



INDEPENDENT AUDITOR'S REPORT

To
The Members
HEALTH CARE ENERGY FOODS PRIVATE LIMITED

Report on the Audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone Ind AS financial statements of **HEALTH CARE ENERGY FOODS PRIVATE LIMITED (the company)** which comprise the Balance sheet as at **31st March 2020**, and the statement of Profit and Loss including other comprehensive Income, the Statement of change in equity and statement of cash flows for the year then ended, and notes to the financial statements, including 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 Ind AS financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit, total comprehensive income and its cash flows and the changes in Equity 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.

Emphasis of Matter

We draw attention to the following matters in the Notes to the financial statements:

- 1- Note No-31(XVII) in the financial statements which disclose the fact that the company is giving unsecured loans to two companies having closing balance of the loan outstanding as on 31-3-2020 Rs.25718.56 Lakhs. Our opinion is not modified in respect of this matter.

- 2- Note No-31 (I) to the Financial Statements which discloses that the Confirmations of transactions and balances in respect of Trade Payable / Creditors, Trade Receivables / Debtors, Advances to Suppliers, Advances from Customers, Loans taken other than bank loans, Loans and advances given, from whom confirmations have been received, are reconciled. Few parties (including Debtors) from whom confirmations of transactions and balances are awaited till the closure of the books and in absence of such confirmations, the transactions recorded in the books of accounts have been relied upon, therefore such transactions and balances are as per books of accounts of the company and subject to reconciliation and confirmation with respective parties. Our opinion is not modified in respect of these matters.

Other Information –Information other than the Ind AS Financial Statement and Auditor’s Report thereon

The Company’s Board of Directors is responsible for the preparation and presentation of other information. The other information comprises of its report (herein after called as “Board Report”) which comprises various information required under section 134(3) of the Companies Act 2013 but does not include the financial statements and our auditor’s report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the Board Report and in doing so, consider whether the Board Report is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement in this Board Report, we are required to report that fact. We have nothing to report in this regard.

Management’s Responsibility for Standalone Financial Statements

The Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these standalone Financial Statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), and cash flows and changes in Equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone IndAS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone Ind AS financial statements.

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

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

Materiality is the magnitude of misstatements in the Ind AS Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Ind AS Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Ind AS Financial Statements.

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

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

Report on Other Legal and Regulatory Requirements

1-As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure-A a statement on the matters specified in paragraphs 3 and 4 of the Order.

2- As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015.
- (e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report;

- (g) With respect to the other matters to be included in the Auditor' Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our knowledge and according to the explanation given to us, the remuneration paid by the company to its Directors during the year is in accordance with the provisions of Section 197 of the Act.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company 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 for which there were any material foreseeable losses.
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For SOHRABH JINDAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FIRM REGN NO.019819N)

(CA SOHRABH JINDAL)
Partner
M.No.-503263
UDIN- 20503263AAAAAX4590

Place: New Delhi
Date: 25-07-2020

Annexure-A referred to in our report of even date of **Health Care Energy Foods Private Limited** pursuant to the company (auditor's report) order 2016 for the **F.Y.2019-20**

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets (now known as Property, Plant & Equipment)

(b) The fixed assets (now known as Property, Plant & equipment) have been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- 2) According to the information and explanations given to us, The Inventory has been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
- 3) According to the information and explanations given to us, The Company has not granted during the year any loans secured or unsecured to companies, firms, LLP or other parties listed in the register maintained under section 189 of the Companies Act, 2013 ('the Act').

(a) As no loan has been granted as above, hence clause 3(a), 3(b), 3(c) are not applicable to the company.
- 4) In our opinion and according to the information and explanations 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.
- 5) According to the information and explanation given to us, The Company has not accepted any deposits from the public. Hence this clause is not applicable to the company.
- 6) According to the information and explanations given to us, The Provisions related to maintenance of cost records are not applicable to the company.
- 7) (a) According to the information and explanations given to us and on the basis of our examination Of the records of the Company, amounts in respect of undisputed statutory dues including provident fund, ESI, Income-Tax, GST and other material statutory dues (as applicable to the company) have been generally deposited regularly during the year by the Company with the appropriate authorities.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, ESI, Income-Tax, GST and other material statutory dues (as applicable to the company) were in arrears as at 31 March 2020 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, the following disputes of the company are pending on which the company has not deposited the following amounts due to disputes or have deposited under protest.

Name of the statute	Nature of dues	Amount (in Rs)	Period to which the amount relates	Forum where dispute is pending
UP VAT Act	UP VAT	14,04,490 #	FY 2009-10	Addl Commissioner (A) Azamgarh, U.P.
UP VAT Act	UP VAT	15,37,750 #	FY 2010-11	Addl Commissioner (A) Azamgarh, U.P.
UP VAT Act	UP VAT	5,19,562 **	FY 2012-13	Addl Commissioner (A) Azamgarh, U.P.
GST Act	GST	5,32,012 @	FY 2019-20	Addl Commissioner, Commercial Tax (A) Jaunpur, U.P.
Income Tax Act	Income Tax	1,30,47,330	AY 2019-20	Rectification application filed u/s 154 with A.O.

The above amount of Rs.14,04,490/- and Rs.15,37,750/- has been deposited by the company under protest.

** Out of the amount of Rs.5,19,562/-, the company has deposited Rs.2,59,781/- under protest and has taken a stay for the balance amount of Rs.259781/-.

@ The above amount of Rs.5,32,012/- has been deposited by the company under protest.

- 8) In our opinion and according to the information and explanations given to us, The Company has not defaulted in repayment of loans or borrowings to a financial institution, banks, government or debenture holders (as applicable to the company).
- 9) In our opinion and according to the information and explanations given to us, The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
- 10) In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- 11) In our opinion and according to the information and explanations given to us, the company has paid / provided managerial remuneration, in accordance with the provisions of Section 197 read with Schedule V to the Act and the provisions has been duly complied with.
- 12) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- 13) 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.
- 14) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- 15) 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, paragraph 3(xv) of the Order is not applicable.
- 16) In our opinion and according to the information and explanations given to us, The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For SOHRABH JINDAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FIRM REGN NQ.019819N)

Place: New Delhi
Date: 25-07-2020

(CA SOHRABH JINDAL)
Partner
M.No.-503263
UDIN- 20503263AAAAAX4590

ANNEXURE - B

Annexure-B referred to in our report of even date of **Health Care Energy Foods Private Limited** for the **F.Y.2019-20**.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **HEALTH CARE ENERGY FOODS PRIVATE LIMITED** ("the Company") as of **March 31, 2020** in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the 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 company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and 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 of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations 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 Ind AS financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at **March 31, 2020**, 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 SOHRABH JINDAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FIRM REGN NO.019819N)

(CA SOHRABH JINDAL)
Partner
M.No.-503263
UDIN- 20503263AAAAAX4590

Place: New Delhi
Date:25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161758

E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

STANDALONE BALANCE SHEET AS AT 31-03-2020

		Amounts in Lakhs	
Particulars	Note	Amounts As at March 31, 2020	Amounts As at March 31, 2019
A Assets			
1 Non-current assets			
a) Property, plant and equipment	1	502.15	554.11
b) Capital work-in-progress	1A	18.20	15.53
c) Right to Use Assets	1A	2.79	-
d) Investment properties	-	-	-
e) Intangible assets	-	-	-
f) Financial assets	-	-	-
i) Investments	2	1.00	-
ii) Trade Receivables	-	-	-
iii) Loans	-	-	-
iv) Other financial assets	3	20.61	558.98
g) Deferred tax assets (net)	4	75.72	75.24
h) Other non-current assets	5	697.11	159.07
Total non-current assets		1,317.58	1,362.93
2 Current assets			
a) Inventories	6	768.07	730.59
b) Financial assets	-	-	-
i) Investments	7	2,004.23	759.59
ii) Trade Receivables	8	3,776.74	9,184.09
iii) Cash and cash equivalents	9	850.00	-
iv) Bank balances other than cash and cash equivalents above	10	25,718.56	20,154.98
v) Loans	11	580.23	4.09
vi) Other financial assets	-	-	-
c) Current tax assets (net)	-	-	-
d) Other current assets	12	315.41	95.59
Total Current assets		34,013.24	30,928.93
Total Assets		35,330.82	32,291.85
B EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	13	1.05	1.05
b) Other equity	14	34,649.07	31,501.74
Total equity		34,650.12	31,502.79
Liabilities			
1 Non-current liabilities			
a) Financial liabilities	15	-	-
i) Borrowings	-	-	-
ii) Trade payables	-	-	-
(A) Total outstanding dues of micro enterprises and small enterprises; and	-	-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-
iii) Other financial liabilities	-	-	-
b) Provisions	16	99.76	60.51
c) Deferred tax liabilities (net)	-	-	-
d) Other non-current liabilities	-	-	-
Total non-current liabilities		99.76	60.51
2 Current liabilities			
a) Financial liabilities	-	-	-
i) Borrowings	-	-	-
ii) Trade payables	17	-	-
(A) Total outstanding dues of micro enterprises and small enterprises; and	-	202.92	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	190.04	133.47
iii) Other financial liabilities	18	49.79	54.86
b) Other current liabilities	19	59.83	319.02
c) Provisions	20	38.75	34.50
d) Current tax liabilities (net)	21	39.61	186.71
Total current liabilities		580.94	728.56
Total liabilities		680.70	789.07
Total equity and liabilities		35,330.82	32,291.86

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date.

For ~~Sohrabh Jindal & Associates~~

Chartered Accountants

30 & 31

For Health Care Energy Foods Private Limited

(Sohrabh Jindal)

Partner

Membership No. 503263

Firm Registration No. 019819N

UDIN- 20503263AAAAAX4590

(Devendra Singh)

Whole Time Director

DIN: 06360006

Address: Govind Nagar,
Near Bijana House, Moradabad
244001, Uttar Pradesh

(Ankur Rawat)

Director

DIN: 07682969

Address: Panchwati Residency,
Flat No 608, Chandni Chowk, Kanke
Road Near Hotel Holiday Home,
Misirgonda Alias Pahargaon, Ranchi
834008, Jharkhand

Place : New Delhi

Date: 25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

Standalone Statement of Profit and Loss for the year ended March 31, 2020

Amounts In Lakhs

Particulars	Note	Figures for the Current reporting period ended on 31-3-2020	Figures for the Previous reporting period ended on 31-3-2019
INCOME			
Revenue from operations	22	19,081.00	18,035.29
Other income	23	2,039.31	2,031.24
Total Income		21,120.31	20,066.53
EXPENSES			
Cost of material consumed	24	14,311.56	12,475.82
Change in inventories of finished goods,	25	0.74	-0.81
Employee benefits expenses	26	490.83	448.99
Finance costs	27	1.45	-
Depreciation and amortisation expenses	1A	116.96	119.49
Other expenses	28	1,979.52	2,163.12
Total expenses		16,901.06	15,206.61
Profit before exceptional items and tax		4,219.25	4,859.92
Exceptional items		-	-
Profit before tax		4,219.25	4,859.92
Tax expenses			
Current tax		1,052.88	1,732.63
Deferred tax		5.40	7.73
Tax of Earlier Year		-3.83	-14.20
Total expenses		1,054.45	1,726.16
Profit for the year		3,164.80	3,133.76
Other Comprehensive Income			
a) Items that will not be reclassified to profit and loss			
i) Fair value of equity instruments through other Comprehensive Income (FVOCI)			-
ii) Remeasurment gain / (loss) on defined benefit plans		-23.35	-16.82
iii) Income tax related to item no (ii) above		-5.88	-4.90
b) Items that will be reclassified to profit and loss			
i) Effective portion of gain / (loss) on cash flow hedges			-
ii) Income tax related to item no (i) above			-
Other Comprehensive Income, net of tax		-17.47	-11.92
Total Comprehensive Income for the year		3,147.33	3,121.84
Earnings per Equity share (IN Rs.)	29	30,140.91	29,845.37
Basic and diluted earning Rs. Per equity share of Rs. 10 each (in Rs.)		30,140.91	29,845.37

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For **Sohrabh Jindal & Associates**

Chartered Accountants

For **Health Care Energy Foods Private Limited**

(Sohrabh Jindal)
Partner
Membership No. 503263
Firm Registration No. 019819N
UDIN- 20503263AAAAAX4590

(Devendra Singh)
Whole Time Director
DIN: 06360006
Address: Govind Nagar,
Near Bijana
House, Moradabad-
244001, Uttar Pradesh

(Ankur Rawat)
Director
DIN: 07682969
Address: Panchwati
Residency, Flat No
608, Chandni
Chowk, Kanke Road
Near Hotel Holiday
Home, Misirgonda
Alias
Pahargaon, Ranchi-
834008, Jharkhand

Place : New Delhi
Date : 25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756
E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA PHASE-I, NEW DELHI-110020

Standalone Statement of changes in equity for the year ended March 31, 2020

A Equity share capital

Particulars	Note	Amount in Lakhs
As at March 31, 2019	13	1.05
Change in equity share capital during the year		0
As at March 31, 2020	13	1.05

B Other equity

Particulars	Reserve and surplus			Other reserves		Total other equity
	Securities premium reserve	Capital Redemption Reserve	Retained earnings	FVOCI equity Instruments	Effective portion of cash flow hedges	
As at March 31, 2018	-	1.45	28,382.68	-	-	28,384.13
Profit for the year	-	-	3,133.76	-	-	3,133.76
Other Comprehensive Income	-	-	-11.92	-	-	-11.92
Total Comprehensive Income for the year			3,121.84			3,121.84
Transfer to retained earnings on disposal of FVOCI Equity Instrument	-	-	-	-	-	-
Hedging gain / (loss) reclassified to Statement of Profit & Loss	-	-	-	-	-	-
Transactions with owners in their capacity as owners:						
Income Tax Demand For FY 2012-13			-4.23			-4.23
Dividend paid (including dividend distribution tax)	-	-	-	-	-	-
As at March 31, 2019	-	1.45	31,500.29	-	-	31,501.74
Profit for the year	-	-	3,164.80	-	-	3,164.80
Other Comprehensive Income	-	-	-17.47	-	-	-17.47
Total Comprehensive Income for the year			3,147.33			3,147.33
Transfer to retained earnings on disposal of FVOCI Equity Instrument	-	-	-	-	-	-
Hedging gain / (loss) reclassified to Statement of Profit & Loss	-	-	-	-	-	-
Transactions with owners in their capacity as owners:						
Dividend paid (including dividend distribution tax)	-	-	-	-	-	-
As at March 31, 2020	-	1.45	34,647.62	-	-	34,649.07

The accompanying Notes form an integral part of the Financial Statement

As per our attached report of even date

For Sohrabh Jindal & Associates

Chartered Accountants

For Health Care Energy Foods Private Limited

(Sohrabh Jindal)
Partner
Membership No. 503263
Firm Registration No. 019819N
UDIN- 20503263AAAAAX4590

(Devendra Singh)
Whole Time Director
DIN: 06360006
Address: Govind
Nagar, Near
Bijana
House, Moradabad-
244001, Uttar
Pradesh

(Ankur Rawat)
Director
DIN: 07682969
Address: Panchwati
Residency, Flat No
608, Chandni
Chowk, Kanke Road
Near Hotel Holiday
Home, Misirgonda
Alias
Pahargaon, Ranchi-
834008, Jharkhand

Place : New Delhi
Date : 25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

Standalone Cash Flow Statement for the year ended 31-03-2020

Particulars	F.Y. 2019-20	F.Y. 2018-2019
	Amount (In Lakhs)	Amount (In Lakhs)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit before tax	4,219.25	4,859.92
Adjustments for Non-Cash Items / Non-Operating Items:		
Add: Depreciation	116.96	119.49
Add: Interest Expense	1.45	-
Less: Profit on sale of Fixed Asset	0.02	-
Add: Gratuity (Net of Payment)	17.54	-6.50
Less: Interest Income	1,995.95	1,976.21
NET PROFIT FROM OPERATING ACTIVITIES		
BEFORE WORKING CAPITAL CHANGES	2,359.23	2,996.70
Changes in current assets and liabilities:		
Change in Current Assets		
Inventories	-37.48	-220.20
Trade Receivable	-1,244.64	1,564.73
Short Term Loans And Advances	-	-
Other Financial Assets	-576.14	-1.84
Other Current Assets	-219.82	433.08
Change in Current Liabilities		
Short Term Borrowing	-	-
Trade Payable	259.49	125.60
Other Financial Liabilities	-8.02	5.50
Other Current Liabilities	-259.20	307.69
Provision for Employee benefits	2.61	0.90
NET CASH GENERATED FROM OPERATING ACTIVITIES BEFORE INCOME TAX		
Less: Income Tax Paid/ TDS (including Income Tax Demand)	276.03	5,212.16
NET CASH GENERATED FROM OPERATING ACTIVITIES	1,196.14	1,611.91
	-920.11	3,600.25
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Fixed Assets	-52.28	-100.29
Sale of Fixed Assets	1.35	-
Increase in Non Current Financial Assets	538.36	-542.78
Increase in Non Current Assets	-538.04	828.27
Interest Income	1,995.95	1,976.21
Bank balance other than Cash & Cash Equivalent	-850.00	-
Investment in Subsidiary	-1.00	-
Loans & Advance	-5,563.58	-6,711.68
NET CASH USED IN INVESTING ACTIVITIES	-4,469.24	-4,550.27
CASH FLOW FROM FINANCING ACTIVITIES		
BuyBack Of Shares	-	-
Payments towards Lease Liability	-16.55	-
Interest Expense	-1.45	-
NET CASH USED IN FINANCING ACTIVITIES	-18.00	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	-5,407.35	-950.02
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	9,184.09	10,134.11
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	3,776.74	9,184.09

