNTING POLICIES:

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements have been prepared to comply with the Indian Accounting Standards applicable in India under the historical cost convention on the accrual basis. GAAP comprises of mandatory Indian accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Companies Act, 2013.

Accounting policies have been consistently applied except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Indian Accounting Standard. The management evaluates all recently issued or revised Indian accounting standards on an ongoing basis. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

The Company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis. Financial statements are based on historical cost. These costs are not adjusted to reflect the impact of change in value in the purchasing power of money.

B. USE OF ESTIMATES

The preparation of the financial statements in conformity with generally accepted accounting principles except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Indian Accounting Standard, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the reported amounts of revenue and expense for the year. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates will be recognized prospectively in the current and future periods.



C. PRIOR PERIOD ITEMS

Expenses relating to earlier period are debited to profit and loss account, if any. As per information and explanation and records kept by the company, the amount of such expenses and incomes are not fully quantifiable.

D. CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

E. FIXED ASSETS

Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Projects under which assets are not ready for their intended use are disclosed under Capital Work-in-Progress.

F. DEPRECIATION, AMORTISATION AND DEPLETION

Tangible Assets

Depreciation on Fixed Assets except Factory Buildings is provided as per the written Down Value Method (WDV) Method. Depreciation on Factory Buildings is provided as per the Straight-Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

In respect of additions or extensions forming an integral part of existing assets and insurance spares, including incremental cost arising on account of translation of foreign currency liabilities for acquisition of Fixed Assets, depreciation is provided as aforesaid over the residual life of the respective assets.

G. IMPAIRMENT

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

H. INVESTMENTS

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Non-Current investments are stated at cost. Provision for diminution in the value of Non-Current



investments is made only if such a decline is other than temporary.

I. REVENUE RECOGNITION

Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured and it is reasonable to expect ultimate collection.

Dividend income is recognized when the right to receive payment is established.

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Interest income is included under the head "other income" in the statement of profit and loss.

J. TAXATION

1. Income Tax Provisions -

Income Tax provision comprises current tax as per the Income Tax Act, 1961.

2. Deferred tax -

Deferred tax resulting from timing difference between book profit and tax profit is accounted for on the concept of prudence, at prevailing or substantially enacted rate of tax to the extent timing differences are expected to crystallize in case of deferred tax liabilities with reasonable certainty and in case of deferred tax assets with reasonable certainty that there would be adequate future taxable income against which deferred tax assets can be realized.

In case, Minimum Alternate Tax is higher than Tax as per Normal Provisions, Tax is recognized as Asset on Mercantile basis and MAT Credit is recognized only when future economic benefit arises in the form of the adjustment of the Income-Tax Liability.

K. PROVISIONS AND CONTINGENT LIABILITIES

All known liabilities till finalization of accounts are provided for except as disclosed in notes to accounts are contingent liability. The company has recognized necessary provisions when there are present obligations that arise out of past events prior to the Balance Sheet date entailing future outflow of economic resources and a reliable estimate can be made of the amount of the obligation. Such provisions reflect best estimates based on available information.

However, a disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

L. EARNINGS PER SHARE

Earnings per share is calculated by dividing the net profit or loss after tax and prior period adjustments attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

M. BORROWING COST



Borrowing costs directly attributable to acquisition, construction or production of qualifying assets till the month in which the asset is ready to use, are capitalized.
Other borrowing costs are recognized as expenses in the period in which these are incurred.

N. SEGMENT REPORTING

The Company is doing business in one segment only and therefore Segment Reporting is not applicable to the Company. The Company caters mainly the needs of the Indian Market hence separate geographical segmental information has not been given.

O. LEASES

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the statement of Profit and Loss on a straight-line basis.

P. EMPLOYEE BENEFITS

Post-Employment Benefits:

Defined Contribution Plan: The Company contributes on a defined basis to Employee's Provident Fund and Employees State Insurance Schemes which are administered by the respective government authorities and has no further obligation beyond making its contribution which is expensed off in the year to which it pertains.

Defined Benefit Plan: The Company has a defined benefit plan for gratuity covering all of its employees in India. The present value of the obligation under such defined benefit plans is determined based on the independent actuarial valuation.

Short Term Employment Benefits:

All the employee benefits payable within twelve months of rendering services are classified as short-term benefits. Such benefit includes salaries, wages, bonus etc. and the same are recognized in the period in which the employee renders the relevant services.

