Aditya Agarwal & Associates
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INDEPENDENT AUDITOR's REPORT

To,
The Members of
Health Care Energy Foods Private Limited

REPORT ON THE AUDIT OF ANNUAL STANDALONE FINANCIAL STATEMENTS

Opinion

We have audited the Standalone Financial statements of Health Care Energy Foods Private limited (hereinafter referred to as "the Company") which comprise the Standalone Balance Sheet as at 31 March 2022, and the Standalone Statement of Profit and Loss (including other comprehensive income), Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2022, and its profit and other comprehensive loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Material Uncertainty related to Going Concern

We draw attention to note no. 31 (VII) "Going Concern" under Notes to account in the standalone financial statements, wherein it is mentioned that the Company is principally engaged in the business of manufacturing of Micronutrients Fortified Energy Dense Food against fixed rates and term contract with ICDS Department, Government of UP. The said contract which was has expired in the month of August 2020 & company is looking for new contracts. These conditions indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However as a result of the mitigating factors elaborated in the aforesaid note i.e. business strategies & operating plans of the Company, management believes that it will be able to pay its obligations as they fall due & continue as a going concern. Accordingly management has prepared these standalone financial statements on going concern basis & consequently, no adjustments have been made to the carrying values of the assets & liabilities in the attached standalone financial statements.

Our opinion is not modified in respect of this matter.

Emphasis of Matter

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

1) Note no 31 (XVIII) in the standalone financial statements which disclose the fact that the company is giving unsecured loans to companies having closing balance of the loan outstanding as on 31-03-2022 is Rs. 25641.50 Lacs. Our opinion is not modified in respect of this matter.
2) Note no 31 (I) in the standalone financial statements which disclose 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. The Bank account with Allahabad bank is status as dormant & the balance is subject to confirmation. Our Opinion is not modified in respect of this matter.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of Key audit matters as per SA 701, Key audit matters are not applicable to the company as it is an unlisted company.

Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon. The Company's annual report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management and Board of Directors' Responsibilities for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. 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 appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Management and Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 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 with reference to standalone financial statements 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 and Board of Directors.

• Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of standalone financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

• Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters.

We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. (A) 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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors as on 31 March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

(B) 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, in our opinion and to the best of our information and according to the explanations given to us:

a) The Company has pending litigations (refer not no 31 (1) V) as at 31 March 2022 on its financial position in its standalone financial statements.

b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

d) (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

• directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or

• provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

• directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or

• provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

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

e) The Company has not declared any dividend during the current financial year.

(C) With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act: In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is Nil. The Ministry of Corporate Affairs has not prescribed other details under Section 197 (16) of the Act which are required to be commented upon by us.

For Aditya Agarwal & Associates
Chartered Accountant
FRN: 004568C

Micky Bhatia
(Partner)
Membership No. 438412

Place: New Delhi
Date: 28th May, 2022
UDIN: 22438412AMOYPN7765

Annexure A to the Independent Auditor's report on the standalone financial statements of Health Care Energy Foods Private Limited for the year ended 31 March 2022

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(i)(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us there is no title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not taken any working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. Accordingly, clause 3(ii)(b) of the Order is not applicable.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided guarantee or security but made investments & granted advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. The Company has made Investment in of Rs 300.00 Lacs in 1% Optional Convertible cumulative redeemable Preference Shares in its wholly owned subsidiary company during the year. The Company has granted additional loans to two companies existing companies during the year, details of the loan is stated in sub-clause (a) below. The Company has not granted any loans, secured or unsecured, to firms, limited liability partnerships or any other parties during the year.

(a) A. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has not granted any loans to subsidiaries.

B. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has granted loans to a party other than subsidiaries as below:

	Particulars	Amount in Lacs
•	Aggregate amount during the year – Others	
A)	Beta edibles Pvt Ltd	7488.08 Lacs
B)	Worldwide Holding Ltd	2172.05 Lacs
•	Balance outstanding as at Balance sheet date- others	
A)	Beta edibles Pvt Ltd	3874.35 Lacs
B)	Worldwide Holding Ltd	18767.15 Lacs

(b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the terms and conditions of the loans given are, prima facie, prejudicial to the interest of the Company as the company advance loan at 6% rate of interest which is not at par with Market rate of interest.

S. no	Particulars	Name of the Company	Balance as at 31/03/2022	Remarks
A)	Loan given at rate of interest lower than prescribed	Beta edibles Pvt Ltd	3874.35 Lacs	Loan is unsecured & advanced at 6% ROI which is lower than market rate.
B)		Worldwide Holding Ltd	18767.15 Lacs	Loan is unsecured & advanced at 6% ROI which is lower than market rate.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given is repayable on demand, the repayment of principal and payment of interest is not required to be stipulated and accordingly, clause 3(iii)(c) of the Order is not applicable..

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans given.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan given falling due during the year, which has been renewed or extended or fresh loans given to settle the over dues of existing loans given to the same party.

(f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has given further loans to existing parties which are not repayable on demand & without specifying any terms or period of repayment.

(iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has given any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has not provided any guarantee or security as specified under Section 186 of the Companies Act, 2013. Further, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in relation to loans given and investments made.

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.

(vi)According to the information and explanations given to us, the provisions of Section 148(1) of the Companies Act, 2013 relating to the maintenance of cost records as prescribed, are not applicable to the company for the products manufactured by it (and/or services provided by it). Accordingly, clause 3(vi) of the Order is not applicable.

(vii)(a) The Company does not have liability in respect of Sales tax, Service tax, Duty of excise and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into GST.
According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income-tax, Duty of Customs, Cess and other material statutory dues have generally been regularly deposited with the appropriate authorities.
According to the information and explanations given to us, no undisputed amounts payable in respect of GST, Provident fund, Employees' State Insurance, Income-tax, Duty of Customs, Cess and other material statutory dues were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are dues on account of disputed dues of GST, Provident fund, Employees' State Insurance, Income-tax, Sales tax, Service tax, Duty of Customs, Value added tax, Cess or other statutory dues which have not been deposited by the Company.

Name of the Statue	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 2010-12	Addl. commissioner (A) Azamgarh, U.P.
GST Act	GST	5,32,012 @	FY 2019-20	Addl. commissioner, Commercial Tax (A) Jaunpur, U.P.

The above amount of Rs. 14,04,490/- & 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 & has taken a stay for the balance amount of Rs, 2,59,781/-

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

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have loans or borrowings from lender which are repayable on demand.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.

(c) According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3(ix)(c) of the Order is not applicable.

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix) (d) of the Order is not applicable.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.

(x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment

(xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) According to the information and explanations given to us, the Company is not mandatory required to have a vigil mechanism in the Company Accordingly, clause 3(xi)(c) of the Order is not applicable.

(xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.

(xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company is not compulsory required to have an internal audit system as per the provisions of the Companies Act, 2013. Accordingly, clause 3(xiv)(a) of the Order is not applicable.

(b) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company is not mandatory required to have an internal audit system as per the provisions of the Companies Act, 2013. Accordingly, clause 3(xiv)(b) of the Order is not applicable.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.

(b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.

(xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year. Accordingly, clause 3(xvii) of the Order is not applicable.

(xviii) There has been resignation of the statutory auditors during the year & we have taken into considerations issues, objections or concern raised by outgoing auditor.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, we believe that material uncertainty exists as on the date of the audit report. However as a result of business strategies & operating plans of the Company, management believes that it will be able to pay its obligations as they fall due & continue as a going concern. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion and according to the information and explanations given to us, CSR provisions are applicable to the company & there is unspent amount as refer note XII under notes to accounts under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project.

For Aditya Agarwal & Associates
Chartered Accountants
FRN: 004568C

Place: New Delhi
Date: 28th May, 2022
UDIN: 22438412AMDYPN7765

Micky Bhatia
(Partner)
Membership No. 438412

Annexure B to the Independent Auditor's Report on the standalone financial statements of Health Care Energy Foods Private Limited for the year ended 31 March 2022

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

(Referred to in paragraph 2(A) (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to standalone financial statements of Health Care Energy Foods Private Limited ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company as at and for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2022, based on the internal financial controls with reference to standalone financial statements 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 (the "Guidance Note").

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to standalone financial statements based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements were established and maintained and whether 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of such internal financial controls, 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 judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to standalone financial statements.