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For Sohrabh Jindal & Associates

Chartered Accountants

For Health Care Energy Foods Private Limited

(Sohrabh Jindal)
Partner
Membership No. 503263
Firm Registration No. 019819N
UDIN- 20503263AAAAAX4590

(Devendra Singh)
Whole Time Director
DIN: 06360006
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Residency, Flat No
608, Chandni
Chowk, Kanke Road Near
Hotel Holiday
Home, Misirgonda Alias
Pahargaon, Ranchi-
834008, Jharkhand

Place : New Delhi
Date: 25-07-2020

NOTES OF BALANCE SHEET

PARTICULARS	As on 31.03.2020	Amounts in Lakhs As on 31.03.2019
<u>NOTE-2 : INVESTMENTS</u>		
a) Investment in Wholly Owned Subsidiary Company		
i) Unisphere Industries Private Limited	1.00	-
(Unquoted 10000 Equity Shares of Rs 10 each fully paid up majored at cost)	1.00	-
b) other Investment	-	-
TOTAL	1.00	-
<u>NOTE-3 : OTHER FINANCIAL ASSETS</u>		
a) Security Deposits	20.61	16.32
b) Security Deposit (Including Accrued Interest) with ICDS (Lien Marked FDR in favour of ICDS)	-	542.66
TOTAL	20.61	558.98
<u>NOTE-4 : DEFERRED TAX ASSETS(LIABILITY)(NET)</u>		
Opening Balance	75.24	78.07
Add(Less): Created/(Written Off) during The Year	0.48	(2.83)
Closing Balance Deferred Tax Assets/(Liability)	75.72	75.24
	75.72	75.24
<u>NOTE-5 : OTHER NON-CURRENT ASSETS</u>		
a) U.P. VAT Deposit under Protest	30.30	30.79
b) GST under Protest	5.32	-
c) Advance for Purchase of Immovable Property	591.41	127.00
d) Advance for Interior Work of Immovable Property	69.13	-
e) Fixed Deposit for Security Deposit(VAT)	0.95	1.28
	697.11	159.07
<u>CURRENT ASSETS</u>		
<u>NOTE-6 : INVENTORIES</u>		
a) Raw Material	651.15	578.09
b) Finished Goods	-	-
c) Packing Material	37.03	62.58
d) Fuel & Oil	2.00	9.98
e) Consumable Store	76.10	77.41
f) Empty Bags & Refrection	1.79	2.53
TOTAL	768.07	730.59
<u>NOTE - 7 : TRADE RECEIVABLE</u>		
Receivables considered good - Unsecured (Less than Six Months)		
Director ICDS Lucknow	2000.70	756.06
Janta Logistics	3.53	3.53
TOTAL	2004.23	759.59
<u>NOTE-8 : CASH AND CASH EQUIVALENTS</u>		
a) Balance with banks		
i) Balance with schedule banks	2567.92	9173.41
ii) Fixed Deposit with Bank	1200.00	0.00
b) Cash in Hand	8.82	10.68
TOTAL-A	3776.74	9184.09
<u>NOTE -9: BANK BALANCE OTHER THAN CASH & CASH EQUIVALENTS</u>		
Fixed Deposits with bank (maturity more than 3 months upto 12 month)	850.00	-
TOTAL-B	850.00	-
TOTAL-A+B	4,626.74	9,184.09

NOTES OF BALANCE SHEET

PARTICULARS	As on 31.03.2020	Amounts in Lakhs As on 31.03.2019
<u>NOTE-2 : INVESTMENTS</u>		
a) Investment in Wholly Owned Subsidiary Company	1.00	-
i) Unisphere Industries Private Limited (Unquoted 10000 Equity Shares of Rs 10 each fully paid up majored at cost)	1.00	-
b) other Investment	-	-
TOTAL	1.00	-
<u>NOTE-3 : OTHER FINANCIAL ASSETS</u>		
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Receivables considered good - Unsecured (Less than Six Months)		
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Janta Logistics	3.53	3.53
TOTAL	2004.23	759.59
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a) Balance with banks		
i) Balance with schedule banks	2567.92	9173.41
ii) Fixed Deposit with Bank	1200.00	0.00
b) Cash in Hand	8.82	10.68
TOTAL-A	3776.74	9184.09
<u>NOTE -9: BANK BALANCE OTHER THAN CASH & CASH EQUIVALENTS</u>		
Fixed Deposits with bank (maturity more than 3 months upto 12 month)	850.00	-
TOTAL-B	850.00	-
TOTAL-A+B	4,626.74	9,184.09

NOTE -10 : SHORT TERM LOAN AND ADVANCES**Loans Receivables considered good – Unsecured, (Unsecured Loan Repayable on Demand)**

- a) Loan to Beta Edibles Processing Private Limited
b) Loan to WorldWide Holdings Limited

TOTAL

6,066.29	3,726.01
19,652.27	16,428.97
25,718.56	20,154.98

NOTE -11 : OTHER FINANCIAL ASSETS

- a) Advance to Supplier
b) Security Deposit (Including Accrued Interest) with ICDS (Lien Marked FDR of ICDS)

TOTAL

1.20	4.06
579.03	0.00
580.23	4.06

NOTE-12 : OTHER CURRENT ASSETS

- Input Tax Credit Receivable
Interest accrued but not due
Electronic Cash Ledger GST
GST TDS receivable
Advance to Employees
Fastag Wallets
Advance given for CSR Initiative
Prepaid Expenses

TOTAL

26.32	79.14
2.58	0.02
6.80	14.04
66.57	-
0.84	0.20
0.05	-
206.82	-
5.43	2.19
315.41	95.59

NOTE-14 : RESERVE & SURPLUS

- a) Reserves:
Capital Redemption Reserve
b) Surplus:
Profit & Loss Account
Opening Balance
Less Capital Redemption Reserve
Less Premium on Redemption
Add: Other Comprehensive Income(OCI)
Add: Current year Profit
Less Income Tax Demand of FY 2012-13

TOTAL

1.45	1.45
31,500.29	28,382.68
-	-
(17.47)	(11.92)
3,164.80	3,133.76
-	4.23
34,647.62	31,500.29
34,649.07	31,501.74

NON CURRENT LIABILITIES**NOTE-15 : LONG TERM BORROWINGS****TOTAL**

-	-
-	-

NOTE-16 : LONG TERM PROVISION

- Provision For Employee Benefits
Provision for Gratuity

TOTAL

99.76	60.51
99.76	60.51

CURRENT LIABILITIES**NOTE-17 : TRADE PAYABLES**

- (a) Total outstanding dues of micro enterprises and small enterprises; and
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises

TOTAL

202.92	-
190.04	133.47
392.96	133.47

NOTE-18 : OTHER FINANCIAL LIABILITIES

- a) Lease Liability
b) Other Creditor
c) Expenses Payable

TOTAL

2.96	-
10.39	18.80
36.44	36.06
49.79	54.86

NOTE-19 : OTHER CURRENT LIABILITIES

- a) Expenses Payable
b) Duties & Taxes Payable

TOTAL

3.89	3.23
55.94	315.79
59.83	319.02

NOTE-20 : SHORT TERM PROVISION

- Provision For Bonus
Provision For Gratuity

TOTAL

35.69	33.08
3.06	1.42
38.75	34.50

NOTE-21 : Current Tax Liabilities (Net)

- Provision for Current Income Tax
Less: Advance Tax
Less: Tax Collected at Source
Less: Tax deducted at Source

TOTAL

1052.88	1,732.63
390.00	915.00
0.39	0.21
622.88	630.71
39.61	186.71
39.61	186.71

**NOTES OF STATEMENT OF PROFIT & LOSS
PARTICULARS**

NOTE - 22: REVENUE FROM OPERATION

Sales - ICDS Food Supplements	
Sales - Empty Bags	
Sales - Refraction & Others	
TOTAL Revenue from Contracts with Customer	

As on 31.03.2020

As on 31.03.2019

NOTE - 23 : OTHER INCOME

Lease Rental Income(Trucks)	
Interest Earned	
Late Delivery Deduction	
Miscellaneous Income	
Profit on Sale of Fixed Assets	
Shortage Recovered	
Sundry Balance Written Off	
TOTAL	

NOTE - 24 : COST OF MATERIAL CONSUMED

Opening Stock of Raw Material	
Purchase - Edible Vegetable Oil	
Purchase - Ground Nut	
Purchase - Soya Bengal Gram Mix(Laddu)	
Purchase - Soya Bengal Gram Mix(WF)	
Purchase - Soya Ragi Mix(MD)	
Purchase - Soya Ragi Mix(ND)	
Purchase - Spice Mix	
Purchase - Toor Dal	
Purchase - Skimmed Milk Powder	
Purchase - Whole Milk Powder	
Purchase - Sugar	
Purchase - Vitamin & Mineral	
Purchase - Wheat	

Less : Closing Stock of Raw Material

NOTE- 25 : CHANGES IN INVENTORIES OF FINISHED GOODS

Add : Opening Stock of Finished Goods	
Less: Closing Stock of Finished Goods	
Add : Opening Stock of Gunny Bags	
Less: Closing Stock of Gunny Bags	
(Increase) /Decrease in Stock	

NOTE- 26: EMPLOYEE BENEFIT EXPENSES

Director's Remuneration	
Salary	
Wages	
Ex- Gratia Payments to Employee	
Bonus on Salary & Wages	
Admin. Charges -PF	
Employer's Cont. to P.F.	
Staff Welfare Expenses	
Gratuity Expenses	

NOTE- 27: FINANCE COST

Interest on Lease Liability

	18,987.18	17,796.94
	65.70	62.77
	28.12	175.58
	19,081.00	18,035.29
	43.20	43.20
	1,995.95	1,976.21
	0.13	7.13
	-	0.33
	0.02	-
	-	1.86
	0.01	2.51
	2,039.31	2,031.24
	578.09	406.64
	2,479.99	2,332.90
	938.66	689.34
	731.70	674.76
	1,022.11	1,007.72
	859.16	826.11
	752.41	772.90
	161.72	173.03
	1,097.76	875.37
	1,867.99	1,272.39
	893.95	696.05
	2,570.53	2,350.21
	337.50	388.81
	671.14	587.68
	14,962.71	13,053.91
	651.15	578.09
	14,311.56	12,475.82
	-	-
	-	-
	2.53	1.72
	1.79	2.53
	0.74	(0.81)
	32.40	32.40
	189.25	176.29
	178.47	162.53
	1.98	1.65
	35.70	33.00
	1.81	1.59
	21.71	18.61
	9.16	8.74
	20.35	14.18
	490.83	448.99
	1.45	-
	1.45	-

NOTE- 28: OTHER EXPENSES**A : MANUFACTURING EXPENSES**

Consumable Lab		0.42		1.04
Consumable Store				
Add : Opening Stock	27.56	28.87	43.57	38.30
Less : Closing Stock	77.41		72.14	
Freight Inward	76.10		77.41	
Insurance Exps- Factory		86.59		86.10
Loading & Unlaoding Expenses		3.10		1.66
Packing Material		172.92		164.36
Add : Opening Stock	564.31	589.86	662.80	626.68
Less : Closing Stock	62.58		26.46	
Power & Fuel	37.03		62.58	
Add : Opening Stock	127.88	135.86	152.32	145.78
Less : Closing Stock	9.98		3.43	
Repair & Maintanance - Plant & Machinery	2.00		9.98	
Repair & Maintanance - Building		0.79		5.41
Sample & Testing Charges		1.25		7.01
		31.40		20.92
TOTAL (A)		1,051.06		1,097.28

B : ADMINISTRATION & SELLING EXPENSES

Payment to Auditor as		1.13		0.64
a) Auditor	0.70		0.59	
b) for Certification Charges	0.43		0.05	
Bank Charges		0.12		0.33
Books & Periodicals		0.12		0.17
Computer Software & Maintenance		0.87		0.32
Conveyance		5.80		5.66
Deduction by ICDS		33.92		231.76
Demat A/c Charges		0.17		0.23
Corporate Social Responsibility(CSR Donation)		32.01		-
Electricity and Water Expenses		2.02		2.00
ESI & PF on Security Charges		0.22		0.06
Fee, Rate & Taxes		1.33		1.12
Festival Expenses		15.69		13.63
Freight & Cartage		1.15		1.97
Freight Outward		723.80		684.27
Guest House Expenses		1.83		3.99
Insurance Expenses		1.56		2.70
Intt on Statutory Dues and Late Fees		0.22		0.17
Interest under MSMED ACT 2006		-		6.87
Legal & Professional Charges		22.87		7.40
Medical Expenses		0.50		0.42
Office Expenses		4.52		3.78
Postage & Couriers Charges		0.87		0.57
Printing & Stationery		2.74		2.53
Rent Expenses		3.31		22.06
Repair & Maintenance		4.58		8.53
Reversal of GST Credit on Goods destroyed		-		0.71
ROC Fees		0.11		0.15
Security Charges		40.48		37.21
Tax for Earlier Years(Indirect)		2.02		
Telephone Expenses		3.79		3.69
Tours & Travelling Expenses		1.35		4.19
Vehicle Running & Maintenance		19.36		18.73
TOTAL (B)		928.46		1,065.86
GRAND TOTAL (A+B)		1,979.52		2,163.12

NOTE- 29 : Earning Per Share

(i) Net Profit After Tax as Profit & Loss	3164.80	3,133.76
(ii) Weighted Average number of equity shares	10500	10,500
(iii) Basic & Diluted Earning Per Share	30140.91	29,845.37
(iv) Face Value of Shares	10	10

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

NOTE 13: SHARE CAPITAL**(A) Authorised, Issued, Subscribed and paid up share capital**

PARTICULARS	Amounts in Lakhs	
	AS AT 31-03-2020	AS AT 31-03-2019
AUTHORISED SHARE CAPITAL 1000000 EQUITY SHARES OF Rs. 10/- EACH (Previous Year 1000000 Equity Shares of Rs. 10/- each)	100	100
ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL 10500 EQUITY SHARES OF Rs. 10/- EACH (Previous Year 10500 Equity Shares of Rs. 10/- each)	1.05	1.05
	1.05	1.05

(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	31st March 2020		31st March 2019	
	No. of Shares	Amounts in Rs.(In Lakhs)	No. of Shares	Amounts in Rs.(In Lakhs)
At the beginning of the period	10,500	1.05	10,500	1.05
Add Issued during the period	-	-	-	-
Less bought back during the period	-	-	-	-
At the end of the period	10,500	1.05	10,500	1.05

Shares Bought back

PARTICULARS	31st March 2020		31st March 2019	
	No. of Shares	Amounts	No. of Shares	Amounts
	-	-	-	-

(C) Term / Right attached to Equity shares

The company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive the realised value of the assets of the company, remaining after payment of all preferential dues. The distribution will be in proportion to the number of equity shares held by the share holders.