Meaning of Internal Financial Controls with Reference to Standalone Financial Statements

A company's internal financial controls with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to standalone financial statements include 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 standalone 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 unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial controls with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For Aditya Agarwal & Associates
Chartered Accountants
FRN: 004568C

Place: New Delhi
Date: 28th May, 2022
UDIN: 22438412AMDYPN7765

Micky Bhatia
(Partner)
Membership No. 438412

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756
E-mail ID- hcefpl2015@gmail.com : Tel. : +91-11-40525757
REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

STANDALONE BALANCE SHEET AS AT 31-03-2022

Amounts In Lakhs

Particulars	Note	Amounts As at Mar 31, 2022	Amounts As at March 31, 2021
A Assets			
1 Non-current assets			
a) Property, plant and equipment	1	383.33	436.80
b) Capital work-in-progress	1A	184.53	18.20
c) Right to Use Assets	1A	-	-
d) Investment properties	-	-	-
e) Intangibal assets	-		-
f) Financial assets			
i) Investments	2	301.00	1.00
ii) Trade Receivables			
iii) Loans	-	-	-
iv) Other financial assets	3	674.32	637.22
g) Deferred tax assets (net)	4	27.53	35.86
h) Other non-current assets	5	4,735.71	793.37
Total non-current assets		**6,306.41**	**1,922.45**
2 Current assets			
a) Inventories	6	81.20	81.20
b) Financial assets			
i) Investments		-	-
ii) Trade Receivables	7	2,080.77	2,047.13
iii) Cash and cash equivalents	8	2,230.25	3,198.90
iv) Bank balances other than cash and cash equivalents above	9	-	980.00
v) Loans	10	25,641.50	26,653.98
vi) Other financial assets	11	-	0.87
c) Current tax assets (net)		-	-
d) Other current assets	12	269.22	306.04
Total Current assets		**30,302.95**	**33,268.12**
Total Assets		**36,609.36**	**35,190.57**
B EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	13	1.05	1.05
b) Other equity	14	36,332.26	35,107.33
Total equity		**36,333.31**	**35,108.38**
Liabilities			
1 Non-current liabilities			
a) Financial liabilities			
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	15	0.11	0.11
c) Deferred tax liabilities (net)		-	-
d) Other non-current liabilities		-	-
Total non-current liabilities		**0.11**	**0.11**
2 Current liabilities			
a) Financial liabilities			
i) Borrowings			-
ii) Trade payables	16		
(A)Total outstanding dues of micro enterprises and small enterprises; and		-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		-	0.97
iii) Other financial liabilities	17	4.37	15.50
b) Other current liabilities	18	0.35	1.01
c) Provisions	19	100.86	64.60
d) Current tax liabilities (net)	20	170.36	-
Total current liabilities		**275.95**	**82.08**
Total liabilities		**276.05**	**82.19**
Total equity and liabilities		**36,609.36**	**35,190.57**

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For Aditya Agarwal & Associates
Chartered Accountants

For Health Care Energy Foods Private Limited

(Micky Bhatia)
Partner
Membership No.438412
Firm Registration No. 004568C
UDIN- 22438412AMOYPN7765

(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: 28-05-2022

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Statement of Profit and Loss for the Year ended Mar 31, 2022

Particulars	Note	Amounts In Lakhs Figures for the Current reporting period ended on 31-03-2022	Amounts In Lakhs Figures for the Previous reporting period ended on 31-03-2021
INCOME			
Revenue from operations	21	187.78	8,804.80
Other income	22	1,668.06	1,299.82
Total Income		**1,855.84**	**10,104.62**
EXPENSES			
Cost of material consumed	23	-	7,274.27
Change in inventories of finished goods,	24	-	1.79
Employee benefits expenses	25	18.32	364.80
Finance costs	26	-	0.04
Depreciation and amortisation expenses	1A	44.36	68.67
Other expenses	27	118.95	1,532.00
Total expenses		**181.63**	**9,241.57**
Profit before expectional items and tax		**1,674.21**	**863.05**
Exeptional items		-	-
Profit before tax		**1,674.21**	**863.05**
Tax expenses			
Current tax		441.05	340.13
Deferred tax		8.31	34.75
Tax of Earlier Year			-7.40
Total expenses		**449.36**	**367.48**
Profit for the year		**1,224.86**	**495.57**
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 I (loss) on defined benefit plans		**0.10**	**20.30**
iii) Income tax related to item no (ii) above		**0.02**	**5.11**
b) Items that will be reclassified to profit and loss			
i) Effective portion of gain I (loss) on cash flow hedges			
ii) Income tax related to item no (i) above			
Other Comprehensive Income, net of tax		**0.07**	**15.19**
Total Comprehensive Income for the year		**1,224.93**	**510.76**
Earnings per Equity share	28	**11,665.30**	**4,719.76**
Basic and diluted earning Rs. Per equity share of Rs. 10 each		**11,665.30**	**4,719.76**

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For Aditya Agarwal & Associates
Chartered Accountants

(Micky Bhatia)
Partner
Membership No.438412
Firm Registration No. 004568C
UDIN- 22438412AMOYPN7765

For Health Care Energy Foods Private Limited

(Devendra Singh)
Whole Time Director
DIN: 08360006
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: 28-05-2022

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Standalone Cash Flow Statement for the year ended 31-03-2022

Particulars	F.Y. 2021-22 Amount (In Lakhs)	F.Y. 2020-2021 Amount (In Lakhs)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit before tax	1,674.21	863.05	
Adjustments for Non-Cash Items / Non-Operating Items:			
Add: Depreciation	44.36	68.67	
Add: Interest Expense	-	0.04	
Less: Profit on sale of Fixed Asset	(0.51)	-	
Add: Gratuity(Net of Payment)	0.10	(82.41)	
Less: Interest Income	1,665.64	1,278.14	
NET PROFIT FROM OPERATING ACTIVITIES BEFORE WORKING CAPITAL CHANGES	53.55	(428.79)	
Changes in current assets and liabilities:			
Change in Current Assets			
Inventories	(0.00)	686.66	.86
Trade Receivable	(33.64)	(42.91)	
Short Term Loans And Advances	-	-	
Other Financial Assets	0.87	579.36	
Other Current Assets	36.81	(42.91)	11
Change in Current Liabilities			
Short Term Borrowing	-	-	
Trade Payable	(0.97)	(391.99)	
Other Financial Liabilities	(11.13)	(31.33)	
Other Current Liabilities	(0.66)	(58.82)	
Other Provision	38.10	61.34	
Provision for Employee benefits	(1.85)	(32.43)	
NET CASH GENERATED FROM OPERATING ACTIVITIES BEFORE INCOME TAX	81.08	352.29	
Less: Income Tax Paid/ TDS (including Income Tax Demand)	270.69	373.96	
NET CASH GENERATED FROM OPERATING ACTIVITIES	**(189.60)**	**(21.67)**	
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of PPE	(166.33)	(0.77)	
Sale of PPE	8.59	0.23	
Increase in Non Current Financial Assets	(37.09)	(616.60)	
Increase in Non Current Assets	(3,942.34)	(96.25)	
Interest Income	1,665.64	1,278.14	
Bank balance other than Cash & Cash Equivalent	960.00	(130.00)	
Investment in Subsidiary	(300.00)	-	
Loans & Advance to wholly owned Subsidiary Co.	272.61	(272.61)	
Loans & Advance to others	739.87	(662.81)	
NET CASH FROM INVESTING ACTIVITIES	**(779.05)**	**(500.67)**	
CASH FLOW FROM FINANCING ACTIVITIES			
BuyBack Of Shares	-	-	
Secured Loans	-	-	
Dividend Paid	-	(52.50)	
Payments towards Lease Liability	-	(2.96)	
Interest Expense	-	(0.04)	
NET CASH FROM FINANCING ACTIVITIES	-	**(55.50)**	
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(968.65)	(577.84)	
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	3,198.90	3,776.74	
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	**2,230.25**	**3,198.90**	

Reconciliation of liabilities arising from financing activities

Particulars	Short term borrowings	Long term borrowings	Lease liabilities	Total
As at April 01, 2021	-	-	-	-
Cash flows				
Lease rental paid	-	-	-	-
Receipt of loan	-	-	-	-
Repayment of loan	-	-	-	-
				-
Non cash changes				-
Interest on liability component of compound fin	-	-	-	-
Additions of lease liabilities	-	-	-	-
Interest expense on lease liabilities	-	-	-	-
	-	-	-	-

Reconciliation of liabilities arising from financing activities

Particulars	As at 01 April 2021	Cash flows	Non cash changes	As at 31 March 2022
Short term borrowings	-	-	-	-
Long term borrowings	-	-	-	-
Lease liabilities	-	-	-	-

1. The Above Cash Flow Statement has been prepared under the "Indirect Method" and provide reconciliation of financing activity.
2. Figures in bracket indicate cash outgo, except for adjustments for operating activities.

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date
For Aditya Agarwal & Associates
Chartered Accountants

(Micky Bhatia)
Partner
Membership No.438412
Firm Registration No. 004568C
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For Health Care Energy Foods Private Limited

(Devendra Singh)
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NOTES OF BALANCE SHEET

PARTICULARS		As on 31.03.2022	Amounts In Lakhs As on 31.03.2021
NOTE-2 : INVESTMENT			
a)Investment in Wholly Owned Subsidiary Company			
i) Unisphere Industries Private Limited			
(Unquoted 10000 Equity Shares of Rs 10 each fully paid up measured at cost)	1.00	1.00	1.00
ii) Unisphere Industries Private Limited			
(Unquoted 3000000 1% Optionally Convertible Cumulative Redeemable Preference Shares of Rs 10 each fully paid up (measured at cost)	300.00	300.00	-
b) other Investment			
TOTAL		301.00	1.00

Name of Subsidiary Company, Joint Venture and Associates company

Subsidiary Company:	Principal place of Business	Ownership Interest	Method of Accounting
Unisphere Industries Private Limited	B-143, Okhla Industrial Area, Phase-I, New Delhi-110020	100.00%	At Cost

	As on 31.03.2022	As on 31.03.2021
NOTE-3 : OTHER FINANCIAL ASSETS		
a) Security Deposits	20.45	20.24
b) Security Deposit with ICDS (Lien Marked FDR in favour of ICDS)	653.87	616.98
TOTAL	674.32	637.22
NOTE-4 : DEFERRED TAX ASSETS(liability)(net)		
Opening Balance	35.86	75.72
Add(Less):Created/(Written Off) during The Year	-8.33	-39.86
Closing Balance Deffered Tax Assets/(Liability)	27.53	35.86
	27.53	35.86
NOTE-5 : OTHER NON-CURRENT ASSETS		
a) U.P. VAT Deposit under Protest	30.31	30.31
b) GST deposit under Protest	5.32	5.32
c) Advance for Purchase of Immovable Property	4,637.61	637.61
d) Advance for Interior Work of Immovable Property	61.40	119.12
e) Fixed Deposit for Security Deposit(VAT)	1.07	1.01
	4,735.71	793.37
CURRENT ASSETS		
NOTE-6 : INVENTORIES		
a) Raw Material	-	-
b) Finished Goods	-	-
c) Packing Material	-	-
d) Fuel & Oil	1.49	1.49
e) Consumable Store	79.71	79.71
f) Empty Bags & Refrection	-	-
TOTAL	81.20	81.20
NOTE - 7 : TRADE RECEIVABLE		
Unsecured, (Considered good & Less than Six Months)		
Director ICDS Lucknow	33.64	-
Janta Logistics (Lease Rent)	-	-

Smriti Products (P) Ltd	-	2.23
Unsecured, (Considered good & More than Six Months)		
Director ICDS Lucknow	2,044.90	2,044.90
Smriti Products (P) Ltd	2.23	-
TOTAL	**2,080.77**	**2,047.13**

NOTE-8 : CASH AND CASH EQUIVALENTS

a) Balance with banks		
i) Balance with schedule banks	381.63	1,646.45
ii) Fixed Deposit with Bank	1,848.10	1,550.87
b) Cash in Hand	0.52	1.58
TOTAL	**2,230.25**	**3,198.90**

NOTE -9: BANK BALANCE OTHER THEN CASH & CASH EQUIVALENTS

Fixed Deposts with bank (maturity more than 3 months upto 12 month)	-	980.00
TOTAL	-	**980.00**
	2,230.25	4,178.90

NOTE -10 : SHORT TERM LOAN AND ADVANCES

Loans Receivables considered good – Unsecured:

(Unsecured Loan Repayable on Demand)

a) Loan to Unisphere Industries Private Limited(Wholly Owned Subsidiary Co.)	-	**272.61**
b) Loan to Beta Edibles Processing Private Limited	2,074.35	4,986.27
c) Loan to WorldWide Holdings limited	23,567.15	21,395.10
TOTAL	**25,641.50**	**26,653.98**

NOTE -11 : OTHER FINANCIAL ASSETS

a) Advance to Supplier	-	0.87
b) Security Deposit (Including Accrued Interest) with ICDS (Lien Marked FDR of ICDS)	-	-
TOTAL	-	**0.87**

NOTE-12 : OTHER CURRENT ASSETS

Advance to Employees	-	0.31
Advance given for CSR Initiative	200.11	200.00
Electronic Cash Ledger GST	64.85	30.83
Electronic Credit Ledger GST	0.07	1.33
Fastag Wallets	-	0.02
GST TDS Receivable	-	66.57
Income Tax Refundable for FY 2020-21	1.62	1.62
Input Tax Credit Receivable	0.13	0.05
Interest accrued but not due	1.47	1.19
Prepaid Expenses	0.97	4.12
TOTAL	**269.22**	**306.04**

NOTE-14 : RESERVE & SURPLUS

a) Reserves:				
Capital Redemption Reserve		1.45		1.45
b) Surplus:				
Profit & Loss Account				
Opening Balance	35,105.88		34,647.62	
Less:Capital Redemption Reserve	-		-	
Less:Premium on Redemption	-		-	
Add: Other Comprehensive Income(OCI)	0.07		15.19	
Add: Current year Profit	1,224.86		495.57	
Less:Dividend Paid	-	36,330.81	52.50	35,105.88
TOTAL		**36,332.26**		**35,107.33**

NON CURRENT LIABILITIES

NOTE-15 : LONG TERM PROVISION

Provision for Gratuity		0.11		0.11
		0.11		**0.11**

CURRENT LIABILITIES

NOTE-16 : 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		-		0.97
		-		**0.97**

NOTE-17 : OTHER FINANCIAL LIABILITEIES

a) Lease Liability		-		-
b) Other Creditor		2.12		3.41
c) Expenses Payable		2.25		12.09
TOTAL		**4.37**		**15.50**

NOTE-18 : OTHER CURRENT LIABILITEIES

a) Expenses Payable		0.09		0.26
b) Duties & Taxes Payable		0.26		0.75
TOTAL		**0.35**		**1.01**

NOTE-19 : SHORT TERM PROVISION

Provision For Bonus		1.42		3.27
CSR Expenditure to be Spent		99.44		61.34
Provision For Gratuity		0.00		-
TOTAL		**100.86**		**64.60**

NOTE-20 : Current Tax Liabilities (Net)

Provision for Current Tax	441.05		340.13	
Less: Advance Tax	100.00		50.00	
Less: Tax Collected at Source	0.00		0.32	
Less: Tax deducted at Source	170.69	170.36	291.43	-
TOTAL		**170.36**		**-**
		-		

NOTES OF STATEMENT OF PROFIT &LOSS

PARTICULARS

NOTE - 21: REVENUE FROM OPERATION

Sales - ICDS Food Supplements		187.78		8,324.42
Sales - Empty Bags				35.70
Sales - Refraction & Others				12.55
Sales-Other Goods				432.13
TOTAL		**187.78**		**8,804.80**

NOTE - 22 : OTHER INCOME

Interest Earned		1,665.64		1,278.14
Late Delivery Deduction		-		-
Lease Rental Income(Trucks)		-		21.60
Miscellaneous Income		-		0.08
Profit on Sale of Fixed Assets		-		-
Sundry Balance Written Off		2.43		-
TOTAL		**1,668.06**		**1,299.82**

NOTE - 23 : COST OF MATERIAL CONSUMED

Opening Stock of Raw Material	-	651.15
Purchase - Edible Vegetable Oil	-	1,186.27
Purchase - Ground Nut	-	400.11
Purchase - Skimmed Milk Powder	-	817.66
Purchase - Soya Bengal Gram Mix(Laddu)	-	310.61
Purchase - Soya Bengal Gram Mix(WF)	-	478.59
Purchase - Soya Ragi Mix(MD)	-	389.87
Purchase - Soya Ragi Mix(ND)	-	351.49
Purchase - Spice Mix	-	61.32
Purchase - Sugar	-	1,023.22
Purchase - Toor Dal	-	474.05
Purchase - Vitamin & Miniral	-	140.53
Purchase - Wheat	-	545.72
Purchase - Whole Milk Powder	-	443.68
	-	7,274.27
Less : Closing Stock of Raw Material	-	-
	-	**7,274.27**

NOTE- 24 : CHANGES IN INVENTORIES OF FINISHED GOODS

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

NOTE- 25 : EMPLOYEE BENEFIT EXPENSES

Admin. Charges -PF	0.09	1.09
Bonus on Salary & Wages	1.42	23.09
Director's Remuneration		19.80
Employer's Contt. to P.F.	0.72	12.24
Ex-gratia	0.28	0.76
Gratuity	0.10	7.07
Retirement Benefit		69.69
Salary	14.64	124.00
Staff Welfare Expenses	1.06	6.27
Wages		100.79
	18.32	**364.80**

NOTE- 26 :FINANCE COST

Interest on Lease Liability	-	0.04
	-	**0.04**

NOTE- 27 : OTHER EXPENSES

A : MANUFACTURING EXPENSES

Consumable Lab				0.46
Consumable Store	-	-	15.10	11.49
Add : Opening Stock	79.71		76.10	
Less : Closing Stock	79.71		79.71	
Frieght Inward				41.81
Insurance Exps- Factory		0.71		3.90
Loading & Unlaoding Expenses				81.64
Packing Material		-	220.94	257.97
Add : Opening Stock	-		37.03	
Less : Closing Stock	-		-	
Power & Fuel		0.00	72.41	72.92
Add : Opening Stock	1.49		2.00	
Less : Closing Stock	1.49		1.49	
Repair & Maintanance - Plant & Machinery		0.22		0.48
Repair & Maintanance - Building				0.62
Sample & Testing Charges		-		20.06
TOTAL (A)		**0.93**		**491.35**