(D) Detail of Share Holders holding more than 5% shares in the Company

Name of Shareholder	31st March 2020		31st March 2019	
	No. of Shares	% of Holding	No. of Shares	% of Holding
M/s Sai Capital Limited	10,300	98.10	10,300	98.10

(E) Shares held by Holding Company ,Ultimate Holding Company and or their subsidiary and associates

Name of Holding Company	31st March 2020		31st March 2019	
	No. of Shares	% of Holding	No. of Shares	% of Holding
M/s Sai Capital Limited	10,300	98.10	10,300	98.10

(F) During the period of five years immediately preceeding the reporting date

	AS AT 31-03-2020	AS AT 31-03-2019	AS AT 31-03-2018	AS AT 31-03-2017	AS AT 31-03-2016
Share allotted as fully paid up without payment being received in cash	NIL	NIL	NIL	NIL	NIL
Share allotted as fully paid up by way of bonus shares	NIL	NIL	NIL	NIL	NIL
Shares Bought Back	NIL	NIL	NIL	NIL	3,500

NOTE 1: PROPERTY PLANT AND EQUIPMENT

Amounts in Lakhs		
PROPERTY PLANT AND EQUIPMENT	AS AT 31-Mar-20	AS AT 31-Mar-19
LAND	52.73	52.73
BUILDING	213.79	230.92
ROAD	0.23	0.23
PLANT AND MACHINERY	143.08	195.05
TRANSFORMER	9.05	12.73
OFFICE EQUIPMENT	2.46	3.30
LAB EQUIPMENT	0.78	1.05
Furniture & Fixtures	2.35	3.19
Computer & Accessories	1.05	1.77
Vehicles	66.87	37.78
Truck	9.76	15.36
TOTAL	502.15	554.11

Amounts in Lakhs

PROPERTY PLANT AND EQUIPMENT											
PARTICULARS	Land	Building	Road	Plant and Machinery	Transformer	Office Equipment	Lab Equipment	Furniture & Fixtures	Computer & Accessories	Vehicles	Truck
AT COST OR DEEMED COST											
Balance as at March 31, 2019	52.73	452.67	4.55	860.07	96.67	27.13	7.30	20.23	10.08	101.81	182.26
Additions	-	-	-	0.40	-	0.29	-	0.00	0.35	48.56	-
Deletions	-	-	-	-	-	-	-	-	-	13.89	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2020	52.73	452.67	4.55	860.47	96.67	27.42	7.30	20.23	10.43	136.48	182.26

Amounts in Lakhs

ACCUMULATED DEPRECIATION											
PARTICULARS	Land	Building	Road	Plant and Machinery	Transformer	Office Equipment	Lab Equipment	Furniture & Fixtures	Computer & Accessories	Vehicles	Truck
Balance as at March 31, 2019	-	221.75	4.32	665.01	83.94	23.83	6.25	17.04	8.31	64.03	166.90
Eliminated on Disposal	-	-	-	-	-	-	-	-	-	12.56	-
Depreciation Expenses	-	17.13	0.00	52.38	3.68	1.13	0.27	0.84	1.07	18.14	5.60
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2020	-	238.88	4.32	717.39	87.62	24.96	6.52	17.88	9.38	69.61	172.50
Net Book Value as at March 31, 2019	52.73	230.92	0.23	195.05	12.73	3.30	1.05	3.19	1.77	37.78	15.36
Net Book Value as at March 31, 2020	52.73	213.79	0.23	143.08	9.05	2.46	0.78	2.35	1.05	66.87	9.76

NOTE -1A:DEPRECIATION ON PROPERTY PLANT AND EQUIPMENT

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020
AS PER COMPANIES ACT, 2013

S. No.	Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK	
		As on 01.04.2019	Additions	Deletion	As on 31.03.2020	Up to 01.04.2019	Deletion	2019-20	Dep. Adjusted to Comply with Provision of Schedule-II of Co. Act - 2013	Total	As on 31.03.2020	As on 31.03.2019
1	Land	52.73	-	-	52.73	-	-	-	-	-	52.73	52.73
2	Building	452.67	-	-	452.67	221.75	-	17.13	-	238.88	213.79	230.92
3	Road	4.55	-	-	4.55	4.32	-	-	-	4.32	0.23	0.23
4	Plant & Machinery	860.07	0.40	-	860.47	665.01	-	52.38	-	717.39	143.08	195.05
5	Transformer	96.67	-	-	96.67	83.94	-	3.68	-	87.62	9.05	12.73
6	Office Equipment	27.13	0.29	-	27.42	23.83	-	1.13	-	24.96	2.46	3.30
7	Lab Equipments	7.30	-	-	7.30	6.25	-	0.27	-	6.52	0.78	1.05
8	Furniture & Fixture	20.23	-	-	20.23	17.04	-	0.84	-	17.88	2.35	3.19
9	Computer	10.08	0.35	-	10.43	8.31	-	1.07	-	9.38	1.05	1.77
10	Vehicle	101.81	48.56	13.89	136.48	64.03	12.56	18.14	-	69.61	66.87	37.78
11	Trucks	182.26	-	-	182.26	165.90	-	5.60	-	172.50	9.76	15.36
TOTAL (Rs.)		1,815.50	49.60	13.89	1,851.21	1,261.38	12.56	100.24	-	1,349.06	502.15	554.11
PREVIOUS YEAR (Rs.)		1,723.28	92.22	-	1,815.50	1,141.89	-	119.49	-	1,261.38	554.11	581.38

Capital WIP	Op Balance	Purchase	Capitalised	Closing
Plant and Machinery	15.53	2.68	-	18.20
Total	15.53	2.68	-	18.20

Amortisation on Right of Use of Assets (Lease Assets)

S. No.	Particulars	Opening ROU As on 01-04- 2019	Addition	Deletion	Gross ROU as on 31-03-2020	Amortisation	Net ROU as on 31-03-2020
1	Lease of Immovable Property	19.51	0.00	0.00	19.51	16.72	2.79

S. No.	Particulars	Amounts	Amounts
1	Depreciation on Property, Plant & Equipment	-	100.24
2	Depreciation on Right to Use Assets	-	16.72
Total	-	-	116.96

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
FINANCIAL YEAR 2019-2020

30. SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF FINANCIAL STATEMENT

30.1. Background and Operations

Health Care Energy Foods Private Limited (“the company”) is engaged in manufacturing ICDS food supplements and other food products. The company is private limited company incorporated and domiciled in India and has its registered office at B-143, Okhla Industrial Area, Phase –I, New Delhi-110020.

The Company is a Subsidiary Company of Sai Capital Limited which owns 98.10% of the ordinary share Capital of the company, and has the ability to significantly influence the Company’s Operation.

30.2 Significant Accounting Policies

1.1. Basis of preparation and presentation

(a) Statement of Compliance with IND-AS

The Financial Statements comply in all material aspect with Indian Accounting Standards (referred to as “IndAS”) notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(b) Basis of preparation

The financial statements have been prepared on historical cost basis unless otherwise stated. The historical cost basis has been followed except certain financial assets and liabilities measured at fair value.

These standalone financial statements have been prepared in all material respects in accordance with the Indian Accounting Standards (Hereinafter referred as ‘Ind AS’ as notified by Ministry of Corporate Affairs under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act. The company has uniformly applied the accounting policies during the periods presented.

The Standalone Financial Statements have been prepared on accrual and going concern basis.

Current versus Non-current classification:

The company presents assets and liabilities in statement of financial position based on current / noncurrent classification.

The company has presented non-current and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of the companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle liability for at least twelve months after reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is

- a) Expected to be settled in normal operating cycle
- b) Held primarily for the purpose of trading
- c) Due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. Assets and liabilities are classified as current to the extent they are expected to be realized / are contractually repayable within 12 months from the Balance Sheet date and as non-current, in other cases. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

(c) Use of Estimates and Judgments

The preparation of financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the company to make judgements, estimates and assumptions, that affect the application of accounting policies and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions about significant are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future period affected.

Impairment of Investments

The company reviews its carrying value of Investment carries at amortised cost annually, or more frequently when there is indication for impairment. If the

recoverable amount is less than its carrying amount, the impairment loss is accounted for.

Useful life of property, plant and equipment

The company reviews the useful life and residual value of property, plant and equipment at the end of each reporting period. Thus assessment may result in change in depreciation expense in future periods.

Valuation of Deferred assets/ Liabilities

The company reviews the carrying amount of deferred tax assets / liabilities at the end of each reporting period.

(d) Revenue Recognition

(i) Revenue from Contract with customers

Revenue is recognised when control of goods is transferred to a customer in accordance with the terms of the contract. The control of the goods is transferred upon delivery to the customers either at factory gate of the Company or specific location of the customer or when the goods are handed over to the freight carrier, as per the terms of the contract. A receivable is recognised by the Company when the goods are delivered to the customer as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due.

Revenue from services including those embedded in contract for sale of goods namely freight and insurance services mainly in case of export sales, is recognised upon completion of services.

Revenue is measured based on the consideration to which the Company expects to be entitled as per contract with a customer. The consideration is determined based on the price specified in the contract, net of the estimated variable consideration. Accumulated experience is used to estimate and provide for the variable consideration, using the expected value method and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur.

Revenue excludes any taxes or duties collected on behalf of the government which are levied on sales such as goods and services tax.

No element of financing is deemed present as sales are made with a credit term which is consistent with market practise.

(ii) Other Revenue

Interest income from financial assets is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Presently all the Financial assets i.e. loans given on which interest income is recognized are short term loans receivable on demand.

Revenue from Lease rental is recognised on Accrual basis.

(e) Cost Recognition

Cost and expenses are recognized when incurred and are classified according to their nature.

(f) Provisions and contingencies

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and an reliable estimate can be made of the amount to the obligation. If the time value of money is material, provisions are discounted using equivalent period government security interest rate. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from the past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not only within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to Financial Statement. Contingent assets are not recognized. However, when the realisation of income is reasonable certain, then the related asset is no longer a contingent asset, but it is recognized as an asset.

(g) Foreign Currency

The company has not entered into any transaction in foreign currency.

(h) Income Taxes

Income tax expenses comprise current and deferred taxes. Income tax expense is recognized in the statement of Profit and Loss except when they relate to items that are recognized outside profit or loss, in which case tax is also recognized outside profit or loss.

Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws. Current tax assets and current tax liabilities are set off, and presented as net.

Deferred tax is recognized on difference between the carrying amount of asset and liabilities in the Balance sheet and the corresponding tax bases used in the computation of taxable profit and are accounted for using the liability method. Deferred tax assets are generally recognized for all deductible temporary differences, carry forward tax losses and allowances to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, carry forward tax losses and allowances can be utilised. Deferred tax assets and liabilities are measured at the applicable tax rates. Deferred tax assets and Deferred tax liabilities are set off and presented as net.

The carrying amount of Deferred tax assets / liabilities is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient profits will be available against which the temporary differences can be utilised.

(i) Inventories

Inventories are valued at lower of cost and net realizable value. Cost of raw materials, components and consumables are ascertained on a FIFO basis. Cost includes fixed and variable production overhead and net realizable value is the estimated selling price in the ordinary course of business less estimated cost of completion and selling expenses.

(j) Property, Plant and Equipment and depreciation / amortisation

Property, plant and equipment are stated at their cost of acquisition / construction, net of accumulated depreciation and impairment losses, if any. Subsequent costs are included in the assets carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Property Plant & Equipment, which are not ready for intended use as on the date of Balance Sheet are disclosed as Capital Work in Progress.

Borrowing cost directly attributable to acquisition of property, plant and equipment which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready for intended use.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the assets and is recognized in statement of profit and loss.

The Residual Value, useful life, and method of depreciation, of Property, Plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

Property, plant and equipment are depreciated on Written Down Value method on the basis of useful life of asset as specified in Schedule II of the companies Act, 2013.

(k) Leases

Lease payments

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in the arrangement.

As a lessee

The Company assesses whether a contract is, or contains a lease, at inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: i) the contract involves the use of an identified asset ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and iii) the Company has the right to direct the use of the asset.

At the commencement date of lease, the Company recognise a right to use assets and a corresponding lease liability for all lease arrangement in which it is lessee, except for short term leases (leases with a term of 12 months or less), leases of low value assets and for contract where the lessee and lessor has right to terminate a lease without permission from other party with no more than an insignificant penalty. The lease expense of such short term leases, low value assets and cancellable are recognised as an operating expense on a straight-line basis over the term of the lease.

At the commencement, lease liability is measured at the present value of the lease payments to be paid during non-cancellable period of contract, discounted using the incremental borrowing rate. The right of use assets is initially recognised at the amount of the initial measurement of the corresponding lease liability, lease payments

made at or before commencement date less any lease incentives received and any initial direct costs.

Subsequently the right of use assets is measured at cost less accumulated depreciation and any impairment losses. Lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using effective interest rate method) and reducing the carrying amount to reflect the lease payments made. The right of use of assets and lease liability are also adjusted to reflect any lease modifications or revised in-substance fixed lease payments.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

As a lessor

Leases in which the company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight line basis over the term of the relevant lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increase.

Lease Rental attributable to the operating lease are credited to Statement of Profit & Loss as lease income whereas lease income attributable to finance lease is recognised as finance lease receivable and recognised on the basis of effective interest rate.

(l) Impairment of assets:

The carrying amount of assets are reviewed at each Balance Sheet date to assess if there is any indication of impairment based on internal | external factors. An impairment loss on such assessment will be recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount of the assets is net selling price or value in use, whichever is higher. While assessing value in use, the estimated future cash flows are discounted to the present value by using weighted average cost of capital. A previously recognised impairment loss is further provided or reversed depending on changes in the circumstances and to the extent that carrying amount of the assets does not exceed the carrying amount that will be determined if no impairment loss had previously been recognised.

(m)Employee Benefit Expense

- (a) Short term employee benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and bonus etc. Are recognized in the profit and loss account.
- (b) The company does not have the policy of leave encashment, so there is no liability has been booked on this account.

- (c) Gratuity benefit is accounted for on the basis of actuarial valuation made at the end of the year and is not funded. The actuarial method used for measuring the liability is the Projected Unit Credit Method. Gains and losses arising out of actuarial valuations on defined benefits plans i.e. gratuity is recognized immediately in the statement of comprehensive income as income or expense.

Expense or service cost, net of interest on net defined benefit liability (asset) is charged to Statement of Profit and loss.

IND AS 19 does not require segregation of provision in current and non-current, however net defined liability (asset) is shown as current and non-current provision in Balance sheet as per IND AS 1.

(n) Investments and other Financial assets

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

a) Financial Asset

I. Classification

The company classifies its financial asset in the following measurement categories

- (i) those to be measured subsequently at amortized cost at fair value either through other comprehensive Income (FVOCI) or fair value through profit or loss (FVPL),
- (ii) those measured at amortised cost

The classification depends on its business model for managing those financial assets and the assets contractual cash flow characteristics.

II. Initial recognition and measurement

The company recognizes financial assets when it becomes a party to the contractual provisions of the instruments. All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction cost that are attributable to the acquisition of the financial asset.

III. Subsequent measurement

For the purpose of subsequent measurement, the financial assets are classified in three categories

- 1. Financial assets at amortized cost.
- 2. Financial assets measured at fair value through profit or loss.
- 3. Financial assets measured at fair value through OCI.

4. Equity Investments.

Measured at amortized cost

A Financial assets is measured at the amortized cost if both the following conditions are met:

1. The assets is held within a business model objective is to hold assets for collecting contractual cash flows, and
2. Contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest of the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium and fee or costs that are an integral part of the EIR.

Measured at fair value through other comprehensive income (FVOCI):

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognised in the OCI. Interest income measured using the EIR method and impairment losses, if any are recognised in the Standalone Statement of Profit and Loss. On derecognition, cumulative gain | (loss) previously recognised in OCI is reclassified from the equity to other income in the Standalone Statement of Profit and Loss.

Measured at fair value through Profit or loss

A financial asset not classified as either amortised cost or FVOCI, is classified as FVPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognized as other income in the Standalone Statement of Profit and Loss.

Equity Instruments

The Company subsequently measures all investments in equity instruments other than subsidiary companies, associate company and joint venture company at fair value. The Company has elected to present fair value gains and losses on such equity investments in other comprehensive income and there is no subsequent reclassification of these fair value gains and losses to the Standalone Statement of Profit

and Loss. Dividends from such investments continue to be recognised in profit or loss as other income when the right to receive payment is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in the Standalone Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Investments in subsidiary companies, associate companies and joint venture company:

Investments in subsidiary companies, associate companies and joint venture company are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiary companies, associate companies and joint venture company, the difference between net disposal proceeds and the carrying amounts are recognised in the Standalone Statement of Profit and Loss.

IV. Impairment of financial assets

The company applies “simplified approach” measurement and recognition of impairment loss on the following financial asset and credit risk exposure:

- Financial assets that are debt instruments, and are measured at amortised cost e.g. loans, debt securities, deposits and bank balances.
- Trade receivables

The application of simplified approach does not require the company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime Expected Credit Loss at each reporting date, right from its initial recognition.

b) Financial Liabilities

I. Classification

The company classifies all financial liabilities as subsequently measured at amortized cost.

II. Recognition and measurements

All financial liabilities are recognized initially at fair value less transaction costs and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

In case of loan repayable within one year the carrying amount is considered as fair value of the financial liability.

c) De-recognition of Financial assets and Financial liabilities

The company derecognises a financial asset only when the contractual rights to the cash flows from the asset expires, or when it transfer the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non cash assets transferred or liabilities assumed, is recognized in profit or loss as other income or finance costs.

(o) Borrowing Costs

Borrowing costs relating to construction of qualifying asset under project are capitalized till the time all substantial activities necessary to prepare the qualifying assets project for their intended use or sale as the case may be are complete. A qualifying asset is an asset that necessarily takes substantial period or time to get ready for its intended use / sale. All other borrowing costs not eligible for capitalization are charged to revenue.

(p) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and in hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

(q) Fair Value Measurement

The company measures financial instruments, such as investments at fair value at each balance sheet date.

Fair value is the price 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 fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either.

- a) In the principal market for the asset or liability, or

b) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the company. The fair value of an asset or a liability is measured using the assumptions that the market participants would use when pricing the asset or liability, assuming that market participant act in their economic best interest.

A fair value measurement of a non-financial asset takes place into account a market participants ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimizing the use of unobservable inputs.

31. NOTES ON FINANCIAL STATEMENTS

- I. The transactions and balances in respect of Trade Payable / Creditors, Trade Receivables / Debtors, Advances to Suppliers, Advances from Customers, Loans taken other than bank loans, Loans and advances given, from whom confirmations have been received, are reconciled. Few parties (including Debtors) confirmations of transactions and balances are awaited till the closure of the books and in absence of such confirmations, the transactions recorded in the books of accounts have been relied upon, therefore such transactions and balances are as per books of accounts of the company and subject to reconciliation and confirmation with respective parties.
- II. In the opinion of the Board, the Current assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business except otherwise stated. The provision for all known liabilities is adequate and not in excess of the amount considered reasonable necessary.
- III. COVID-19 has caused significant disruptions to businesses across India. The management has considered the possible effects, if any, that may impact the carrying amounts of Property, plant & Equipment, inventories, receivables and Loans given. In making the assumptions and estimates relating to the uncertainties as at the balance sheet date in relation to the recoverable amounts of the said assets, the management has considered subsequent events, internal and external information, risk profile of the customer and borrower based on their industry and evaluated economic conditions prevailing as at the date of approval of these financials results. The management expects no impairment to the carrying amounts of these assets. The management will continue to closely monitor any changes to future economic conditions and assess its impact on the operations.
- IV. The Company has no employee in receipt of remuneration aggregating to Rs.1,02,00,000/- p.a. or employee for a part of the year Rs.8,50,000/-p.m.
- V. In the opinion of the Board, there is no contingent liability related to the company except the following as mentioned:

Contingent Liability

On Account of Performance Guarantee Given to ICDS

A contingent liability to the extent of Rs.510 Lakhs on account of Performance guarantee given by the company to the ICDS U.P.in case of a breach of agreement with ICDS or non- supply of ICDS Food supplement as per the terms of the Contract of the company with ICDS.