B : ADMINISTRATION & SELLING EXPENSES

Payment to Auditor as		1.26		2.20
a) Auditor	1.26		2.20	
b) for Certification Charges	-		-	
Bank Charges		0.01		0.01
Books & Periodicals		0.03		0.10
Computer Software & Maintenance		0.10		0.73
Conveyance		0.08		3.39
CSR Expenses		66.28		591.16
Deduction by ICDS				21.30
Demat A/c Charges		0.26		0.16
Electricity and Water Expenses		17.90		2.40
ESI & PF on Security Charges		0.04		0.22
Fee, Rate & Taxes		2.16		1.55
Festival Expenses		0.00		0.72
Freight & Cartage		0.01		0.23
Freight Outward				319.19
Guest House Expenses		0.00		1.79
Insurance Expenses		5.47		1.96
Intt on Statutory Dues and Late Fees		0.12		1.03
Legal & Professional Charges		4.47		15.62
Loss on Sale of Fixed Assets		0.51		-
Medical Expenses		0.00		0.31
Office Expenses		0.34		6.68
Postage & Couriers Charges		0.02		0.22
Printing & Stationery		0.05		1.64
Rent Expenses		7.29		17.24
Repair & Maintenance		0.01		1.23
Reversal of GST Credit				0.73
ROC Fees		0.28		0.07
Security Charges		6.38		27.09
Sundry Balance Written off				0.15
Tax for Earlier Years(Indirect)				2.67
Telephone Expenses		0.38		2.35
Tours & Travelling Expenses				1.16
Vehicle Running & Maintenance		4.55		15.34
TOTAL (B)		**118.02**		**1,040.65**
GRAND TOTAL (A+B)		**118.95**		**1,532.00**

NOTE- 28 : Earning Per Share

(i) Net Profit After Tax as Profit & Loss	1,224.86	495.57
(ii) Weighted Average number of equity shares	10,500.00	10,500.00
(iii) Basic & Diluted Earning Per Share	11,665.30	4,719.76
(iv) Face Value of Shares	**10.00**	**10.00**

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

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

Statement of changes in equity for the year ended March 31,2022

A Equity share capital

Particulars	Note	Amount
As at March 31,2020	13	1.05
Change in equity share capital during the year		0
As at March 31,2021	13	1.05

B Other equity

Particulars	Reserve and surplus			Other reserves		Total other equity
	Securities premium reserve	Capital Redemption Reserve reserve	Retained earnings	FVOCI equity Instruments	Effective portion of cash flow hedges	
As at March 31, 2020	-	1.45	34,647.62	-	-	34,649.07
Profit for the year	-	-	495.57	-	-	495.57
Other Comrehensive Income	-	-	15.19	-	-	15.19
Total Comprehensive Income for the year			510.76			510.76
Transfer to retained earnings on disposal of FVOCI Equity Instrument	-	-	-	-	-	-
Hedging gain I (loss) reclassified to Statement of Profit & Loss	-	-	-	-	-	-
Transactions with owners in their capacity as owners:						
Income Tax Demand For FY 2012-13			-			-
Dividend paid (including dividend distribution tax)	-	-	52.50	-	-	52.50
As at March 31, 2021	-	1.45	35,105.88	-	-	35,107.33
Profit for the period	-	-	1,224.86	-	-	1,224.86
Other Comrehensive Income	-	-	0.07	-	-	0.07
Total Comprehensive Income for the			1,224.93			1,224.93
Transfer to retained earnings on	-	-	-	-	-	-
Hedging gain I (loss) reclassified to	-	-	-	-	-	-
Transactions with owners in their						
Income Tax Demand For FY 2012-13			-			-
Less : Dividend paid (including dividend distribution tax)	-	-	-	-	-	-
As at March 31, 2022	-	1.45	36,330.81	-	-	36,332.26

The accompanying Notes form an integral part of the Financial Statement

As per our attached report of even date

For Aditya Agarwal & Associates

Chartered Accountants

(Micky Bhatia)
Partner
Membership No.438412
Firm Registration No. 004568C
UDIN- 22438412AMOYPN7765

For Health Care Energy Foods Private Limited

(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: 28-05-2022

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefpl2015@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 31-03-22	AS AT 31-03-2021
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	1.05	1.05
10500 EQUITY SHARES OF Rs. 10/- EACH		
(Previous Year 10500 Equity Shares of Rs. 10/- each)		
	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 2022		31st March 2021	
	No. of Shares	Amounts	No. of Shares	Amounts
At the beginning of the period	10,500	105,000	10,500	105,000
Add:Issued during the period	-	-	-	-
Less:bought back during the period	-	-	-	-
At the end of the period	10,500	105,000	10,500	105,000

Shares Bought back

PARTICULARS	31st March 2022		31st March 2021	
	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 prefrential 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 2022		31st March 2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
M/s Sai Capital Ltd.	10,300	98.10	10,300	98.10

(E)	Disclosure of Shareholding of Promoters					
	Shares held by Promoters					
	As at 31/03/2022			As at 31/03/2021		
Promoter Name	No of Shares	% of Total Shares	% Change During the Year	No of Shares	% of Total Shares	% Change During the Year
M/s Sai Capital Ltd.	10300.00	98.10	NIL	10,300.00	98.10	NIL

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

	AS AT 31-03-2021	AS AT 31-03-2020	AS AT 31-03-2019	AS AT 31-03-2018	AS AT 31-03-2017
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	NIL

NOTE 1 :PROPERTY PLANT AND EQUIPMENT

Amounts In Lakhs

PROPERTY PLANT AND EQUIPMEN	AS AT 31.03.2022	AS AT 31.03.2021
LAND	52.73	52.73
BUILDING	183 61	213.80
ROAD	0.23	0.23
PLANT AND MACHINERY	105.81	143.07
TRANSFORMER	4.82	9.04
OFFICE EQUIPMENT	1.76	2.46
LAB EQUIPMENT	0.45	0.79
Furniture & Fixtures	1.47	2.35
Computer & Accessories	0.53	1.05
Vehicles	31.94	66.87
Truck	0.00	9.76
TOTAL	383.35	502.15

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, 2021	52.73	452.67	4.55	860.47	96.67	26.77	7.30	19.67	10.13	135.97	182.26
Additions	-	-	-	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-	-	-	182.26
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2022	52.73	452.67	4.55	860.47	96.67	26.78	7.30	19.67	10.14	135.97	0.00

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, 2021	-	254.61	4.32	741.48	90.25	24.45	6.71	17.88	9.51	90.02	173.16
Eliminated on Disposal	-	-	-	-	-	-	-	-	-	-	173.16
Depreciation Expenses	-	14.45	-	13.18	1.59	0.57	0.13	0.32	0.10	14.01	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2022	-	269.06	4.32	754.66	91.84	25.02	6.85	18.20	9.61	104.03	-

Net Book Value as at March 31, 2021	52.73	198.06	0.23	118.99	6.42	2.32	0.59	1.79	0.62	45.95	9.10
Net Book Value as at March 31, 2022	52.73	183.61	0.23	105.81	4.82	1.76	0.45	1.47	0.53	31.94	0.00

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

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

AS PER COMPANIES ACT, 2013

NOTE -1A : DEPRECIATION

S. No.	Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK	
		As on 01.04.2021	Additions	Deletion	As on 31.03.2022	Up to 01.04.2021	Deletion	Apr-Mar 2022	Dep. Adjusted to Comply with Provision of Schedule-II of Co. Act - 2013	Total	As on 31.03.2022	As on 31.03.2021
1	Land	52.73		-	52.73	-	-		-	-	52.73	52.73
2	Building	452.67		-	452.67	254.61		14.45	-	269.06	183.61	198.06
3	Road	4.55		-	4.55	4.32			-	4.32	0.23	0.23
4	Plant & Machinery	860.47	-	-	860.47	741.48		13.18	-	754.66	105.80	118.99
5	Transformer	96.67	-	-	96.67	90.25		1.59	-	91.84	4.83	6.42
6	Office Equipment	26.77	-	-	26.77	24.45		0.57	-	25.02	1.74	2.32
7	Lab Equipments	7.30	-	-	7.30	6.71		0.13	-	6.84	0.46	0.59
8	Furniture & Fixture	19.67	-	-	19.67	17.88		0.32	-	18.20	1.47	1.79
9	Computer	10.13	-	-	10.13	9.51		0.10	-	9.61	0.51	0.62
10	Vehicle	135.97	-	-	135.97	90.02		14.01	-	104.03	31.94	45.95
11	Trucks	182.26		182.3	0.00	173.16	173.16		-	-	0.00	9.10
TOTAL (Rs.)		**1,849.19**	**-**	**182.26**	**1,666.93**	**1,412.39**	**173.16**	**44.36**	**-**	**1,283.60**	**383.33**	**436.80**
PREVIOUS YEAR (Rs.)		1,851.50	49.60	13.89	1,351.21	1,261.38	12.56	100.24	-	1,349.06	502.15	554.11

Capital WIP	Op Balance	Purchase	Capitalised	Closing
Plant and Machinery	18.20	-	-	18.20
Building	-	166.33	-	166.33
Total	**18.20**	**166.33**	**-**	**184.53**

CWIP aging schedule

Particulars	Amount in CWIP for a period of				
CWIP	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
Projects temporarily suspended	-	-	2.68	15.53	**18.20**
Projects in progress	166.33	-	-	-	**166.33**
Total	**166.33**	**-**	**2.68**	**15.53**	**184.53**

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
FINANCIAL YEAR 2021-2022

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& Parent company of Unisphere Industries Pvt Ltd, 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 readwith 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, Divison 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 ofInd 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 thecontract. The control of the goods is transferred upon delivery to the customers either at factory gate of theCompany or specific location of the customer or when the goods are handed over to the freight carrier, as per theterms of the contract. A receivable is recognised by the Company when the goods are delivered to the customer asthis represents the point in time at which the right to consideration becomes unconditional, as only the passage oftime is required before payment is due.