VI. Capital Commitments

Capital expenditure contracted for at the end of the reporting period, but not recognised as liabilities

The Company has entered into an agreement dated 05-02-2020 to purchase of a Residential Immovable Property for Rs.2775 Lakhs. Against which the company has given an advance of Rs.464.41 Lakhs (including TDS) to the seller. The Balance amount of Rs.2310.59 Lakhs is to be paid by the Company at the time of execution of the sale deed of the same in favour of the Company as per the terms and conditions of the agreement to purchase the property. Further in addition to the above, the company is also required to incur the fit out cost also on the said

property. Due to non availability of the sufficient evidence, the estimate of the fit out cost could not be made.

VII. Earnings Per Share

In accordance with Ind-AS 33 "Earning Per Share" Basic Earnings per share has been computed by dividing profit/loss for the year attributable to the Shareholders by the weighted average number of shares outstanding during the year. Diluted Earnings per share has been computed using weighted average number of shares and dilutive potential shares, except where the result would be anti-dilutive.

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
Net Profit (Loss)(in Lakhs)	3164.80	3133.76
No. of Equity shares	10500	10500
Basic & Diluted EPS (in Rs.)	30140.91	29845.37

VIII. Previous year figures has been regrouped / rearranged / reclassified wherever considered necessary to confirm to current year classification as per Schedule III of the Companies Act, 2013 and IND-AS requirements.

IX. Disclosure requirements as per IND AS-12 (Income Tax Expenses)

As per IND AS-12 on Accounting for Income Tax the Deferred Tax Assets as at 31st March, 2020 comprises of the following:

	FY 2019-20	FY 2018-19
Related to Property, Plant & Equipment	Rs.40.86 Lakhs	Rs.47.58 Lakhs
Related to Gratuity	Rs.25.88 Lakhs	Rs.18.03 Lakhs
Related to Unpaid Bonus	Rs.08.98 Lakhs	Rs.09.63 Lakhs
Income Tax Rate	25.168%	29.12%
Deferred Tax Assets as on 31.03.2020	Rs 75.72 Lakhs	Rs 75.24 Lakhs
Income Tax on remeasurement gain / (loss) on defined benefit plans	Rs -5.88 Lakhs	Rs -4.90 Lakhs

The Company has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized tax expenses, deferred tax assets / liabilities have been recomputed and impact of this has been recognized in the year ended 31st March, 2020 at the new tax rates.

X. Disclosure requirements u/s 22 of Micro, Small and Medium Enterprises Development (MSMED) Act, 2006

The Company has certain transactions with supplier (trade & Capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosure pursuant to the said MSMED Act are as follows:

Particulars	As at March 31,2020 (Amount in Lakhs)	As at March 31,2019 (Amount in Lakhs)
Principal amount due to supplier registered under the MSMED Act and remaining unpaid as at year end	202.92	NIL
Interest due to supplier registered under the MSMED Act and remaining unpaid as at year end	NIL	NIL
Principal amount paid to supplier registered under the MSMED Act, beyond the appointed day during the year	NIL	315.43
Interest paid, other than section 16 of the MSMED act, due to supplier registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest paid, under section 16 of the MSMED act, due to supplier registered under the MSMED Act, beyond the appointed day during the year	NIL	6.86
Interest due and payable toward suppliers registered under MSMED Act, for the payment already made.	NIL	NIL
Further interest remaining due and payable for the earlier years	NIL	NIL

XI. Disclosure related to CSR Activities

(a) Gross Amount required to be spent by the company during the year.
Rs 78.74 Lakhs.

(b) Amount approved by the Board of Directors to be spent during the year-
Rs 238.83 Lakhs

(c) Amount spent during the year on:

S.No.	Particulars	In Cash/Through Banking Channel	Yet to be paid in Cash	Total
(i)	Construction/ Acquisition of any Asset	NIL	NIL	NIL
(ii)	On purposes other than (i) above	32.01 Lakhs	NIL	32.01 Lakhs

(c) Details of related party transactions, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per IND AS (IND-AS 24), Related Party Disclosures: **NIL**

XII. Retirement benefit obligation

Change in present value of Obligation

Particulars	Amounts in Lakhs	
	For the period ending 31 March, 2020	For the period ending 31 March, 2019
Present value of obligation as at the beginning	61.93	51.60
Current service cost	15.51	10.14
Interest Expense or cost	4.84	4.04
Actual Return on Plan Assets	N.A	N.A
Benefits Paid	(2.81)	(20.67)
Acturial (Gain)/Loss on Obligation	23.35	16.82
Closing Value of Obligation	102.82	61.93

Change in the fair value of plan assets are as follows

Particulars	Amounts in Lakhs	
	Gratuity	
	For the period ending 31 March, 2020	For the period ending 31 March, 2019
Opening Fair value of Plan Assets	Nil	Nil
Expected Return	Nil	Nil
Contribution By employer	Nil	Nil
Benefits Paid	Nil	Nil
Acturial Gain (Losses)	Nil	Nil
Closing Fair Value of Plan Asset	Nil	Nil

Net Employee Benefit expense debited to Profit & Loss Account**Amounts in Lakhs**

Particulars	Gratuity	
	For the period ending 31 March, 2020	For the period ending 31 March, 2019
Current Service Cost	15.51	10.14
Interest Cost	4.84	4.04
Expected Return on Plan Asset	N.A	N.A
Actuarial (Gain)/Loss on Obligation, Recognised in OCI	23.35	16.82
Net benefit Expense	43.70	31.00
Recognised in Profit & Loss	20.35	14.18
Recognised in OCI	23.35	16.82

Movement in the liability recognised in the Balance Sheet**Amounts in Lakhs**

Particulars	Gratuity	
	For the period ending 31 March, 2020	For the period ending 31 March, 2019
Opening Net Liability	61.93	51.60
Current Year Expense	40.89	10.33
Closing Net Liability	102.82	61.93

Actuarial Assumption

Particulars	Gratuity	
	For the period ending 31 March, 2020	For the period ending 31 March, 2019
Mortality Table	(2012-2014)	(2006-2008)
Discount Rate	6.77%	7.82%
Rate of Escalation in salary per annum	8%	8%
Expected Rate of return on plan assets	N.A.	N.A.

XIII. Dividends

No dividend has been declared by the board for the current financial year.

XIV. Segment

The company is engaged mainly in the business of manufacturing and supplying of supplementary nutrition foods to the government sponsored nutritive programme for infant, preschool children, adolescent girl etc. These in the context of Ind AS 108-Operating Segment reporting are considered to constitute one reporting segment.

XV. **Leases**
As Lessee - Operating Lease

The Company adopted IND AS 116, Lease effective from April 01, 2019 and has elected to apply this standard to its leases with modified retrospective approach.

Initial lease liability has been measured at present value of the remaining lease payments and discounted at incremental borrowing rate @12% as on April 01,2019, with an equivalent amount for the right of use assets. The comparative information of previous year is not restated as permitted by IND AS 116

i) **Following are the changes in the carrying value of right of use**

Asset		Amounts in Lakhs
Particulars		As at 31 Mar 2020
As at 01 April 2019		19.51
Additions		0
Deletions		0
Depreciation/Amortisation		16.72
As at 31 March 2020		2.79

ii) **Following Movement in Lease Liability:**

		Amounts in Lakhs
Particulars		As at 31 Mar 2020
As at 01 April 2019		19.51
Additions		0.00
Deletions		0.00
Finance cost Accrued		1.45
Payment of Lease Liabilities		18.00
As at 31 March 2020		2.96

iii) **Table below provides details regarding the contractual maturities of lease liabilities as at 31 March 2020:**

Amounts in Lakhs		
Particulars	Undiscounted Basis	Discounted Basis
	As at 31 Mar 2020	As at 31 Mar 2020
Less than one year	3.00	2.96
One to Five Year	0.00	0.00
More than Five Years	0.00	0.00
Total	3.00	2.96

As Lessor - Operating Lease

The Company given some Trucks under operating lease or leave and license agreement. These are generally cancellable, having a term between 11 months and have no specific obligation for renewal. As the lease is short-term therefore the recognition principles of IND AS-116 does not apply for the same. Income from leases are recognized in the statement of Profit & Loss under Lease Rental Income in Note No-W.

XVI. Investment in Subsidiaries, Joint Ventures and Associates

During FY 2019-2020, Company has incorporated a wholly owned subsidiary Company as per Section 2(87) of Companies Act 2013 in the Name of Unisphere Industries Private Limited. There is no other subsidiary, Joint venture or Associate of the Company.

XVII. Disclosures Related to Unsecured Loans given by the Company to Non Related Party

- (I) The Company is giving an unsecured Loan of which outstanding balance as on 31-3-2020 was Rs.19652.27 Lakhs (Previous year as on 31-3-2019 was Rs.16428.97 Lakhs) to Worldwide Holdings Limited at 7.5% p.a. rate of interest pursuant to the decision of Board of Directors of the company. The loan is repayable on demand and to be utilized by the borrower for its business purpose. The Loan amount given by the company is within the limit prescribed by Section 186 of the Companies Act-2013. In the opinion of the Management of the Company the Loan is considered good.
- (II) The Company is giving an unsecured Loan of which outstanding balance as on 31-3-2020 was Rs.6066.29 Lakhs (Previous year as on 31-3-2019 was Rs.3726.01 Lakhs) to Beta Edibles Processing Private Limited at 6.5% p.a. rate of interest pursuant to the decision of Board of Directors of the company. The loan is repayable on demand and to be utilized by the borrower for its business purpose. The Loan amount given by the company is within the limit prescribed by Section 186 of the Companies Act-2013. In the opinion of the Management of the Company the Loan is considered good.

XVIII. Related Party Disclosures (as prescribed under IND AS-24)

(I) Relationships

- (A) Enterprises that control or are controlled by or are under common control with the reporting enterprises –

(i)	Holding Company	:	Sai Capital Limited
(ii)	Subsidiary Company	:	Unisphere Industries Private Limited
(iii)	Fellow Subsidiary Companies	:	NIL

- (B) Associates and Joint Ventures : NIL
- (C) Individuals owning, directly or indirectly, 20% or more voting power of the reporting enterprise and relatives of any such individual: **NIL**
- (D) Key management personnel and relatives of such personnel
- i. Mr. Devendra Singh (Whole Time Director)
 ii. Mr. Ankur Rawat (Director)
 iii. Mrs. Shikha Arora (Independent Director)
 iv. Mr. Kailash Chandra Sharma (Independent Director)
- (E) Enterprises over which any person described in (c) or (d) is able to exercise significant influence. This includes enterprises owned by directors or major shareholders of the reporting enterprise and enterprises that have a member of key management in common with the reporting enterprise: **NIL**

(II) The Following transactions were carried out with related parties in the ordinary course of business

(i) Short Term Employee Benefits (Remuneration Paid)

Nature of Transaction	Key Management Personal and their Relatives		Outstanding Balance as on	
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
<u>Remuneration Paid</u>				
Devendra Singh	21.60 Lakhs	21.60 Lakhs	1.16 Lakhs	1.39 Lakhs
Ankur Rawat	10.80 Lakhs	10.80 Lakhs	0.85 Lakhs	0.86 Lakhs

(ii) Post Retirement Benefit

Nature of Transaction	Key Management Personal and their Relatives	
	31.03.2020	31.03.2019
<u>Gratuity Provision</u>		
Post Retirement Benefit to Key Managerial Person (Director)	8.31 Lakhs	6.85 Lakhs

XIX- Financial risk management

The company has exposure to the following risk arising from financial instruments.

- Credit risk
- Liquidity risk, and
- Market risk

a. Credit Risk

Credit risk is the risk that a counter party will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risk. Credit risk is controlled by analysing credit limits and credit-worthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit.

Financial instruments that are subject to concentration of credit risk principally consist of trade receivables, investments, loans, cash and cash equivalents, other balances with banks and other financial assets. None of the financial instruments of the Company result in material concentration of credit risk.

Trade Receivable

Credit risk on its receivables is recognised on the statement of financial position at the carrying amount of those receivable assets, net of any provisions for doubtful debts. Receivable balances and deposit balances are monitored on a monthly basis with the result that the company's exposure to bad debts is not considered to be material.

The company has no significant concentrations of credit risk as the principal customer of the company is the government departments. The company does not have any credit risk outside India.

The ageing of trade receivable (Major Debtor-ICDS) that were not impaired is as follows:

Particulars	Carrying amount(In Lakhs)	
	As at March 31, 2020	As at March 31, 2019
Neither past due nor impaired		
Past due 1-30 days	276.78	756.06
Past due 31-90 days	1723.92	NIL
Past due 91-120 days	NIL	NIL
Past due 121-180 days	NIL	NIL
Past due 181-360 days	NIL	NIL
More than 360 days	NIL	NIL

Other financial assets

The Company maintains exposure in cash and cash equivalents, term deposits with banks, Unsecured loans to companies.

The company held cash equivalents and other bank balances of Rs 3776.74 lakhs as at March 31, 2020 and bank balance other than cash & cash equivalent is Rs 850 lakhs. The cash balances are held within bank counterparties with good credit ratings. Further the companies to whom the unsecured loans have been given are financially sound and have well market reputation. The company keep regular track of the financial activities of the companies to whom unsecured loans have been given.

The ageing of loan and advance given that were not impaired is as follows

Particulars	Carrying amount(In Lakhs)	
	As at March 31, 2020	As at March 31, 2019
Neither past due nor impaired		
Past 1-30 days	2383.58	2411.68
Past 31-90 days	1100.00	1000.00
Past 91-120 days	Nil	300.00
Past 121-180 days	Nil	3000.00
Past 181-360 days	5250	Nil
More than 360 days	16984.98	13443.30

Management believes that the unimpaired amounts that are past due by more than 30 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

b.

Liquidity Risk

Liquidity risk is defined as the risk that the company will not be able to settle or meet its obligations on time, or at a reasonable price. The company's treasury department is responsible for liquidity, funding as well settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors company's net liquidity position rolling forecasts on the basis of expected cash flows.

Maturity pattern of financial liabilities

Non derivative financial liabilities (March 31, 2020)	Carrying amounts in Lakhs	Contractual cash flows					More than 5 years
		Total	0-1 years	1-2 years	2-5 years		
Borrowings and interest thereon	0	0	0	0	0	0	
Trade payables	392.96	392.96	392.96	0	0	0	
Other payables	10.39	10.39	9.98	0.41	0	0	
Other	40.33	40.33	40.33	0	0	0	
Expenses Payable							
Duties & Taxes Payable	55.94	55.94	55.94	0	0	0	

Non derivative financial liabilities (March 31, 2019)	Carrying amounts in Lakhs	Contractual cash flows				
		Total	0-1 years	1-2 years	2-5 years	More than 5 years
Borrowings and interest thereon	0	0	0	0	0	0
Trade payables	133.47	133.47	133.47	0	0	0
Other payables	18.80	18.80	18.80	0	0	0
Other Expenses Payable	39.29	39.29	39.29	0	0	0
Duties & Taxes Payable	315.79	315.79	315.79	0	0	0

c. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: interest rate risk and other price risk, such as equity price risk and commodity risk. Financial instrument affected by market risk include loans and borrowings, deposits and investments. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

d.

Capital management

For the purpose of the company's capital management, capital includes issued capital and other equity. The primary objective of the company's capital management is to maximize shareholders value. The company manages its capital structure and makes adjustment in the light of changes in economic environment and requirements of the financial covenants.