Revenue from services including those embedded in contract for sale of goods namely freight and insuranceservices 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 contractwith a customer. The consideration is determined based on the price specified in the contract, net of the estimatedvariable 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 asignificant reversal will not occur.

Revenue excludes any taxes or dutiescollected 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 interestrate is the rate that exactly discounts estimated future cash receipts through the expected life of the financialasset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Companyestimates 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.

(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.

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.

Depreciation
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.

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

(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 forconsideration. To assess whether a contract conveys the right to control the use of an identified asset, the Companyassesses whether: i) the contract involves the use of an identified asset ii) the Company has substantially all of theeconomic benefits from use of the asset through the period of the lease and iii) the Company has the right to direct theuse 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 aterm 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 valueof 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 measuredat 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 theestimated 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 expectedgeneral 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) **Post Employment benefit**

- **Defined Contribution Plans**
  The Company pays provident fund contributions to the appropriate government authorities. The company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined

contribution plans & the contributions are recognised as employee benefit expense when they are due.

- **Defined Benefit Plans**

  Defined benefit plans of the company comprise gratuity.

  The company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump sum payment to vested employees at retirement, death while in employmentor on termination of employment, of an amount based on the respective employee's salary& the tenure of employment. Vesting occurs upon completion of five years of service. The gratuity plan of the Company is unfunded.

  The liability recognised in the Standalone Balance sheet in respect of Defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period. The defined benefit obligation is calculated by actuary using the projected unit credit method.

  The present value of the defined benefit obligation is determined by discounting the estimated future cash flows by reference to market yields at the end the reporting period on government bonds that have terms approximating to the terms of the related obligation.

  The net interest is calculated by applying the discount rate to the net balance of the defined benefit obligation. This cost & other costs are included in employee benefits expense in the standalone statement of Profit & Loss.

  Re-measurement gain or loss arising from experience adjustments & changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in "other equity" in the Standalone statement of changes in equity & in the Standalone Balance sheet.

  Changes in the present value of the defined benefit obligation resulting from settlement or curtailments are recognised immediately in Standalone statement of Profit & Loss as past service cost.

(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) <u>Financial Asset</u>

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 assetsmeasured 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 andcollecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fairvalue through other comprehensive income. Fair value movements are recognised in the OCI. Interest income measuredusing the EIR method and impairment losses, if any are recognised in the Standalone Statement of Profit and Loss. Onderecognition, cumulative gain | (loss) previously recognised in OCI is reclassified from the equity to other income in theStandalone 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 aremeasured 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, associatecompany and joint venture company at fair value. The Company has elected to present fair value gains and losses onsuch equity investments in other comprehensive income and there is no subsequent reclassification of these fair valuegains and losses to the Standalone Statement of Profit and Loss. Dividends from such investments continue to berecognised 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 Statementof Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI arenot 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 lessaccumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investmentis assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiarycompanies, associate companies and joint venture company, the difference between net disposal proceeds and thecarrying 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 qualifyingasset 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. The Bank account with Allahabad bank is dormant & the balance is subject to confirmation.

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.60,00,000/- p.a. or employee for a part of the year Rs.5,00,000/-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.

On account of Statutory Dues:

Following Disputes of company are pending on which the company has not deposited following amounts due 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.

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. 2,59,781/-.

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

VI. Capital Commitments

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

a. 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.2510.61 Lakhs (including TDS) to the seller. The Balance amount of Rs.264.39 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.
b. The Company has entered in to an agreement dated 03-10-2021 to purchase of commercial land for Rs. 2700 Laks. Against which the company has given an advance of Rs. 2000.00 Lakhs (Including TDS) to the seller. The Balance amount of Rs. 700 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 term and condition of the above agreement.

VII. Note on Going Concern assumption of the Company

The Company is principally engaged in the business of manufacturing of Micronutrients Fortified Energy Dense Food against fixed rates and term contract with ICDS Department, Government of UP. The said contract which was has expired in the month of August 2020.

Management is exploring new customers and is expecting fresh tender to be floated soon and intends to starts its manufacturing activities on availability of tenders and customers.

Management believes that the company will be able to continue operation as a going concern and meet all its liabilities, as they fall due for payment in the foreseeable future. Company business strategies and operating plan of the company provides assurance that the company will continue to generate adequate cash flow to meet all its liabilities as they fall due.

Accordingly, the management is confident that the financial statement does not require any adjustment and are continued to be prepare on a going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business.

VIII. Earnings Per Share

In accordance with Ind-AS 33 "Earning Per Share" BasicEarnings 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, 2022	For the year ended March 31, 2021
Net Profit (Loss)(in Lakhs)	1224.86	495.57
No. of Equity shares	10500	10500
Basic & Diluted EPS (in Rs.)	11665.30	4719.76

IX. 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.

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

As per IND AS-12 onAccounting for Income Tax the Deferred Tax Assets as at 31st March, 2022 comprises of the following:

	FY 2022-22	FY 2020-21
Related to Property, Plant & Equipment	Rs.27.14 Lakhs	Rs.35.01 Lakhs
Related to Gratuity	Rs.00.03 Lakhs	Rs.00.03 Lakhs
Related to Unpaid Bonus	Rs.00.36 Lakhs	Rs.00.82 Lakhs
Income Tax Rate	25.168%	25.168%
Deferred Tax Assets as on 31.03.2022	Rs 27.53 Lakhs	Rs 35.86 Lakhs
Income Tax on Remeasurment gain / (loss) on defined benefit plans	Rs 8.33 Lakhs	Rs5.11Lakhs

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, 2022 at the new tax rates.

XI. 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 31,2022 (Amount in Lakhs)	As at March 31,2021 (Amount in Lakhs)
Principal amount due to supplier registered under the MSMED Act and remaining unpaid as at year end	NIL	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	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	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	NIL
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

XII. **Disclosure related to CSR Activities**

(a) Gross Amount required to be spent by the company during the year.
Rs66.28Lakhs.

(b) Amount approved by the Board of Directors to be spent during the year-
Rs 66.28 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	28.18 Lakhs	NIL	NIL

(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**

(d) During the Current Year an amount of Rs.99.44 Lakhs has been shown as CSR Expenses payable. Against this payable amount the Company has given a donation of Rs.200 Lakhs to a Charitable Trust in preceding Financial Year. The Charitable has not utilized the amount of Rs.200 Lakhs. Hence this amount of Rs.200 Lakhs paid during the preceding year has been shown as advance given for CSR purpose.

XIII. Retirement benefit obligation

Change in present value of Obligation

Amounts in Lakhs

Particulars	**For the period ending 31 March, 2022**	**For the period ending 31 March, 2021**
Present value of obligation as at the beginning	0.11	102.82
Current service cost	0.09	0.11
Interest Expense or cost	0.01	6.96
Actual Return on Plan Assets	0.00	N.A
Benefits Paid	0.00	(89.48)
Acturial (Gain)/Loss on Obligation	(0.10)	(20.30)
Closing Value of Obligation	0.11	0.11

Change in the fair value of plan assets are as follows

Amounts in Lakhs

Particulars	**Gratuity**	
	For the period ending 31 March, 2022	**For the period ending 31 March, 2021**
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**	
	Forthe period ending 31 March, 2022	**For the period ending 31 March, 2021**
Current Service Cost	0.09	0.11
Interest Cost	0.01	6.96
Expected Return on Plan Asset	N.A	N.A
Acturial (Gain)/Loss on	(0.10)	(20.30)

Obligation, Recognised in OCI		
Net benefit Expense	0.00	(13.23)
Recognised in Profit & Loss	0.10	7.07
Recognised in OCI	(0.10)	(20.30)

Movement in the liability recognised in the Balance Sheet

Amounts in Lakhs

Particulars	Gratuity	
	Forthe period ending 31 March, 2022	**For the period ending 31 March, 2021**
Opening Net Liability	0.11	102.82
Current Year Expense	0.00	(102.71)
Closing Net Liability	0.11	0.11

Actuarial Assumption

Particulars	Gratuity	
	For the period ending 31 March, 2022	**For the period ending 31 March, 2021**
Mortality Table	(2012-2014)	(2012-2014)
Discount Rate	7.45%	7.08%
Rate of Escalation in salary per annum	2.50%	2.50%
Expected Rate of return on plan assets	N.A.	N.A.

XIV. Dividends

The company has not paid dividend during the current financial year.

XV. 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-Operation Segment reporting are considered to constitute one reporting segment.

XVI. **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.

Lease liability has been measured at present value of the remaining lease payments and discounted at incremental borrowing rate @12% as on April 01,2020. The comparative information of previous year is not restated as permitted by IND AS 116

During the current financial there is only short term lease.

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

Amounts in Lakhs

Particulars	**As at 31 Mar 2022**	**As at 31 Mar 2021**
As at 01 April 2021	0.00	2.79
Additions	0.00	0
Deletions	0.00	0
Depreciation/Amortisation	0.00	2.79
As at 31 March 2022	**0.00**	**0.00**

ii) **FollowingMovement in Lease Liability:**

Amounts in Lakhs

Particulars	**As at 31 Mar 2022**	**As at 31 Mar 2021**
As at 01 April 2021	0.00	2.96
Additions	0.00	0.00
Deletions	0.00	0.00
Finance cost Accrued	0.00	0.04
Payment of Lease Liabilities	0.00	3.00
As at 31 March 2022	**0.00**	**0.00**

iii) **Table below provides details regarding the contractual maturities of lease liabilities as at 31 March 2022:**

Amounts in Lakhs

Particulars	**Undiscounted Basis**	**Discounted Basis**	**Undiscounted Basis**	**Discounted Basis**
	As at 31 Mar 2022	**As at 31 Mar 2022**	**As at 31 Mar 2021**	**As at 31 Mar 2022**
Less than one year	0.00	0.00	0.00	0.00
One to Five Year	0.00	0.00	0.00	0.00
More than Five Years	0.00	0.00	0.00	0.00
Total	**0.00**	**0.00**	**0.00**	**0.00**

As Lessor - Operating Lease

The Company given some Trucks under operating lease 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-22.

XVII. Investment in Subsidiaries, Joint Ventures and Associates

Company hasa 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.

Investment in equity shares of Subsidiary (under IND as 27) is carried at Cost less any impairment in the value of Investment.

XVIII. Disclosures Related to Unsecured Loans given by the Company

(A) Non Related Party

(I) The Company has given an unsecured Loan of which outstanding balance as on 31-3-2022 was Rs.23567.15 Lakhs (Previous year as on 31-3-2021 was Rs.21395.10 Lakhs) to Worldwide Holdings Limited (RBI Registered NBFC) at 6.00% 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 has given an unsecured Loan of which outstanding balance as on 31-3-2022 was Rs.2074.35 Lakhs (Previous year as on 31-3-2021 was Rs.4986.27 Lakhs) to Beta Edibles Processing PrivateLimited at 6.00% 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.

(B) Related Party

(III) The Company is giving an unsecured Loan of which outstanding balance as on 31-3-2022 was Rs.0.00 Lakhs (Previous year as on 31-3-2020 was Rs.272.61 Lakhs) to a Wholly Owned SubsidiaryUnisphere Industries Private Limited at 6.00% 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.

XIX. Related Party Disclosures (as prescribed under IND AS-24)& u/s 186(4) of the companies Act.2013

(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. AnkurRawat(Director)
iii.Mrs. ShikhaArora(IndependentDirector)(Resigned on 17-4-2021)
iv.Mr.Kailash Chandra Sharma (Independent Director)
v. Mr. Kamlesh Gupta (Independent Director) (Join on 17.04.2021)

(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:

i. Unisphere Industries Private Limited

(II)**The Following transactions were carried out with related parties**

(i) Short Term Employee Benefits (Remuneration Paid)

Nature of Transaction	**Transaction carried out during the Financial Year ending on**		**Outstanding Balance as on**	
Remuneration Paid toKey Management Personal and their Relatives	**31.03.2022**	**31.03.2021**	**31.03.2022**	**31.03.2021**
Devendra Singh	0.00 Lakhs	22.15 Lakhs*	0.00 Lakhs	0.00 Lakhs
AnkurRawat	0.00 Lakhs	8.55 Lakhs*	0.00 Lakhs	0.00 Lakhs

*Including notice pay, Gratuity and Leave encahsment

(ii) Post Retirement Benefit

Nature of Transaction	**Outstanding Balance as on**	
Gratuity Provision related to Key Management Personal	**31.03.2022**	**31.03.2021**
Post Retirement Benefit to Key Managerial Person (Director)	Nil	Nil

(iii) Other Transactions

Nature of Transaction	Term and Condition of Transaction	Transaction carried out during the Financial Year ending on		Outstanding Balance as on	
		31.03.2022	31.03.2021	31.03.2022	31.03.2021
Loan given/(Receipt) to/from Unisphere Industries Private Limited	Unsecured repayable on demand	(297.40) Lakhs	266.57 Lakhs	NIL	272.61 Lakhs
Interest received on loan from Unisphere Industries Private Limited	Interest is 6% p.a.	16.43 Lakhs	6.53 Lakhs	NIL	NIL
Dividend Paid to Sai Capital Limited	Dividend paid as and when approved by the Board	NIL	51.50 Lakhs	NIL	NIL
Investment in Preference share (OCCRPS) of – Unisphere Industries Private Limited	**1% Optionally Convertible Cumulative Redeemable Preference Shares on or before 10 years ("OCCRPS")**	300.00 Lakhs	NIL	300.00 Lakhs	NIL

- All transactions with related parties are made on terms equivalent to those that prevail in an arm's length transactions and within the ordinary course of business.

XX. 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 ofthe 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, 2022	As at March 31, 2021
Neither past due nor impaired		
Past due 1-30 days	NIL	NIL
Past due 31-90 days	33.64	NIL
Past due 91-120 days	NIL	NIL
Past due 121-180 days	NIL	NIL
Past due 181-360 days	NIL	2044.90
More than 360 days	2044.90	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 2230.25 lakhs as at March 31, 2022(PY Rs. 3190.90 Lakhs) and bank balance other than cash & cash equivalent is Rs 0.00lakhs (PY Rs. 980.00 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, 2022	As at March 31, 2021
Neither past due nor impaired		
Past 1-30 days	1710.13	1121.65
Past 31-90 days	Nil	Nil
Past 91-120 days	Nil	Nil
Past 121-180 days	1000.00	1241.57
Past 181-360 days	1125.00	1255.00
More than 360 days	21806.37	23035.76

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, 2022)	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	0	0	0	0	0	0
Other payables	2.12	2.12	2.12	0	0	0
Other Expenses Payable	2.34	2.34	2.34	0	0	0
Duties & Taxes Payable	0.26	0.26	0.26	0	0	0

Non derivative financial liabilities	Carrying amounts in Lakhs	Contractual cash flows				
		Total	0-1 years	1-2 years	2-5 years	More than 5 years

(March 31, 2021)						
Borrowings and interest thereon	0	0	0	0	0	0
Trade payables	0.97	0.97	0.97	0	0	0
Other payables	3.41	3.41	2.44	0.97	0	0
Other Expenses Payable	12.35	12.35	12.35	0	0	0
Duties & Taxes Payable	0.75	0.75	0.75	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, 2022**	**As at March 31, 2021**
Total Debt	-	-
Total equity	36333.31	35108.38
Debt - equity ratio	NA	NA

e. Ratios:

Particulars	**Numerator**	**Denominator**	**31-03-2022**	**31-03-2021**	**% Variance**	**Reason for Variance**
(a) Current	Current Asset	Current				

Ratio		Liabilities				
	30,302.95	275.95	109.82		72.91%	Note 1 (a)
	33,268.12	82.08		405.32		
(b) Debt-Equity Ratio	Total Debt	Shareholder's Equity				
	0.00	36,333.31	0.00		N.A.	N.A.
	0.00	35,108.38		0.00		
(c) Debt Service Coverage Ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses+ finance cost	Debt service = Interest & Lease Payments + Principal Repayments				
	1,269.22	0.00	N.A.		N.A.	N.A.
	564.28	0.04		14,107.12		
(d) Return on Equity Ratio	Net Profits after taxes	Average Shareholder's Equity				
	1,224.86	36,333.31	0.03		-138.83%	Note 1 (b)
	495.57	35,108.38		0.01		
(e) Trade Receivables turnover ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable				
	187.78	2,080.77	0.09		97.90%	Note 1 (d)
	8,804.80	2,047.13		4.30		
(f) Trade payables turnover ratio	Other expenses + Employee benefit expenses	Average Trade Payable				
	187.78	30,027.00	0.01		97.64%	Note 1 (d)
	8,804.80	33,186.04		0.27		
(g) Inventory turnover ratio	Cost of Goods Sold	Average Inventory				
	N.A.	N.A.	N.A.			
	N.A.	N.A.		N.A.	N.A.	N.A.
(h) Net capital turnover ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities				
	N.A.	30,027.00	N.A.			

	N.A.	33,186.04		N.A.	N.A.	N.A.
(i) Net profit ratio	Net Profit after taxes	Net sales = Total sales - sales return				
	1,224.86	N.A.	N.A.			
	495.57	N.A.		N.A.	N.A.	N.A.
(j) Return on Capital employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt				
	1,674.21	36,333.31	0.05		-87.44%	Note 1 (c)
	863.09	35,108.38		0.02		
(k) Return on investment	Finance Income	Time weighted average Investment				
	N.A.	N.A.	N.A.		N.A.	N.A.
	N.A.	N.A.		N.A.		

Note 1(a) : During the year company has invested in non-current assets from cash and cash equivalents and other Bank balance and increase in provision and tax liability

Note 1(b) : Due to increase in interest income and Supplementary invoice of wheat rate difference which was related to previous financial year and decrease in other expenses as compare to preceeding financial year.

Note 1(c) : Due to increase in interest income and Supplementary invoice of wheat rate difference which was related to previous financial year and decrease in other expenses as compare to preceeding financial year.

Note 1(d) : Due to decrease in Sales in current financial year.