The company monitors capital using adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

Amounts in Lakhs			
Particulars	As at March 31, 2020	As at March 31, 2019	
Total Debt	-	-	
Total equity	34650.12	31502.79	
Debt - equity ratio	NA	NA	

Financial Instrument by Category

Amounts in Lakhs

Particulars	As at 31 March 2020			As at 31 March 2019		
	<u>FVPL</u>	<u>FVOCI</u>	<u>Amortised Cost</u>	<u>FVPL</u>	<u>FVOCI</u>	<u>Amortised Cost</u>
Financial Assets						
(A) Non-Current						
(i) Investment other than Subsidiaries	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Security Deposit	Nil	Nil	20.61	Nil	Nil	558.98
(B) Current						
(i) Trade Receivable	Nil	Nil	2004.23	Nil	Nil	759.59
(ii) Cash & Cash Equivalents	Nil	Nil	3776.74	Nil	Nil	9184.09
(iii) Bank Balance other than Cash & Cash Equivalents	Nil	Nil	850	Nil	Nil	Nil
(iv) Loans	Nil	Nil	25718.56	Nil	Nil	20154.98
(v) Other Financial Assets	Nil	Nil	580.23	Nil	Nil	4.09
Financial Liabilities						
(A) Non-Current						
(i) Borrowings	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Trade Payable	Nil	Nil	Nil	Nil	Nil	Nil
(iii) Other Financial Liabilities	Nil	Nil	Nil	Nil	Nil	Nil
(B) Current						
(i) Borrowings	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Trade Payable	Nil	Nil	392.96	Nil	Nil	133.47
(iii) Other Financial Liabilities	Nil	Nil	49.79	Nil	Nil	54.86

The carrying amounts of trade receivables, cash and cash equivalents, other bank balances, dividend receivables, other receivables, trade payables, capital creditors, other liabilities are considered to be the same as their fair values due to the current and short-term nature of such balances

FOR HEALTH CARE ENERGY FOODS PRIVATE LIMITED

DEVENDRA SINGH
(WHOLE TIME DIRECTOR)
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NEAR BIJANA HOUSE
MORADABAD-244001
UTTAR PRADESH

ANKUR RAWAT
(DIRECTOR)
DIN: 07682969
ADDRESS- PANCHWATI
RESIDENCY, FLAT NO 608
CHANDNI CHOWK, KANKE
ROAD NEAR HOTEL HOLIDAY
HOME, MISIRGONDA ALIA S
PAHARGON RANCHI 834008
JHARKHAND

Place-New Delhi
Date- 25-07-2020



Independent Auditor's Report

To
The Members of
Health Care Energy Foods Private Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **Health Care Energy Foods Private Limited** (the Holding Company) and its subsidiary companies, (the Holding Company and its subsidiary companies together referred to as the Group), which comprise the Consolidated Balance Sheet as at **March 31, 2020**, the Consolidated Statement of Profit and Loss, (including other comprehensive income) the Consolidated Statement of Cash Flows and the consolidated statement of changes in equity, for the year then ended, and notes to the Consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statement of the subsidiary companies referred to in the other matter section below, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended (Ind AS) and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2020 and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date

Basis for opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's responsibility for the audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules made thereunder and we have

fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Emphasis of Matter

We draw attention to the following matters in the Notes to the financial statements:

- 1- Note No-31(XV) in the financial statements which disclose the fact that the holding company is giving unsecured loans to two companies having closing balance of the loan outstanding as on 31-3-2020 Rs.25718.56 Lakhs. Our opinion is not modified in respect of this matter.
- 2- Note No-31 (I) to the Financial Statements which discloses that the Confirmations of transactions and balances in respect of Trade Payable / Creditors, Trade Receivables / Debtors, Advances to Suppliers, Advances from Customers, Loans taken other than bank loans, Loans and advances given, from whom confirmations have been received, are reconciled. Few parties (including Debtors) from whom confirmations of transactions and balances are awaited till the closure of the books and in absence of such confirmations, the transactions recorded in the books of accounts have been relied upon, therefore such transactions and balances are as per books of accounts of the company and subject to reconciliation and confirmation with respective parties. Our opinion is not modified in respect of these matters.

Other Information –Information other than the Financial Statements and Auditor's Report thereon

The Board of Directors of the Holding Company is responsible for the other information. The other information comprises of its report (herein after called as "Board Report") which comprises various information required under section 134(3) of the Companies Act 2013 but does not include the Standalone Financial Statements, Consolidated Financial Statements and our Auditor's Reports thereon.

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

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information, compare with the Financial Statements of the subsidiary companies audited by the other Auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other Auditors and consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information

so far as it relates to the subsidiary companies, is traced from their Financial Statements audited by other Auditors.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the Consolidated Financial Statements

The Board of Directors of the Holding Company is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, Consolidated Cash Flows and consolidated change in equity of the Group in accordance with the Ind AS and other accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 the 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, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the group are responsible for assessing the ability of the Group company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of directors either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the group are also responsible for overseeing the financial reporting process of the Group company.

Auditor's responsibility for the audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial as a whole are free from material misstatement, whether due to fraud or error and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material

misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

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

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

- Obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of such entities or business activities included in the Consolidated Financial Statements of which we are the Independent Auditors.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the Independent Auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Other matters

We did not audit the Financial Statements of the subsidiary company, whose Financial Statements reflect total assets of 1.01 Lakhs as at March 31, 2020, total revenues of NIL and net cash outflows amounting to .07 Lakhs for the year ended on that date, as considered in the Consolidated Financial Statements. These Financial Statements have been audited by other Auditors whose reports have been furnished to us by the Management and our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included

in respect of these subsidiary company and our report in terms of Sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary companies is based solely on the reports of such other Auditors.

Our opinion on the Consolidated Financial Statements above and our report on other legal and regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other Auditors.

Report on other legal and regulatory requirements

- 1- As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of other Auditors on separate Financial Statements of the subsidiary company referred in the Other matters section above we report, to the extent applicable, that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other Auditors.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, (including other comprehensive income) Consolidated Statement of Cash Flows and consolidated statement of changes in equity dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements.
 - d) In our opinion, the aforesaid Consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the Directors of the Holding Company as on March 31, 2020 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary company, none of the Directors of the Group companies is disqualified as on March 31, 2020 from being appointed as a Director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in Annexure A which is based on the Auditors report of the parent company and subsidiary company.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended; in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Parent to its Directors during the year is in accordance with the provisions of Section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group company does not have any pending litigation which would impact its financial position.
 - ii. The Group Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies.

For SOHRABH JINDAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FIRM REGN NO.019819N)

Place: New Delhi
Date: 25-07-2020

(CA SOHRABH JINDAL)
Partner
M.No.-503263
UDIN-20503263AAAAAY6284

ANNEXURE - A

Annexure-A referred to in paragraph (f) under 'Report on other legal and regulatory requirements section in our report of even date of **Health Care Energy Foods Private Limited** for the F.Y.2019-20.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of **Health Care Energy Foods Private Limited** ("hereinafter referred to as the Holding Company ") as of and for the year ended March 31, 2020, We have audited the internal financial controls over financial reporting of the Holding and its subsidiary company as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding and its subsidiary company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the guidance note) 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding and its subsidiary company, which are company incorporates in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and 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 of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary company is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding and its subsidiary company, which are company incorporates in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and according to the explanations given to us and to the best of our information, and based on the consideration of the reports of the other auditor, the holding and subsidiary company have in all material respect an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating

effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the respective Companies 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.

Other matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to subsidiary companies, which are companies incorporated in India, is based solely on the corresponding reports of the Auditors of such companies incorporated in India. Our opinion is not modified in respect of the above matters.

For SOHRABH JINDAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FIRM REGN NO.019819N)

Place: New Delhi
Date: 25-07-2020

(CA SOHRABH JINDAL)
Partner
M.No.-503263
UDIN-20503263AAAAAY6284

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hceft2015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

CONSOLIDATED BALANCE SHEET AS AT 31-03-2020

Amounts in Lakhs

Particulars	Note	Amounts As at March 31, 2020
A Assets		
1 Non-current assets		
a) Property, plant and equipment	1	502.15
b) Capital work-in-progress	1A	18.20
c) Right to Use Assets	1A	2.79
d) Investment properties	-	-
e) Intangible assets	-	-
f) Financial assets		
i) Investments	2	-
ii) Trade Receivables	-	-
iii) Loans	-	-
iv) Other financial assets	3	20.61
g) Deferred tax assets (net)	4	75.72
h) Other non-current assets	5	697.11
Total non-current assets		1,316.58
2 Current assets		
a) Inventories	6	768.07
b) Financial assets		
i) Investments	-	-
ii) Trade Receivables	7	2,004.23
iii) Cash and cash equivalents	8	3,777.66
iv) Bank balances other than cash and cash equivalents above	9	850.00
v) Loans	10	25,718.56
vi) Other financial assets	11	580.23
c) Current tax assets (net)		-
d) Other current assets	12	315.50
Total Current assets		34,014.25
Total Assets		35,330.83
B EQUITY AND LIABILITIES		
Equity		
a) Equity share capital	13	1.05
b) Other equity	14	34,648.94
Equity attributable to the owners of Health care Energy Foods Private Limited		34,649.99
Non Controlling Interest		-
Total equity		34,649.99
Liabilities		
1 Non-current liabilities		
a) Financial liabilities		
i) Borrowings	15	-
ii) Trade payables		
(A) Total outstanding dues of micro enterprises and small enterprises; and		-
(B) Total outstanding dues of creditors other than micro enterprises		-
iii) Other financial liabilities		-
b) Provisions	16	99.76
c) Deferred tax liabilities (net)	-	-
d) Other non-current liabilities	-	-
Total non-current liabilities		99.76
2 Current liabilities		
a) Financial liabilities		
i) Borrowings		-
ii) Trade payables	17	
(A) Total outstanding dues of micro enterprises and small enterprises; and	-	202.92
(B) Total outstanding dues of creditors other than micro enterprises	-	190.04
iii) Other financial liabilities	18	49.93
b) Other current liabilities	19	59.83
c) Provisions	20	38.75
d) Current tax liabilities (net)	21	39.61
Total current liabilities		581.08
Total liabilities		680.84
Total equity and liabilities		35,330.83

Note: Previous Year Figures are not stated as the current year is 1st Year of Consolidation of Financial Statements

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For Sohrabh Jindal & Associates

Chartered Accountants

For Health Care Energy Foods Private Limited

(Sohrabh Jindal)

Partner

Membership No. 503263

Firm Registration No. 019819N

UDIN- 20503263AAAAAY6284

(Devendra Singh)

Whole Time Director

DIN: 06360006

Address: Govind Nagar,

Near Bijana House,

244001, Uttar Pradesh

(Ankur Rawat)

Director

DIN: 07682969

Address: Panchwati Residency,

Flat No 608, Chandni Chowk, Kanke

Road Near Hotel Holiday Home,

Misirgonda Alias Pahargaon, Ranchi

834008, Jharkhand

Place : New Delhi

Date: 25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED		
CIN : U70109DL2007PTC161756		
E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757		
REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020		
Consolidated Statement of Profit and Loss for the year ended March 31, 2020		
Amounts in Lakhs		
Particulars	Note	Figures for the Current reporting period ended on 31-3-2020
INCOME		
Revenue from operations	22	19,081.00
Other income	23	2,039.31
Total Income		21,120.31
EXPENSES		
Cost of material consumed	24	14,311.56
Change in inventories of finished goods,	25	0.74
Employee benefits expenses	26	490.83
Finance costs	27	1.45
Depreciation and amortisation expenses	1A	116.96
Other expenses	28	1,979.65
Total expenses		16,901.19
Profit before exceptional items and tax		4,219.12
Exceptional items		-
Profit before tax		4,219.12
Tax expenses		
Current tax		1,052.88
Deferred tax		5.40
Tax of Earlier Year		-3.83
Total expenses		1,054.45
Profit for the year		3,164.67
Other Comprehensive Income		
a) Items that will not be reclassified to profit and loss		
i) Fair value of equity instruments through other Comprehensive Income (FVOCI)		
ii) Remeasurment gain / (loss) on defined benefit plans		-23.35
iii) Income tax related to item no (ii) above		-5.88
b) Items that will be reclassified to profit and loss		
i) Effective portion of gain / (loss) on cash flow hedges		
ii) Income tax related to item no (i) above		
Other Comprehensive Income, net of tax		-17.47
Total Comprehensive Income for the year		3,147.20
Profit is attributable to :		
Owner of the Company		3,164.67
Non-controlling interest		-
		3,164.67
Other Comprehensive Income is attributable to :		
Owner of the Company		-17.47
Non-controlling interest		-
		-17.47
Total Comprehensive Income is attributable to :		
Owner of the Company		3,147.20
Non-controlling interest		-
		3,147.20
Earnings per Equity share (IN Rs.)	29	30,139.71
Basic and diluted earning Rs. Per equity share of Rs. 10 each (in Rs.)		30,139.71
Note: Previous Year Figures are not stated as the current year is 1st Year of Consolidation of Financial Statements		
The accompanying Notes form an integral part of the Financial Statements		
As per our attached report of even date		
For Sohrabh Jindal & Associates	For Health Care Energy Foods Private Limited	
Chartered Accountants		
(Sohrabh Jindal)	(Devendra Singh)	(Ankur Rawal)
Partner	Whole Time Director	Director
Membership No. 503263	DIN: 06360006	DIN: 07682969
Firm Registration No. 019819N	Address: Govind Nagar,	Address: Panchwati Residency,
UDIN- 20503263AAAAAY6284	Near Bijana House,	Flat No 608, Chandni Chowk, Kanke
	244001, Uttar Pradesh	Road Near Hotel Holiday Home,
		Misgonda Alias Pahargaon, Ranchi
		834008, Jharkhand
Place : New Delhi		
Date: 25-07-2020		

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756
E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757

REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA PHASE-I, NEW DELHI-110020

Consolidated Statement of changes in equity for the year ended March 31, 2020

A Equity share capital

Particulars	Note	Amount in Lakhs
As at March 31, 2020	13	1.05

B Other equity

Particulars	Reserve and surplus			Other reserves		Non-Controlling Interest	Total other equity
	Securities premium reserve	Capital Redemption Reserve	Retained earnings	FVOCI equity Instruments	Effective portion of cash flow hedges		
As at March 31, 2019	-	1.45	31,500.29	-	-	-	31,501.74
Profit for the year	-	-	3,164.67	-	-	-	3,164.67
Other Comprehensive Income	-	-	-17.47	-	-	-	-17.47
Total Comprehensive Income for the year			3,147.20			-	3,147.20
Transfer to retained earnings on disposal of FVOCI Equity Instrument	-	-	-	-	-	-	-
Hedging gain / (loss) reclassified to Statement of Profit & Loss	-	-	-	-	-	-	-
Transactions with owners in their capacity as owners:							
Dividend paid (including dividend distribution tax)	-	-	-	-	-	-	-
As at March 31, 2020	-	1.45	34,647.49	-	-	-	34,648.94

Note: Previous Year Figures are not stated as the current year is 1st Year of Consolidation of Financial Statements

The accompanying Notes form an integral part of the Financial Statement

As per our attached report of even date

For Sohrabh Jindal & Associates

Chartered Accountants

For Health Care Energy Foods Private Limited

(Sohrabh Jindal)

Partner

Membership No. 503263

Firm Registration No. 019819N

UDIN - 20503263AAAAAY6284

(Devendra Singh)

Whole Time Director

DIN: 06360006

Address: Govind Nagar,

Near Bijana House,

244001, Uttar Pradesh

(Ankur Rawat)

Director

DIN: 07682969

Address: Panchwati Residency,

Flat No 608, Chandni Chowk, Kanke

Road Near Hotel Holiday Home,

Misirgonda Alias Pahargaon, Ranchi

834008, Jharkhand

Place : New Delhi

Date: 25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED	
CIN : U70109DL2007PTC161756	
E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757	
REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020	
Consolidated Cash Flow Statement for the year ended 31-03-2020	
Particulars	F.Y. 2019-20
	Amount (In Lakhs)
CASH FLOWS FROM OPERATING ACTIVITIES	
Net profit before tax	4,219.12
Adjustments for Non-Cash Items / Non-Operating Items:	
Add: Depreciation	116.96
Add: Interest Expense	1.45
Less: Profit on sale of Fixed Asset	0.02
Add: Gratuity (Net of Payment)	17.54
Less: Interest Income	1,995.95
NET PROFIT FROM OPERATING ACTIVITIES BEFORE WORKING CAPITAL CHANGES	2,359.10
Changes in current assets and liabilities:	
Change in Current Assets	
Inventories	-37.48
Trade Receivable	-1,244.64
Short Term Loans And Advances	-
Other Financial Assets	-576.14
Other Current Assets	-219.91
Change in Current Liabilities	
Short Term Borrowing	-
Trade Payable	259.49
Other Financial Liabilities	-7.88
Other Current Liabilities	-259.20
Provision for Employee benefits	2.61
NET CASH GENERATED FROM OPERATING ACTIVITIES BEFORE INCOME TAX	275.95
Less: Income Tax Paid/ TDS (including Income Tax Demand)	1,196.14
NET CASH GENERATED FROM OPERATING ACTIVITIES	-920.19
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases of Fixed Assets	-52.28
Sale of Fixed Assets	1.35
Increase in Non Current Financial Assets	538.37
Increase in Non Current Assets	-538.04
Interest Income	1,995.95
Bank balance other than Cash & Cash Equivalent	-850.00
Loans & Advance	-5,563.58
NET CASH USED IN INVESTING ACTIVITIES	-4,468.24
CASH FLOW FROM FINANCING ACTIVITIES	
BuyBack Of Shares	-
Payments towards Lease Liability	-16.55
Interest Expense	-1.45
NET CASH USED IN FINANCING ACTIVITIES	-18.00
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	-5,406.43
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	9,184.09
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	3,777.66
Note: Previous Year Figures are not stated as the current year is 1st Year of Consolidation of Financial Statements	
The accompanying Notes form an integral part of the Financial Statements	
As per pqr attached report of even date	
For Sohrabh Jindal & Associates	For Health Care Energy Foods Private Limited
Chartered Accountants	
(Sohrabh Jindal)	(Devendra Singh)
Partner	Whole Time Director
Membership No. 503263	DIN: 06360006
Firm Registration No. 019819N	Address: Govind Nagar,
UDIN- 20503263AAAAAY6284	Near Bijana House,
	244001, Uttar Pradesh
	(Ankur Rawat)
	Director
	DIN: 07682969
	Address: Panchwati Residency,
	Flat No 608, Chandni Chowk, Kanke
	Road Near Hotel Holiday Home,
	Misrigonda Alias Pahargaon, Ranchi
	834008, Jharkhand
Place : New Delhi	
Date: 25-07-2020	

HEALTH CARE ENERGY FOODS PRIVATE LIMITED**CIN : U70109DL2007PTC161756****E-mail ID- hcefp12015@gmail.com : Tel. : +91-11-40525757****REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020****NOTE 13: SHARE CAPITAL****(A) Authorised, Issued, Subscribed and paid up share capital****Amounts in Lakhs**

PARTICULARS	AS AT 31-03-2020	AS AT 31-03-2019
AUTHORISED SHARE CAPITAL		
1000000 EQUITY SHARES OF Rs. 10/- EACH (Previous Year 1000000 Equity Shares of Rs. 10/- each)	100	100
ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL		
10500 EQUITY SHARES OF Rs. 10/- EACH (Previous Year 10500 Equity Shares of Rs. 10/- each)	1.05	1.05
	1.05	1.05

(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	31st March 2020		31st March 2019	
	No. of Shares	Amounts in Rs.(In Lakhs)	No. of Shares	Amounts in Rs.(In Lakhs)
At the beginning of the period	10,500	1.05	10,500	1.05
Add: Issued during the period	-	-	-	-
Less: Bought back during the period	-	-	-	-
At the end of the period	10,500	1.05	10,500	1.05

Shares Bought back

PARTICULARS	31st March 2020		31st March 2019	
	No. of Shares	Amounts	No. of Shares	Amounts
	-	-	-	-

(C) Term / Right attached to Equity shares

The company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive the realised value of the assets of the company, remaining after payment of all preferential dues. The distribution will be in proportion to the number of equity shares held by the share holders.