XXI. Fair Value Measurement

Financial Instrument by Category

Amounts in Lakhs

Particulars	As at 31 March 2022			As at 31 March 2021		
	FVPL	FVOCI	Amortised Cost	FVPL	FVOCI	Amortised Cost
Financial Assets						
(A) Non-Current						
(i)Investment other than Subsidiaries	Nil	Nil	Nil	Nil	Nil	Nil
(ii)Security Deposit	Nil	Nil	674.32	Nil	Nil	637.22
(B) Current						
(i)Trade Receivable	Nil	Nil	2080.77	Nil	Nil	2047.13
(ii)Cash & Cash Equivalents	Nil	Nil	2230.25*	Nil	Nil	3198.90
(iii)Bank Balance other than Cash	Nil	Nil	Nil	Nil	Nil	980.00

Cash Equivalents						
(iv)Loans	Nil	Nil	25641.50	Nil	Nil	26653.98
(v)Other Financial Assets	Nil	Nil	Nil	Nil	Nil	0.87
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	Nil	Nil	Nil	0.97
(iii)Other Financial Liabilities	Nil	Nil	4.37	Nil	Nil	15.50

- 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.
- *Cash and cash equivalents includes bank balance of Allahabad bank of Rs.0.46 lacs, this account is convert in dormant account due to this balance confirmation is not available and management has considered this balance good and fully recoverable.

FOR HEALTH CARE ENERGY FOODS PRIVATE LIMITED

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 ALIA S
PAHARGON RANCHI 834008
JHARKHAND

Place-New Delhi
Date- 28th May 2022

Aditya Agarwal & Associates
Chartered Accountant

3 A/105, Azad Nagar, Kanpur-208 002
Mobile: 9336107062
E-mail: caaditya65@gmail.com

INDEPENDENT AUDITOR's REPORT

To,
The Members of
Health Care Energy Foods Private Limited

REPORT ON THE AUDIT OF ANNUAL CONSOLIDATED FINANCIAL STATEMENTS

Opinion

We have audited the consolidated financial statements of Health Care Energy Foods Private Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated balance sheet as at 31 March 2022, and the consolidated statement of profit and loss (including other comprehensive income), consolidated statement of changes in equity and consolidated statement of cash flows 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, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31 March 2022, of its consolidated profit and other comprehensive loss, consolidated changes in equity and consolidated cash flows for the year then ended.

Basis for Opinion

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

Material Uncertainty related to Going Concern

We draw attention to note no. 31 (VII) "Going Concern" under Notes to account in the consolidated financial statements, wherein it is mentioned that the Company is principally engaged in the business of manufacturing of Micronutrients Fortified Energy Dense Food against fixed rates and term contract with ICDS Department, Government of UP. The said contract which was has expired in the month of August 2020 & company is looking for new contracts. These conditions indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However as a result of the mitigating factors elaborated in the aforesaid note i.e. business strategies & operating plans of the Company, management believes that it will be able to pay its obligations as they fall due & continue as a going concern. Accordingly management has prepared these consolidated financial statements on going concern basis & consequently, no adjustments have been made to the carrying values of the assets & liabilities in the attached consolidated financial statements.

Our opinion is not modified in respect of this matter.

Emphasis of Matter

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

1) Note no 31 (XVII) in the Consolidated financial statements which disclose the fact that the company is giving unsecured loans to companies having closing balance of the loan outstanding as on 31-03-2022 is Rs. 25641.50 Lacs. Our opinion is not modified in respect of this matter

2) Note no 31 (I) in the Consolidated financial statements which disclose 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. The Bank account with Allahabad bank is status as dormant & the balance is subject to confirmation. Our Opinion is not modified in respect of this matter.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of Key audit matters as per SA 701, Key audit matters are not applicable to the company as it is an unlisted company.

Other Information

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report, but does not include the financial statements and our auditor's report thereon. The Holding Company's annual report is expected to be made available to us after the date of this auditor's report 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Holding Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/ loss and other comprehensive income, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. The respective Management and Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each Company and for preventing and detecting frauds and other irregularities; the 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 consolidated 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

Management and Board of Directors of the Holding Company, as aforesaid. In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. (A) 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 Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of consolidated financial statements.

d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors of the Holding company as on 31 March 2022 taken on record by the Board of Directors of the Holding company & on the basis of the written representations received from the directors of the subsidiaries companies, none of its directors of the group company is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding Company & its subsidiaries companies and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

(B) 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, in our opinion and to the best of our information and according to the explanations given to us:

a) The consolidated financial statements Company disclose the impact of pending litigations as at 31 March 2022 on the consolidated financial position of the group. Refer note no 31 (I) (V) to the Consolidated financial statements.

b) The Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company & its subsidiaries during the year ended 31/03/2022.

d) (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company & its subsidiaries companies to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

• directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiaries companies,

• provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its subsidiaries companies from any persons or entities, including

Annexure A to the Independent Auditor's report on the Consolidated financial statements of Health Care Energy Foods Private Limited for the year ended 31 March 2022

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(xxi) According to the information and explanations given to us, in respect of the following companies incorporated in India and included in the consolidated financial statements,

Name of the Company	CIN	Subsidiary
Unisphere Industries Private Limited		Subsidiary

Meaning of Internal Financial Controls with Reference to Consolidated Financial Statements

A company's internal financial controls with reference to Consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to Consolidated financial statements include 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 Consolidated 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 unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Consolidated Financial Statements

Because of the inherent limitations of internal financial controls with reference to Consolidated financial statements, 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 with reference to Consolidated financial statements to future periods are subject to the risk that the internal financial controls with reference to Consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For Aditya Agarwal & Associates
Chartered Accountants
FRN: 004568C

Micky Bhatia
(Partner)
Membership No. 438412

Place: New Delhi
Date: 28th May, 2022
UDIN: 22438412AMPQBA4419

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefpl2015@gmail.com ; Tel. : +91-11-40525757

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

CONSOLIDATED BALANCE SHEET AS AT 31-03-2022

Amounts In Lakhs

Particulars	Note	Amounts As at Mar 31, 2022	Amounts As at March 31, 2021
A Assets			
1 Non-current assets			
a) Property, plant and equipment	1	383.33	436.79
b) Capital work-in-progress	1A	184.53	18.20
c) Right to Use Assets	1A	-	-
d) Investment properties	2	252.30	227.30
e) Intangibal assets	-		-
f) Financial assets			
i) Investments	3	-	-
ii) Trade Receivables			
iii) Loans	-	-	-
iv) Other financial assets	4	674.32	637.22
g) Deferred tax assets (net)	5	27.53	35.86
h) Other non-current assets	6	4,741.74	824.40
Total non-current assets		**6,263.74**	**2,179.76**
2 Current assets			
a) Inventories	7	81.20	81.20
b) Financial assets			
i) Investments		-	-
ii) Trade Receivables	8	2,080.77	2,047.13
iii) Cash and cash equivalents	9	2,242.74	3,205.90
iv) Bank balances other than cash and cash equivalents above	10	-	980.00
v) Loans	11	25,641.51	26,381.37
vi) Other financial assets	12	-	0.87
c) Current tax assets (net)		-	-
d) Other current assets	13	269.71	306.54
Total Current assets		**30,315.92**	**33,003.02**
Total Assets		**36,579.67**	**35,182.79**
B EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	14	1.05	1.05
b) Other equity	15	36,301.54	35,098.72
Equity attributable to the owners of Health care Energy Foods Private Limited		36,302.59	35,099.77
Non Controlling Interest			
Total equity		**36,302.59**	**35,099.77**
Liabilities			
1 Non-current liabilities			
a) Financial liabilities			
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	0.11	0.11
c) Deferred tax liabilities (net)		-	-
d) Other non-current liabilities		-	-
Total non-current liabilities		**0.11**	**0.11**
2 Current liabilities			
a) Financial liabilities			
i) Borrowings			-
ii) Trade payables	17		
(A)Total outstanding dues of micro enterprises and small enterprises; and		-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		-	0.97
iii) Other financial liabilities	18	4.65	15.50
b) Other current liabilities	19	1.10	1.84
c) Provisions	20	100.86	64.60
d) Current tax liabilities (net)	21	170.36	-
Total current liabilities		**276.97**	**82.92**
Total liabilities		**277.08**	**83.03**
Total equity and liabilities		**36,579.67**	**35,182.80**

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For Aditya Agarwal & Associates

Chartered Accountants

For Health Care Energy Foods Private Limited

(CA Micky Bhatia)
Partner
Membership No. 438412
Firm Registration No. 004568C
UDIN- 22438412AMPQBA4419

(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: 28/05/2022

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefpl2015@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, 2022