(D) Detail of Share Holders holding more than 5% shares in the Company

Name of Shareholder	31st March 2020		31st March 2019	
	No. of Shares	% of Holding	No. of Shares	% of Holding
M/s Sai Capital Limited	10,300	98.10	10,300	98.10

(E) Shares held by Holding Company ,Ultimate Holding Company and or their subsidiary and associates

Name of Holding Company	31st March 2020		31st March 2019	
	No. of Shares	% of Holding	No. of Shares	% of Holding
M/s Sai Capital Limited	10,300	98.10	10,300	98.10

(F) During the period of five years immediately preceeding the reporting date

	AS AT 31-03-2020	AS AT 31-03-2019	AS AT 31-03-2018	AS AT 31-03-2017	AS AT 31-03-2016
Share allotted as fully paid up without payment being received in cash	NIL	NIL	NIL	NIL	NIL
Share allotted as fully paid up by way of bonus shares	NIL	NIL	NIL	NIL	NIL
Shares Bought Back	NIL	NIL	NIL	NIL	3,500

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
CIN : U70109DL2007PTC161756
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REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

CONSOLIDATED NOTES OF BALANCE SHEET		Amounts In Lakhs
PARTICULARS		As on 31.03.2020
<u>NOTE-2 : INVESTMENTS</u>		
a) other Investment		-
TOTAL		-
<u>NOTE-3 : OTHER FINANCIAL ASSETS</u>		
a) Security Deposits		20.61
b) Security Deposit (Including Accrued Interest) with ICDS (Lien Marked FDR in favour of ICDS)		-
TOTAL		20.61
<u>NOTE-4 : DEFERRED TAX ASSETS(LIABILITY)(NET)</u>		
Opening Balance		75.24
Add(Less):Created/(Written Off) during The Year		0.48
Closing Balance Deferred Tax Assets/(Liability)		75.72
		75.72
<u>NOTE-5 : OTHER NON-CURRENT ASSETS</u>		
a) U.P. VAT Deposit under Protest		30.30
b) GST under Protest		5.32
c) Advance for Purchase of Immovable Property		591.41
d) Advance for Interior Work of Immovable Property		69.13
e) Fixed Deposit for Security Deposit(VAT)		0.95
		697.11
<u>CURRENT ASSETS</u>		
<u>NOTE-6 : INVENTORIES</u>		
a) Raw Material		651.15
b) Finished Goods		-
c) Packing Material		37.03
d) Fuel & Oil		2.00
e) Consumable Store		76.10
f) Empty Bags & Refraction		1.79
TOTAL		768.07
<u>NOTE - 7 : TRADE RECEIVABLE</u>		
Receivables considered good - Unsecured (Less than Six Months)		
Director ICDS Lucknow		2000.70
Janta Logistics		3.53
TOTAL		2004.23
<u>NOTE-8 : CASH AND CASH EQUIVALENTS</u>		
a) Balance with banks		
i) Balance with schedule banks		2568.84
ii) Fixed Deposit with Bank		1200.00
b) Cash in Hand		8.82
TOTAL-A		3777.66
<u>NOTE -9: BANK BALANCE OTHER THAN CASH & CASH EQUIVALENTS</u>		
Fixed Deposits with bank (maturity more than 3 months upto 12 month)		850.00
TOTAL-B		850.00
TOTAL-A+B		4,627.66

NOTE -10 : SHORT TERM LOAN AND ADVANCES**Loans Receivables considered good – Unsecured;****(Unsecured Loan Repayable on Demand)**

a) Loan to Beta Edibles Processing Private Limited	6,066.29
b) Loan to WorldWide Holdings Limited	19,652.27
TOTAL	25,718.56

NOTE -11 : OTHER FINANCIAL ASSETS

a) Advance to Supplier	1.20
b) Security Deposit (Including Accrued Interest) with ICDS (Lien Marked FDR of ICDS)	579.03
TOTAL	580.23

NOTE-12 : OTHER CURRENT ASSETS

Input Tax Credit Receivable	26.32
Interest accrued but not due	2.58
Electronic Cash Ledger GST	6.80
GST TDS receivable	66.57
Advance to Employees	0.84
Fastag Wallets	0.05
Advance given for CSR Initiative	206.82
Other Current assets	0.09
Prepaid Expenses	5.43
TOTAL	315.50

NOTE-14 : RESERVE & SURPLUS

a) Reserves:		
Capital Redemption Reserve		1.45
b) Surplus:		
Profit & Loss Account		
Opening Balance	31,500.29	
Less: Capital Redemption Reserve	-	
Less: Premium on Redemption	-	
Add: Other Comprehensive Income(OCI)	(17.47)	
Add: Current year Profit	3,164.67	
Less: Income Tax Demand of FY 2012-13	-	34647.49
TOTAL		34648.94

NON CURRENT LIABILITIES**NOTE-15 : LONG TERM BORROWINGS****TOTAL****-****NOTE-16 : LONG TERM PROVISION**

Provision For Employee Benefits	
Provision for Gratuity	99.76
TOTAL	99.76

CURRENT LIABILITIES**NOTE-17 : TRADE PAYABLES**

(a) Total outstanding dues of micro enterprises and small enterprises; and	202.92
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	190.04
TOTAL	392.96

NOTE-18 : OTHER FINANCIAL LIABILITIES

a) Lease Liability	2.96
b) Other Creditor	10.39
c) Expenses Payable	36.58
TOTAL	49.93

NOTE-19 : OTHER CURRENT LIABILITIES

a) Expenses Payable	3.89
b) Duties & Taxes Payable	55.94
TOTAL	59.83

NOTE-20 : SHORT TERM PROVISION

Provision For Bonus	35.69
Provision For Gratuity	3.06
TOTAL	38.75

NOTE-21 : Current Tax Liabilities (Net)

Provision for Current Income Tax	1052.88
Less: Advance Tax	390.00
Less: Tax Collected at Source	0.39
Less: Tax deducted at Source	622.88
TOTAL	39.61

**CONSOLIDATED NOTES OF STATEMENT OF PROFIT & LOSS
PARTICULARS**

As on 31.03.2020

NOTE - 22: REVENUE FROM OPERATION

Sales - ICDS Food Supplements	18,987.18
Sales - Empty Bags	65.70
Sales - Refraction & Others	28.12
TOTAL Revenue from Contracts with Customer	19,081.00

NOTE - 23 : OTHER INCOME

Lease Rental Income(Trucks)	43.20
Interest Earned	1,995.95
Late Delivery Deduction	0.13
Miscellaneous Income	-
Profit on Sale of Fixed Assets	0.02
Shortage Recovered	-
Sundry Balance Written Off	0.01
TOTAL	2,039.31

NOTE - 24 : COST OF MATERIAL CONSUMED

Opening Stock of Raw Material	578.09
Purchase - Edible Vegetable Oil	2,479.99
Purchase - Ground Nut	938.66
Purchase - Soya Bengal Gram Mix(Laddu)	731.70
Purchase - Soya Bengal Gram Mix(WF)	1,022.11
Purchase - Soya Ragi Mix(MD)	859.16
Purchase - Soya Ragi Mix(ND)	752.41
Purchase - Spice Mix	161.72
Purchase - Toor Dal	1,097.76
Purchase - Skimmed Milk Powder	1,867.99
Purchase - Whole Milk Powder	893.95
Purchase - Sugar	2,570.53
Purchase - Vitamin & Mineral	337.50
Purchase - Wheat	671.14
	14,962.71
Less : Closing Stock of Raw Material	651.15
	14,311.56

NOTE- 25 : CHANGES IN INVENTORIES OF FINISHED GOODS

Add : Opening Stock of Finished Goods	-
Less: Closing Stock of Finished Goods	-
Add : Opening Stock of Gunny Bags	2.53
Less: Closing Stock of Gunny Bags	1.79
(Increase) /Decrease in Stock	0.74

NOTE- 26: EMPLOYEE BENEFIT EXPENSES

Director's Remuneration	32.40
Salary	189.25
Wages	178.47
Ex- Gratia Payments to Employee	1.98
Bonus on Salary & Wages	35.70
Admin. Charges -PF	1.81
Employer's Contt. to P.F.	21.71
Staff Welfare Expenses	9.16
Gratuity Expenses	20.35
	490.83

NOTE- 27: FINANCE COST

Interest on Lease Liability	1.45
	1.45

NOTE- 28: OTHER EXPENSES**A : MANUFACTURING EXPENSES**

Consumable Lab		0.42
Consumable Store	27.56	28.87
Add : Opening Stock	77.41	
Less : Closing Stock	76.10	
Freight Inward		86.59
Insurance Exps- Factory		3.10
Loading & Unloading Expenses		172.92
Packing Material	564.31	589.86
Add : Opening Stock	62.58	
Less : Closing Stock	37.03	
Power & Fuel	127.88	135.86
Add : Opening Stock	9.98	
Less : Closing Stock	2.00	
Repair & Maintenance - Plant & Machinery		0.79
Repair & Maintenance - Building		1.25
Sample & Testing Charges		31.40
TOTAL (A)		1,051.06

B : ADMINISTRATION & SELLING EXPENSES

Payment to Auditor as		1.23
a) Auditor	0.80	
b) for Certification Charges	0.43	
Bank Charges		0.12
Books & Periodicals		0.12
Computer Software & Maintenance		0.87
Conveyance		5.80
Deduction by ICDS		33.92
Demat A/c Charges		0.17
Corporate Social Responsibility(CSR Donation)		32.01
Electricity and Water Expenses		2.02
ESI & PF on Security Charges		0.22
Fee, Rate & Taxes		1.33
Festival Expenses		15.69
Freight & Cartage		1.15
Freight Outward		723.80
Guest House Expenses		1.83
Insurance Expenses		1.56
Intt on Statutory Dues and Late Fees		0.22
Interest under MSMED ACT 2006		-
Legal & Professional Charges		22.87
Medical Expenses		0.50
Office Expenses		4.52
Postage & Couriers Charges		0.87
Printing & Stationery		2.74
Rent Expenses		3.31
Repair & Maintenance		4.58
Reversal of GST Credit on Goods destroyed		-
ROC Fees		0.11
Security Charges		40.48
Tax for Earlier Years(Indirect)		2.02
Telephone Expenses		3.79
Tours & Travelling Expenses		1.35
Preliminary Expenses W/off		0.03
Vehicle Running & Maintenance		19.36
TOTAL (B)		928.59
GRAND TOTAL (A+B)		1,979.65

NOTE- 29 : Earning Per Share

(i) Net Profit After Tax as Profit & Loss	3164.67
(ii) Weighted Average number of equity shares	10500
(iii) Basic & Diluted Earning Per Share	30139.71
(iv) Face Value of Shares	10

NOTE -1A: DEPRECIATION ON PROPERTY PLANT AND EQUIPMENT

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
 REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020
 AS PER COMPANIES ACT, 2013

S. No.	Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
		As on 01.04.2019	Additions	Deletion	As on 31.03.2020	Up to 01.04.2019	Deletion	2019-20	Dep. Adjusted to Comply with Provision of Schedule-II of Co. Act - 2013	Total	As on 31.03.2020	As on 31.03.2019
1	Land	52.73	-	-	52.73	-	-	-	-	-	52.73	52.73
2	Building	452.67	-	-	452.67	221.75	-	17.13	-	238.88	213.79	230.92
3	Road	4.55	-	-	4.55	4.32	-	-	-	4.32	0.23	0.23
4	Plant & Machinery	860.07	0.40	-	860.47	665.01	-	52.38	-	717.39	143.08	195.05
5	Transformer	96.67	-	-	96.67	83.94	-	3.68	-	87.62	9.05	12.73
6	Office Equipment	27.13	0.29	-	27.42	23.83	-	1.13	-	24.96	2.46	3.30
7	Lab Equipments	7.30	-	-	7.30	6.25	-	0.27	-	6.52	0.78	1.05
8	Furniture & Fixture	20.23	-	-	20.23	17.04	-	0.84	-	17.88	2.35	3.19
9	Computer	10.08	0.35	-	10.43	8.31	-	1.07	-	9.38	1.05	1.77
10	Vehicle	101.81	48.56	13.89	136.48	64.03	12.56	18.14	-	69.61	66.87	37.78
11	Trucks	182.26	-	-	182.26	166.90	-	5.60	-	172.50	9.76	15.36
TOTAL (Rs.)		1,815.50	49.60	13.89	1,851.21	1,261.38	12.56	100.24	-	1,349.06	502.15	554.11
PREVIOUS YEAR (Rs.)		1,723.28	92.22	-	1,815.50	1,141.89	-	119.49	-	1,261.38	554.11	581.38

Capital WIP	Op Balance	Purchase	Capitalised	Closing
Plant and Machinery	15.53	2.68	-	18.20
Total	15.53	2.68	-	18.20

Amortisation on Right of Use of Assets (Lease Assets)							
S. No.	Particulars	Opening ROU As on 01-04- 2019	Addition	Deletion	Gross ROU as on 31-03-2020	Amortisation	Net ROU as on 31-03-2020
1	Lease of Immovable Property	19.51		0.00	0.00	19.51	16.72
							2.79

S. No.	Particulars	Amounts	Amounts
1	Depreciation on Property, Plant & Equipment		100.24
2	Depreciation on Right to Use Assets		16.72
	Total	-	116.96

NOTE 1 :PROPERTY PLANT AND EQUIPMENT

PROPERTY PLANT AND EQUIPMENT		Amounts In Lakhs	
AS AT 31-Mar-20	AS AT 31-Mar-19		
LAND	52.73	52.73	
BUILDING	213.79	230.92	
ROAD	0.23	0.23	
PLANT AND MACHINERY	143.08	195.05	
TRANSFORMER	9.05	12.73	
OFFICE EQUIPMENT	2.46	3.30	
LAB EQUIPMENT	0.78	1.05	
Furniture & Fixtures	2.35	3.19	
Computer & Accessories	1.05	1.77	
Vehicles	66.87	37.78	
Truck	9.76	15.36	
TOTAL	502.15	554.12	

Amounts In Lakhs

PROPERTY PLANT AND EQUIPMENT												Amounts in Lakhs
PARTICULARS	Land	Building	Road	Plant and Machinery	Transformer	Office Equipment	Lab Equipment	Furniture & Fixtures	Computer & Accessories	Vehicles	Truck	
AT COST OR DEEMED COST												
Balance as at March 31, 2019	52.73	452.67	4.55	860.07	96.67	27.13	7.30	20.23	10.08	101.81	182.26	
Additions	-	-	-	0.40	-	0.29	-	0.00	0.35	48.56	-	
Deletions	-	-	-	-	-	-	-	-	-	13.89	-	
Adjustments	-	-	-	-	-	-	-	-	-	-	-	
Balance as at March 31, 2020	52.73	452.67	4.55	860.47	96.67	27.42	7.30	20.23	10.43	136.48	182.26	

Amounts In Lakhs

ACCUMULATED DEPRECIATION											
PARTICULARS	Land	Building	Road	Plant and Machinery	Transformer	Office Equipment	Lab Equipment	Furniture & Fixtures	Computer & Accessories	Vehicles	Truck
Balance as at March 31, 2019	-	221.75	4.32	665.01	83.94	23.83	6.25	17.04	8.31	64.03	166.90
Eliminated on Disposal	-	-	-	-	-	-	-	-	-	12.56	-
Depreciation Expenses	-	17.13	0.00	52.38	3.68	1.13	0.27	0.84	1.07	18.14	5.60
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2020	-	238.88	4.32	717.39	87.62	24.96	6.52	17.88	9.38	69.61	172.50
Net Book Value as at March 31, 2019	52.73	230.92	0.23	195.05	12.73	3.30	1.05	3.19	1.77	37.78	15.36
Net Book Value as at March 31, 2020	52.73	213.79	0.23	143.08	9.05	2.46	0.78	2.35	1.05	66.87	9.76

COMPUTATION OF DEFERRED TAX EXPENSES FOR THE YEAR ENDING 31st March 2020

2019-20[illegible]

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
FINANCIAL YEAR 2019-2020

30. SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

30.1. Background and Operations

Health Care Energy Foods Private Limited ("the company") is engaged in manufacturing ICDS food supplements and other food products. The company is private limited company incorporated and domiciled in India and has its registered office at B-143, Okhla Industrial Area, Phase -I, New Delhi-110020.

The Company is a Subsidiary Company of Sai Capital Limited which owns 98.10% of the ordinary share Capital of the company, and has the ability to significantly influence the Company's Operation. During FY 2019-20, Company has incorporated a wholly owned subsidiary Company as per Section 2(87) of Companies Act 2013 in the Name of Unisphere Industries Private Limited. The Company and its subsidiary companies are referred to as the Group here under.

30.2. Significant Accounting Policies

1.1. Basis of preparation and presentation

(a) Statement of Compliance with IND-AS

The Consolidated Financial Statements of Parent Company and its Subsidiary Company comply in all material aspect with Indian Accounting Standards (referred to as "IndAS") notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(b) Basis of preparation

The consolidated financial statements have been prepared on historical cost basis unless otherwise stated. The historical cost basis has been followed except certain financial assets and liabilities measured at fair value.

These consolidated financial statements have been prepared in all material respects in accordance with the Indian Accounting Standards (Hereinafter referred as 'Ind AS' as notified by Ministry of Corporate Affairs under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act. The company has uniformly applied the accounting policies during the periods presented.

The Consolidated Financial Statements have been prepared on accrual and going concern basis.

Current versus Non-current classification:

The Group presents assets and liabilities in statement of financial position based on current / noncurrent classification.

The Group has presented non-current and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of the Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle liability for at least twelve months after reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is

- a) Expected to be settled in normal operating cycle
- b) Held primarily for the purpose of trading
- c) Due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. Assets and liabilities are classified as current to the extent they are expected to be realized / are contractually repayable within 12 months from the Balance Sheet date and as non-current, in other cases. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

(c) Basis of Consolidation

The consolidated financial statements of HEALTH CARE ENERGY FOODS PRIVATE LIMITED (the Parent company) and its subsidiaries have been prepared on the following basis:-

- a. The financial statements of the Parent company and its subsidiaries have been consolidated on the line-by-line basis by adding together with the book value of like items of assets, liabilities, incomes & expenses after eliminating the intra group balances and transactions in accordance with Ind AS-110 "Consolidated Financial Statements" of Indian Accounting standard.
- b. As far as possible, the consolidated Ind AS financial statements have been prepared using uniform policies for like transactions and in similar circumstance and are presented to the extent possible in the same manner as the company's separate financial statements.
- c. The difference between cost of investment in each subsidiary, at the time of acquisition of share in subsidiary over the Group's share in the net worth of the subsidiary, is recognized in the consolidated Ind AS financial statements as Goodwill or Capital Reserve, as the case may be.

- d. Profit or Loss and each component of other comprehensive income are attributed to the owners of the parent Company and to the non-controlling interests and have been shown separately in the Consolidated Financial Statements.
- e. Non-Controlling interests represents that part of the total comprehensive income and net assets of subsidiaries attributable to interests which are not owned, directly or indirectly by the Parent Company.
- f. Particulars of subsidiaries considered in the consolidated financial Statements is given hereunder:

As at 31st March 2020

Name of the Subsidiary	Country of Incorporation	Proportion of Ownership Interest
Unisphere Industries Private Limited	India	100%

- e. Previous Year Figures are not stated as the current year is 1st Year of Consolidation of Financial Statements

(d) Use of Estimates and Judgments

The preparation of consolidated financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the company to make judgements, estimates and assumptions, that affect the application of accounting policies and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions about significant are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future period affected.

Impairment of Investments

The Group reviews its carrying value of Investment carries at amortised cost annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

Useful life of property, plant and equipment

The Group reviews the useful life and residual value of property, plant and equipment at the end of each reporting period. Thus assessment may result in change in depreciation expense in future periods.

Valuation of Deferred assets/ Liabilities

The Group reviews the carrying amount of deferred tax assets / liabilities at the end of each reporting period.

(e) Revenue Recognition

(i) Revenue from Contract with customers

Revenue is recognised when control of goods is transferred to a customer in accordance with the terms of the contract. The control of the goods is transferred upon delivery to the customers either at factory gate of the Group or specific location of the customer or when the goods are handed over to the freight carrier, as per the terms of the contract. A receivable is recognised by The Group when the goods are delivered to the customer as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due.

Revenue from services including those embedded in contract for sale of goods namely freight and insurance services mainly in case of export sales, is recognised upon completion of services.

Revenue is measured based on the consideration to which the Group expects to be entitled as per contract with a customer. The consideration is determined based on the price specified in the contract, net of the estimated variable consideration. Accumulated experience is used to estimate and provide for the variable consideration, using the expected value method and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur.

Revenue excludes any taxes or duties collected on behalf of the government which are levied on sales such as goods and services tax.

No element of financing is deemed present as sales are made with a credit term which is consistent with market practice.

(ii) Other Revenue

Interest income from financial assets is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Presently all the Financial assets i.e. loans given on which interest income is recognized are short term loans receivable on demand.

Revenue from Lease rental is recognised on Accrual basis.

(f) Cost Recognition

Cost and expenses are recognized when incurred and are classified according to their nature.

(g) Provisions and contingencies

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

the obligation. If the time value of money is material, provisions are discounted using equivalent period government security interest rate. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from the past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not only within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to Financial Statement. Contingent assets are not recognized. However, when the realisation of income is reasonable certain, then the related asset is no longer a contingent asset, but it is recognized as an asset.

(h) Foreign Currency

The Group has not entered into any transaction in foreign currency.

(i) Income Taxes

Income tax expenses comprise current and deferred taxes. Income tax expense is recognized in the Consolidated statement of Profit and Loss except when they relate to items that are recognized outside Consolidated profit or loss, in which case tax is also recognized outside Consolidated profit or loss.

Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws. Current tax assets and current tax liabilities are set off, and presented as net.

Deferred tax is recognized on difference between the carrying amount of asset and liabilities in the Balance sheet and the corresponding tax bases used in the computation of taxable profit and are accounted for using the liability method. Deferred tax assets are generally recognized for all deductible temporary differences, carry forward tax losses and allowances to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, carry forward tax losses and allowances can be utilised. Deferred tax assets and liabilities are measured at the applicable tax rates. Deferred tax assets and Deferred tax liabilities are set off and presented as net.

The carrying amount of Deferred tax assets / liabilities is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient profits will be available against which the temporary differences can be utilised.

(j) Inventories

Inventories are valued at lower of cost and net realizable value. Cost of raw materials, components and consumables are ascertained on a FIFO basis. Cost includes fixed and variable production overhead and net realizable value is the estimated selling price in the ordinary course of business less estimated cost of completion and selling expenses.

(k) Property, Plant and Equipment and depreciation / amortisation

Property, plant and equipment are stated at their cost of acquisition / construction, net of accumulated depreciation and impairment losses, if any. Subsequent costs are included in the

assets carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Property Plant & Equipment, which are not ready for intended use as on the date of Balance Sheet are disclosed as Capital Work in Progress.

Borrowing cost directly attributable to acquisition of property, plant and equipment which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready for intended use.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the assets and is recognized in statement of profit and loss.

The Residual Value, useful life, and method of depreciation, of Property, Plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

Property, plant and equipment are depreciated on Written Down Value method on the basis of useful life of asset as specified in Schedule II of the companies Act, 2013.

(I) Leases

Lease payments

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in the arrangement.

As a lessee

The Group assesses whether a contract is, or contains a lease, at inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether: i) the contract involves the use of an identified asset ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and iii) the Group has the right to direct the use of the asset.

At the commencement date of lease, the Group recognise a right to use assets and a corresponding lease liability for all lease arrangement in which it is lessee, except for short term leases (leases with a term of 12 months or less), leases of low value assets and for contract where the lessee and lessor has right to terminate a lease without permission from other party with no more than an insignificant penalty. The lease expense of such short term leases, low value assets and cancellable are recognised as an operating expense on a straight-line basis over the term of the lease.

At the commencement, lease liability is measured at the present value of the lease payments to be paid during non-cancellable period of contract, discounted using the incremental borrowing rate. The right of use assets is initially recognised at the amount of the initial measurement of

the corresponding lease liability, lease payments made at or before commencement date less any lease incentives received and any initial direct costs.

Subsequently the right of use assets is measured at cost less accumulated depreciation and any impairment losses. Lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using effective interest rate method) and reducing the carrying amount to reflect the lease payments made. The right of use of assets and lease liability are also adjusted to reflect any lease modifications or revised in-substance fixed lease payments.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

As a lessor

Leases in which the Group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight line basis over the term of the relevant lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increase.

Lease Rental attributable to the operating lease are credited to Statement of Profit & Loss as lease income whereas lease income attributable to finance lease is recognised as finance lease receivable and recognised on the basis of effective interest rate.

(m) Impairment of assets:

The carrying amount of assets are reviewed at each Balance Sheet date to assess if there is any indication of impairment based on internal | external factors. An impairment loss on such assessment will be recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount of the assets is net selling price or value in use, whichever is higher. While assessing value in use, the estimated future cash flows are discounted to the present value by using weighted average cost of capital. A previously recognised impairment loss is further provided or reversed depending on changes in the circumstances and to the extent that carrying amount of the assets does not exceed the carrying amount that will be determined if no impairment loss had previously been recognised.

(n) Employee Benefit Expense

- (a) Short term employee benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and bonus etc. are recognized in the Consolidated profit and loss account.
- (b) The Group does not have the policy of leave encashment, so there is no liability has been booked on this account.
- (c) Gratuity benefit is accounted for on the basis of actuarial valuation made at the end of the year and is not funded. The actuarial method used for measuring the liability is the Projected Unit Credit Method. Gains and losses arising out of actuarial valuations on defined benefits plans i.e. gratuity is recognized immediately in the statement of comprehensive income as income or expense.

Expense or service cost, net of interest on net defined benefit liability (asset) is charged to Statement of Profit and loss.

IND AS 19 does not require segregation of provision in current and non-current, however net defined liability (asset) is shown as current and non-current provision in Balance sheet as per IND AS 1.

(o) Investments and other Financial assets

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

a) Financial Asset

I. Classification

The Group classifies its financial asset in the following measurement categories

- (i) those to be measured subsequently at amortized cost at fair value either through other comprehensive Income (FVOCI) or fair value through profit or loss (FVPL),
- (ii) those measured at amortised cost

The classification depends on its business model for managing those financial assets and the assets contractual cash flow characteristics.

II. Initial recognition and measurement

The Group recognizes financial assets when it becomes a party to the contractual provisions of the instruments. All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction cost that are attributable to the acquisition of the financial asset.

III. Subsequent measurement

For the purpose of subsequent measurement, the financial assets are classified in three categories

- 1. Financial assets at amortized cost.
- 2. Financial assets measured at fair value through profit or loss.
- 3. Financial assets measured at fair value through OCI.
- 4. Equity Investments.

Measured at amortized cost

A Financial assets is measured at the amortized cost if both the following conditions are met:

- 1. The assets is held within a business model objective is to hold assets for collecting contractual cash flows, and
- 2. Contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest of the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium and fee or costs that are an integral part of the EIR.

Measured at fair value through other comprehensive income (FVOCI):

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognised in the OCI. Interest income measured using the EIR method and impairment losses, if any are recognised in the **Consolidated** Statement of Profit and Loss. On derecognition, cumulative gain | (loss) previously recognised in OCI is reclassified from the equity to other income in the **Consolidated** Statement of Profit and Loss.

Measured at fair value through Profit or loss

A financial asset not classified as either amortised cost or FVOCI, is classified as FVPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognized as other income in the Consolidated Statement of Profit and Loss.

Equity Instruments

The Group subsequently measures all investments in equity instruments other than subsidiary companies, associate company and joint venture company at fair value. The Company has elected to present fair value gains and losses on such equity investments in other comprehensive income and there is no subsequent reclassification of these fair value gains and losses to the Consolidated Statement of Profit and Loss. Dividends from such investments continue to be recognised in profit or loss as other income when the right to receive payment is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in the Consolidated Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

IV. Impairment of financial assets

The Group applies “simplified approach” measurement and recognition of impairment loss on the following financial asset and credit risk exposure:

- Financial assets that are debt instruments, and are measured at amortised cost e.g. loans, debt securities, deposits and bank balances.
- Trade receivables

The application of simplified approach does not require the company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime Expected Credit Loss at each reporting date, right from its initial recognition.

b) Financial Liabilities

I. Classification

The Group classifies all financial liabilities as subsequently measured at amortized cost.

II. Recognition and measurements

All financial liabilities are recognized initially at fair value less transaction costs and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

In case of loan repayable within one year the carrying amount is considered as fair value of the financial liability.

c) De-recognition of Financial assets and Financial liabilities

The Group derecognises a financial asset only when the contractual rights to the cash flows from the asset expires, or when it transfer the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non cash assets transferred or liabilities assumed, is recognized in profit or loss as other income or finance costs.

(p) Borrowing Costs

Borrowing costs relating to construction of qualifying asset under project are capitalized till the time all substantial activities necessary to prepare the qualifying assets project for their intended use or sale as the case may be are complete. A qualifying asset is an asset that necessarily takes substantial period or time to get ready for its intended use / sale. All other borrowing costs not eligible for capitalization are charged to revenue.

(q) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and in hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

(r) Fair Value Measurement

The Group measures financial instruments, such as investments at fair value at each balance sheet date.

Fair value is the price 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 fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either.

- a) In the principal market for the asset or liability, or
- b) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the company.

The fair value of an asset or a liability is measured using the assumptions that the market participants would use when pricing the asset or liability, assuming that market participant act in their economic best interest.

A fair value measurement of a non-financial asset takes place into account a market participants ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimizing the use of unobservable inputs.

31. NOTES ON FINANCIAL STATEMENTS

- I. The transactions and balances in respect of Trade Payable / Creditors, Trade Receivables / Debtors, Advances to Suppliers, Advances from Customers, Loans taken other than bank loans, Loans and advances given, from whom confirmations have been received, are reconciled. Few parties (including Debtors) confirmations of transactions and balances are awaited till the closure of the books and in absence of such confirmations, the transactions recorded in the books of accounts have been relied upon, therefore such transactions and balances are as per books of accounts of the company and subject to reconciliation and confirmation with respective parties.
- II. In the opinion of the Board, the Current assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business except otherwise stated. The provision for all known liabilities is adequate and not in excess of the amount considered reasonable necessary.
- III. COVID-19 has caused significant disruptions to businesses across India. The management has considered the possible effects, if any, that may impact the carrying amounts of Property, plant & Equipment, inventories, receivables and Loans given. In making the assumptions and estimates relating to the uncertainties as at the balance sheet date in relation to the recoverable amounts of the said assets, the management has considered subsequent events, internal and external information, risk profile of the customer and borrower based on their industry and evaluated economic conditions prevailing as at the date of approval of these financials results. The management expects no impairment to the carrying amounts of these assets. The management will continue to closely monitor any changes to future economic conditions and assess its impact on the operations.
- IV. The Group has no employee in receipt of remuneration aggregating to Rs.1,02,00,000/- p.a. or employee for a part of the year Rs.8,50,000/-p.m.
- V. In the opinion of the Board, there is no contingent liability related to the company except the following as mentioned:

Contingent Liability

On Account of Performance Guarantee Given to ICDS

A contingent liability to the extent of Rs.510 Lakhs on account of Performance guarantee given by the holding company to the ICDS U.P. in case of a breach of agreement with ICDS or non-supply of ICDS Food supplement as per the terms of the Contract of the holding company with ICDS.

VI. Capital Commitments

Capital expenditure contracted for at the end of the reporting period, but not recognised as liabilities

The Holding Company has entered into an agreement dated 05-02-2020 to purchase of a Residential Immovable Property for Rs.2775 Lakhs. Against which the company has given an advance of Rs.464.41 Lakhs (including TDS) to the seller. The Balance amount of Rs.2310.59 Lakhs is to be paid by the Company at the time of execution of the sale deed of the same in favour of the Company as per the terms and conditions of the agreement to purchase the property. Further in addition to the above, the company is also required to incur the fit out cost also on the said property. Due to non availability of the sufficient evidence, the estimate of the fit out cost could not be made.

VII. Earnings Per Share

In accordance with Ind-AS 33 "Earning Per Share" Basic Earnings per share has been computed by dividing profit/loss for the year attributable to the Shareholders by the weighted average number of shares outstanding during the year. Diluted Earnings per share has been computed using weighted average number of shares and dilutive potential shares, except where the result would be anti-dilutive.

Particulars	For the year ended March 31, 2020
Net Profit (Loss)(in Lakhs)	3164.67
No. of Equity shares	10500
Basic & Diluted EPS (in Rs.)	30139.71

VIII. Disclosure requirements as per IND AS-12 (Income Tax Expenses)

As per IND AS-12 on Accounting for Income Tax the Deferred Tax Assets as at 31st March, 2020 comprises of the following:

	FY 2019-20
Related to Property, Plant & Equipment	Rs.40.86 Lakhs
Related to Gratuity	Rs.25.88 Lakhs
Related to Unpaid Bonus	Rs.08.98 Lakhs
Income Tax Rate	25.168%
Deferred Tax Assets as on 31.03.2020	Rs 75.72 Lakhs
Income Tax on Remeasurment gain / (loss) on defined benefit plans	Rs -5.88 Lakhs

The Group has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized tax expenses, deferred tax assets / liabilities have been recomputed and impact of this has been recognized in the year ended 31st March, 2020 at the new tax rates.

IX. Disclosure requirements u/s 22 of Micro, Small and Medium Enterprises Development (MSMED) Act, 2006

The Company has certain transactions with supplier (trade & Capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosure pursuant to the said MSMED Act are as follows:

Particulars	As at March 31, 2020 (Amount in Lakhs)
Principal amount due to supplier registered under the MSMED Act and remaining unpaid as at year end	202.92
Interest due to supplier registered under the MSMED Act and remaining unpaid as at year end	NIL
Principal amount paid to supplier registered under the MSMED Act, beyond the appointed day during the year	NIL
Interest paid, other than section 16 of the MSMED act, due to supplier registered under the MSMED Act, beyond the appointed day during the year	NIL
Interest paid, under section 16 of the MSMED act, due to supplier registered under the MSMED Act, beyond the appointed day during the year	NIL
Interest due and payable toward suppliers registered under MSMED Act, for the payment already made.	NIL
Further interest remaining due and payable for the earlier years	NIL

X. Disclosure related to CSR Activities

(a) Gross Amount required to be spent by the **Group** during the year.
Rs 78.74 Lakhs.

(b) Amount approved by the Board of Directors to be spent during the year-
Rs 238.83 Lakhs

(c) Amount spent during the year on:

S.No.	Particulars	In Cash/Through Banking Channel	Yet to be paid in Cash	Total
(i)	Construction/ Acquisition of any Asset	NIL	NIL	NIL
(ii)	On purposes other than (i) above	32.01 Lakhs	NIL	32.01 Lakhs

(c) Details of related party transactions, e.g. contribution to a trust controlled by the Group in relation to CSR expenditure as per IND AS (IND-AS 24), Related Party Disclosures: **NIL**

XI. Retirement benefit obligation

Change in present value of Obligation Amounts in Lakhs

Particulars	For the period ending 31 March, 2020
Present value of obligation as at the beginning	61.93
Current service cost	15.51
Interest Expense or cost	4.84
Actual Return on Plan Assets	N.A
Benefits Paid	(2.81)
Actuarial (Gain)/Loss on Obligation	23.35
Closing Value of Obligation	102.82

Change in the fair value of plan assets are as follows Amounts in Lakhs

Particulars	Gratuity For the period ending 31 March, 2020
Opening Fair value of Plan Assets	Nil
Expected Return	Nil
Contribution By employer	Nil
Benefits Paid	Nil
Actuarial Gain (Losses)	Nil
Closing Fair Value of Plan Asset	Nil

Net Employee Benefit expense debited to Profit & Loss Account Amounts in Lakhs

Particulars	Gratuity For the period ending 31 March, 2020
Current Service Cost	15.51
Interest Cost	4.84
Expected Return on Plan Asset	N.A
Actuarial (Gain)/Loss on Obligation, Recognised in OCI	23.35
Net benefit Expense	43.70
Recognised in Profit & Loss	20.35
Recognised in OCI	23.35

Movement in the liability recognised in the Balance Sheet
Amounts in Lakhs

Particulars	Gratuity
	For the period ending 31 March, 2020
Opening Net Liability	61.93
Current Year Expense	40.89
Closing Net Liability	102.82

Actuarial Assumption

Particulars	Gratuity
	For the period ending 31 March, 2020
Mortality Table	(2012-2014)
Discount Rate	6.77%
Rate of Escalation in salary per annum	8%
Expected Rate of return on plan assets	N.A.

XII. Dividends

No dividend has been declared by the board for the current financial year.

XIII. Segment

The Parent Company is engaged mainly in the business of manufacturing and supplying of supplementary nutrition foods to the government sponsored nutritive programme for infant, preschool children, adolescent girl etc. These in the context of Ind AS 108- Operation Segment reporting are considered to constitute one reporting segment. Subsidiary Company has not started its operation.

XIV. Leases

As Lessee - Operating Lease

The Group adopted IND AS 116, Lease effective from April 01, 2019 and has elected to apply this standard to its leases with modified retrospective approach.

Initial lease liability has been measured at present value of the remaining lease payments and discounted at incremental borrowing rate @12% as on April 01,2019,with an equivalent amount for the right of use assets.

- i) **Following are the changes in the carrying value of right of use Asset**
Amounts in Lakhs

Particulars	As at 31 Mar 2020
As at 01 April 2019	19.51
Additions	0
Deletions	0
Depreciation/Amortisation	16.72
As at 31 March 2020	2.79

- ii) **Following Movement in Lease Liability:**
Amounts in Lakhs

Particulars	As at 31 Mar 2020
As at 01 April 2019	19.51
Additions	0.00
Deletions	0.00
Finance cost Accrued	1.45
Payment of Lease Liabilities	18.00
As at 31 March 2020	2.96

- iii) **Table below provides details regarding the contractual maturities of lease liabilities as at 31 March 2020:**
Amounts in Lakhs

Particulars	Undiscounted Basis	Discounted Basis
	As at 31 Mar 2020	As at 31 Mar 2020
Less than one year	3.00	2.96
One to Five Year	0.00	0.00
More than Five Years	0.00	0.00
Total	3.00	2.96

As Lessor - Operating Lease

The **Holding Company** given some Trucks under operating lease or leave and license agreement. These are generally cancellable, having a term between 11 months and have no specific obligation for renewal. As the lease is short-term therefore the recognition principles of IND AS-116 does not apply for the same. Income from leases are recognized in the statement of Profit & Loss under Lease Rental Income in Note No-W.

XV. Disclosures Related to Unsecured Loans given by the Company to Non Related Party

- (I) TheHolding Company is giving an unsecured Loan of which outstanding balance as on 31-3-2020 was Rs.19652.27Lakhs (Previous year as on 31-3-2019 was Rs.16428.97 Lakhs) to Worldwide Holdings Limited at 7.5% p.a. rate of interest pursuant to the decision of Board of Directors of the company. The loan is repayable on demand and to be utilized by the borrower for its business purpose. The Loan amount given by the company is within the limit prescribed by Section 186 of the Companies Act-2013. In the opinion of the Management of the Company the Loan is considered good.
- (II) TheHolding Company is giving an unsecured Loan of which outstanding balance as on 31-3-2020 was Rs.6066.29 Lakhs (Previous year as on 31-3-2019 was Rs.3726.01 Lakhs) to Beta Edibles Processing PrivateLimited at 6.5% p.a. rate of interest pursuant to the decision of Board of Directors of the company. The loan is repayable on demand and to be utilized by the borrower for its business purpose. The Loan amount given by the company is within the limit prescribed by Section 186 of the Companies Act-2013. In the opinion of the Management of the Company the Loan is considered good.

XVI. Related Party Disclosures (as prescribed under IND AS-24)

(I) Relationships

- (A) Enterprises that control or are controlled by or are under common control with the reporting enterprises –

(i) Holding Company : Sai Capital Limited

- (B) Individuals owning, directly or indirectly, 20% or more voting power of the reporting enterprise and relatives of any such individual: **NIL**

- (C) Key management personnel and relatives of such personnel

(i) Health Care Energy Foods Private Limited

- i. Mr.Devendra Singh (Whole Time Director)
ii.Mr. AnkurRawat(Director)
iii.Mrs. ShikhaArora(IndependentDirector)
iv.Mr.Kailash Chandra Sharma (Independent Director)

(ii) Unisphere Industries Private Limited Company

- i.Mr. AnkurRawat(Director)
ii.Mrs. ShikhaArora(Director)

- (D) Enterprises over which any person described in (c) or (d) is able to exercise significant influence. This includes enterprises owned by directors or major shareholders of the reporting enterprise and enterprises that have a member of key management in common with the reporting enterprise: **NIL**

(II) The Following transactions were carried out with related parties in the ordinary course of business

(i) Short Term Employee Benefits (Remuneration Paid)

Nature of Transaction	Key Management Personal and their Relatives	Outstanding Balance as on
<u>Remuneration Paid</u>	31.03.2020	31.03.2020
Devendra Singh	21.60 Lakhs	1.16 Lakhs
Ankur Rawat	10.80 Lakhs	0.85 Lakhs

(ii) Post Retirement Benefit

Nature of Transaction	Key Management Personal and their Relatives
<u>Gratuity Provision</u>	31.03.2020
Post Retirement Benefit to Key Managerial Person (Director)	8.31 Lakhs

XIX- Financial risk management

The **Group** has exposure to the following risk arising from financial instruments.

- Credit risk
- Liquidity risk, and
- Market risk

a. Credit Risk

Credit risk is the risk that a counter party will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risk. Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit.

Financial instruments that are subject to concentration of credit risk principally consist of trade receivables, investments, loans, cash and cash equivalents, other balances with banks and other financial assets. None of the financial instruments of the Company result in material concentration of credit risk.

Trade Receivable

Credit risk on its receivables is recognised on the statement of financial position at the carrying amount of those receivable assets, net of any provisions for doubtful debts. Receivable balances and deposit balances are monitored on a monthly basis with the result that the company's exposure to bad debts is not considered to be material.

The **Group** has no significant concentrations of credit risk as the principal customer of the company is the government departments. The company does not have any credit risk outside India.

The ageing of trade receivable (Major Debtor-ICDS) that were not impaired is as follows:

Particulars	Carrying amount(In Lakhs)
	As at March 31, 2020
Neither past due nor impaired	
Past due 1-30 days	276.78
Past due 31-90 days	1723.92
Past due 91-120 days	NIL
Past due 121-180 days	NIL
Past due 181-360 days	NIL
More than 360 days	NIL

Other financial assets

The Group maintains exposure in cash and cash equivalents, term deposits with banks, Unsecured loans to companies.

The Group held cash equivalents and other bank balances of Rs 3777.66 lakhs as at March 31, 2020 and bank balance other than cash & cash equivalent is Rs 850 lakhs. The cash balances are held within bank counterparties with good credit ratings. Further the companies to whom the unsecured loans have been given are financially sound and have well market reputation. The Group keep regular track of the financial activities of the companies to whom unsecured loans have been given.

The ageing of loan and advance given that were not impaired is as follows

Particulars	Carrying amount(In Lakhs)
	As at March 31, 2020
Neither past due nor impaired	
Past 1-30 days	2383.58
Past 31-90 days	1100.00
Past 91-120 days	Nil
Past 121-180 days	Nil
Past 181-360 days	5250
More than 360 days	16984.98

Management believes that the unimpaired amounts that are past due by more than 30 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

b. Liquidity Risk

Liquidity risk is defined as the risk that the Group will not be able to settle or meet its obligations on time, or at a reasonable price. The company's treasury department is responsible for liquidity, funding as well settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors company's net liquidity position rolling forecasts on the basis of expected cash flows.

Maturity pattern of financial liabilities

Non derivative financial liabilities (March 31, 2020)	Carrying amounts in Lakhs	Contractual cash flows				
		Total	0-1 years	1-2 years	2-5 years	More than 5 years
Borrowings and interest thereon	0	0	0	0	0	0
Trade payables	392.96	392.96	392.96	0	0	0
Other payables	10.39	10.39	9.98	0.41	0	0
Other Expenses Payable	40.47	40.47	40.47	0	0	0

Duties & Taxes Payable	55.94	55.94	55.94	0	0	0
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c. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: interest rate risk and other price risk, such as equity price risk and commodity risk. Financial instrument affected by market risk include loans and borrowings, deposits and investments. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

d. Capital management

For the purpose of the company's capital management, capital includes issued capital and other equity. The primary objective of the company's capital management is to maximize shareholders value. The company manages its capital structure and makes adjustment in the light of changes in economic environment and requirements of the financial covenants.

The company monitors capital using adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

Amounts in Lakhs

Particulars	As at March 31, 2020
Total Debt	-
Total equity	34649.99
Debt - equity ratio	NA

XX- Fair Value Measurement

Financial Instrument by Category Particulars	Amounts in Lakhs As at 31 March 2020		
	<u>FVPL</u>	<u>FVOCI</u>	<u>Amortised Cost</u>
<u>Financial Assets</u>			
<u>(A) Non-Current</u>			
(i) Investment other than Subsidiaries	Nil	Nil	Nil
(ii) Security Deposit	Nil	Nil	20.61
<u>(B) Current</u>			
(i) Trade Receivable	Nil	Nil	2004.23
(ii) Cash & Cash Equivalents	Nil	Nil	3777.66

(iii)Bank Balance other than Cash & Cash Equivalents	Nil	Nil	850
(iv)Loans	Nil	Nil	25718.56
(v)Other Financial Assets	Nil	Nil	580.23
<u>Financial Liabilities</u>			
<u>(A)Non-Current</u>			
(i)Borrowings	Nil	Nil	Nil
(ii)Trade Payable	Nil	Nil	Nil
(iii)Other Financial Liabilities	Nil	Nil	Nil
<u>(B) Current</u>			
(i)Borrowings	Nil	Nil	Nil
(ii)Trade Payable	Nil	Nil	392.96
(iii)Other Financial Liabilities	Nil	Nil	49.93

The carrying amounts of trade receivables, cash and cash equivalents, other bank balances, dividend receivables, other receivables, trade payables, capital creditors, other liabilities are considered to be the same as their fair values due to the current and short-term nature of such balances

XXI- Additional Information as per Part-II of Schedule-III of the Companies Act, 2013

Name of the entity in the	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive Income		Share in total comprehensive Income	
	As% of consolidated net assets	Amount	As% of consolidated profit & loss	Amount	As% of consolidated Other comprehensive income	Amount	As% of total comprehensive income	Amount
1.	2.	3.	4.	5.	6.	7.	8.	9.
Parent	100%	34650.12	100%	3164.80	100%	-17.47	100%	3147.33
<u>Subsidiaries</u>								
Indian								
Unisphere Industries Private Limited	0.00%	0.87	0.00%	-0.13	0.00%	-	0.00%	-0.13
Foreign	-	-	-	-	-	-	-	-
<u>Non-controlling Interests in all subsidiaries</u>	-	-	-	-	-	-	-	-
<u>Associates (Investment as per the equity method)</u>								
Indian	-	-	-	-	-	-	-	-
Foreign	-	-	-	-	-	-	-	-

<u>Joint Ventures (as per pro-portionate consolidation / investment as per the equity method)</u>								
Indian	-	-	-	-	-	-	-	-
Foreign	-	-	-	-	-	-	-	-
Total	100%	34650.99		3164.67		-17.47		3147.20
Less: Elimination	-	-1	-	-	-	-	-	-
G.Total		34649.99		3164.67		-17.47		3147.20

FOR HEALTH CARE ENERGY FOODS PRIVATE LIMITED

DEVENDRA SINGH
(WHOLE TIME DIRECTOR)
DIN: 06360006
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NEAR BIJANA HOUSE
MORADABAD-244001
UTTAR PRADESH

ANKUR RAWAT
(DIRECTOR)
DIN: 07682969
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RESIDENCY, FLAT NO 608
CHANDNI CHOWK, KANKE
ROAD NEAR HOTEL HOLIDAY
HOME, MISIRGONDA ALIA S
PAHARGON RANCHI 834008
JHARKHAND

Place-New Delhi
Date- 25-07-2020

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020
CIN : U70109DL2007PTC161756

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies
(Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries/associate
companies/joint ventures**

Part "A": Subsidiaries

Sl. No.	Particulars	Details
1	Name of the subsidiary	Unisphere Industries Pvt. Ltd.
2	The date since when subsidiary was acquired	02-12-2019
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2019 – 31.03.2020
4	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR(In Lakh)
5	Share capital	1.00
6	Reserves & surplus	(0.13)
7	Total assets	1.01
8	Total Liabilities	0.14
9	Investments	0
10	Turnover	0.00
11	Profit before taxation	(0.13)
12	Provision for taxation	(0.00)
13	Profit after taxation	(0.13)
14	Proposed Dividend	0
15	% of shareholding	100%

Notes:

- Names of subsidiaries which have been liquidated or sold during the year. – NIL

Part "B": Associates and Joint Ventures - N.A.

**For SOHRABH JINDAL & ASSOCIATES
LIMITED**

FOR HEALTH CARE ENERGY FOODS PRIVATE

CHARTERED ACCOUNTANTS

(FIRM REGN NO.019819N)

DEVENDRA SINGH

ANKUR RAWAT

Partner

M.No.-503263

UDIN- 20503263AAAAAY6284

(WHOLE TIME DIRECTOR)

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JHARKHAND

Place: New Delhi

Date:25-07-2020