Particulars	Note	Amounts In Lakhs Figures for the Current reporting period ended on 31-03-2022	Amounts In Lakhs Figures for the Previous reporting period ended on 31-03-2021
INCOME			
Revenue from operations	22	187.78	8,804.81
Other income	23	1,651.81	1,293.45
Total Income		**1,839.59**	**10,098.25**
EXPENSES			
Cost of material consumed	24	-	7,274.27
Change in inventories of finished goods,	25	-	1.79
Employee benefits expenses	26	18.32	364.80
Finance costs	27	-	0.07
Depreciation and amortisation expenses	1A	44.36	68.67
Other expenses	28	124.81	1,534.08
Total expenses		**187.49**	**9,243.68**
Profit before expectional items and tax		**1,652.10**	**854.57**
Exeptional items		-	-
Profit before tax		**1,652.10**	**854.57**
Tax expenses			
Current tax		441.05	340.13
Deferred tax		8.31	34.74
Tax of Earlier Year		-	-7.40
Total expenses		**449.35**	**367.48**
Profit for the year		**1,202.75**	**487.09**
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 I (loss) on defined benefit plans		**0.10**	**20.30**
iii) Income tax related to item no (ii) above		**0.02**	**5.11**
b) Items that will be reclassified to profit and loss			
i) Effective portion of gain I (loss) on cash flow hedges			
ii) Income tax related to item no (i) above			
Other Comprehensive Income, net of tax		**0.07**	**15.19**
Total Comprehensive Income for the year		**1,202.82**	**502.28**
Profit is attributable to :			
Owner of the Company		**1,202.75**	**487.09**
Non-controlling interest		-	-
		1,202.75	**487.09**
Other Comprehensive Income is attributable to :			
Owner of the Company		**0.07**	**15.19**
Non-controlling interest		-	-
		0.07	**15.19**
Total Comprehensive Income is attributable to :			
Owner of the Company		**1,202.82**	**502.28**
Non-controlling interest		-	-
		1,202.82	502.28
Earnings per Equity share	29	**11,454.74**	**4,638.95**
Basic and diluted earning Rs. Per equity share of Rs. 10 each		**11,454.74**	**4,638.95**

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For Aditya Agarwal & Associates
Chartered Accountants

For Health Carg Energy Foods Private Limited

(CA Micky Bhatia)
Partner
Membership No. 438412
Firm Registration No. 004568C
UDIN- 22438412AMPQBA4419

(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: 28/05/2022

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 Cash Flow Statement for the year ended 31-03-2022

Particulars	F.Y. 2021-22 Amount (In Lakhs)	F.Y. 2020-2021 Amount (In Lakhs)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit before tax	1,652.10	854.57
Adjustments for Non-Cash Items / Non-Operating Items:		
Add: Depreciation	44.36	68.67
Add: Interest Expense	-	0.07
Less: Profit on sale of Fixed Asset	-	-
Add: Gratuity(Net of Payment)	0.10	(82.41)
Less: Interest Income	1,649.20	1,271.62
NET PROFIT FROM OPERATING ACTIVITIES BEFORE WORKING CAPITAL CHANGES	47.36	(430.71)
Changes in current assets and liabilities:		
Change in Current Assets		
Inventories	-	686.87
Trade Receivable	(33.64)	(42.91)
Short Term Loans And Advances	-	-
Other Financial Assets	0.87	579.36
Other Current Assets	36.83	10.58
Change in Current Liabilities		
Short Term Borrowing	-	-
Trade Payable	(0.97)	(391.99)
Other Financial Liabilities	(10.85)	(31.47)
Other Current Liabilities	(0.75)	(57.98)
Other Provision	38.10	61.34
Provision for Employee benefits	(1.84)	(32.43)
NET CASH GENERATED FROM OPERATING ACTIVITIES BEFORE INCOME TAX	75.12	350.66
Less: Income Tax Paid/ TDS (including Income Tax Demand)	270.69	373.96
NET CASH GENERATED FROM OPERATING ACTIVITIES	(195.56)	(23.30)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of PPE	(166.33)	(0.77)
Purchases of Investment Property	(25.00)	(227.30)
Sale of PPE	9.10	0.22
Increase in Non Current Financial Assets	(37.10)	(616.61)
Increase in Non Current Assets	(3,917.34)	(127.29)
Interest Income	1,649.20	1,271.62
Bank balance other than Cash & Cash Equivalent	980.00	(130.00)
Loans & Advance to others	739.87	(662.81)
NET CASH USED IN INVESTING ACTIVITIES	(767.59)	(492.93)
CASH FLOW FROM FINANCING ACTIVITIES		
BuyBack Of Shares	-	-
Secured Loans	-	-
Dividend Paid	-	(52.50)
Payments towards Lease Liability	-	(2.96)
Interest Expense	-	(0.07)
NET CASH USED IN FINANCING ACTIVITIES	-	(55.53)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(963.15)	(571.77)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	3,205.90	3,777.66
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	2,242.74	3,205.90

Reconciliation of liabilities arising from financing activities

Particulars	Short term borrowings	Long term borrowings	Lease liabilities	Total
As at April 01, 2021	-	-	-	-
Cash flows				
Lease rental paid	-	-	-	-
Receipt of loan	-	-	-	-
Repayment of loan	-	-	-	-
				-
Non cash changes				-
Interest on liability component of compound fin	-	-	-	-
Additions of lease liabilities	-	-	-	-
Interest expense on lease liabilities	-	-	-	-
	-	-	-	-

Reconciliation of liabilities arising from financing activities

Particulars	As at 01 April 2021	Cash flows	Non cash changes	As at 31 March 2022
Short term borrowings	-	-	-	-
Long term borrowings	-	-	-	-
Lease liabilities	-	-	-	-

1. The Above Cash Flow Statement has been prepared under the "Indirect Method" and provide reconciliation of financing activity.
2. Figures in bracket indicate cash outgo, except for adjustments for operating activities.

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date
For Aditya Agarwal & Associates
Chartered Accountants

For Health Care Energy Foods Private Limited

(CA Micky Bhatia)
Partner
Membership No. 438412
Firm Registration No. 004568C
UDIN- 22438412AMPQBA4419

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

(Ankur Rawat)
Director
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Place : New Delhi
Date: 28/05/2022

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E-mail ID- hcefpl2015@gmail.com : Tel. : +91-11-40525757
REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

NOTES OF BALANCE SHEET

Amounts In Lakhs

PARTICULARS	As on 31.03.2022	As on 31.03.2021
NOTE-2 : INVESTMENT IN PROPERTY		
GOA Property	252.30	227.30
	252.30	**227.30**
NOTE-3 : INVESTMENT		
a) other Investment	-	-
TOTAL	-	-
NOTE-4 : OTHER FINANCIAL ASSETS		
a) Security Deposits	20.45	20.24
b) Security Deposit with ICDS (Lien Marked FDR in favour of ICDS)	653.87	616.98
TOTAL	**674.32**	**637.22**
NOTE-5 : DEFERRED TAX ASSETS(liability)(net)		
Opening Balance	35.86	75.72
Add(Less):Created/(Written Off) during The Year	-8.33	-39.86
Closing Balance Deffered Tax Assets/(Liability)	27.53	35.86
	27.53	**35.86**
NOTE-6 : OTHER NON-CURRENT ASSETS		
a) U.P. VAT Deposit under Protest	30.31	30.31
b) GST deposit under Protest	5.32	5.32
c) Advance for Purchase of Immovable Property	4,637.61	637.61
d) Advance for Interior Work of Immovable Property	61.40	119.13
e)Advance Given to Turnest Capital Pvt Ltd	-	18.00
f)Advance Given to Uday Kaul	-	7.00
g)Security Deposit -Society at GOA	6.03	6.03
h) Fixed Deposit for Security Deposit(VAT)	1.07	1.01
	4,741.74	**824.40**
CURRENT ASSETS		
NOTE-7 : INVENTORIES		
a) Raw Material	-	-
b) Finished Goods	-	-
c) Packing Material	-	-
d) Fuel & Oil	1.49	1.49
e) Consumable Store	79.71	79.71
f) Empty Bags & Refrection	-	-
TOTAL	**81.20**	**81.20**
NOTE - 8 : TRADE RECEIVABLE		
Unsecured, (Considered good & Less than Six Months)		
Director ICDS Lucknow	33.64	-
Janta Logistics (Lease Rent)	-	-
Smriti Products (P) Ltd	-	2.23
Unsecured, (Considered good & More than Six Months)		
Director ICDS Lucknow	2,044.90	2,044.90
Smriti Products (P) Ltd	2.23	
TOTAL	**2,080.77**	**2,047.13**

NOTE-9 : CASH AND CASH EQUIVALENTS

a) Balance with banks		
i) Balance with schedule banks	393.80	1,653.31
ii) Fixed Deposit with Bank	1,848.10	1,550.87
b) Cash in Hand	0.84	1.72
TOTAL	**2,242.74**	**3,205.90**

NOTE -10: BANK BALANCE OTHER THEN CASH & CASH EQUIVALENTS

Fixed Deposts with bank (maturity more than 3 months upto 12 month)	-	980.00
TOTAL	**-**	**980.00**
	2,242.74	**4,185.90**

NOTE -11 : SHORT TERM LOAN AND ADVANCES

Loans Receivables considered good – Unsecured:

(Unsecured Loan Repayable on Demand)

a) Loan to Beta Edibles Processing Private Limited	2,074.35	4,986.27
b) Loan to WorldWide Holdings limited	23,567.15	21,395.10
TOTAL	**25,641.51**	**26,381.37**

NOTE -12 : OTHER FINANCIAL ASSETS

a) Advance to Supplier	-	0.87
b) Security Deposit (Including Accrued Interest) with ICDS (Lien Marked FDR of ICDS)	-	-
TOTAL	**-**	**0.87**

NOTE-13 : OTHER CURRENT ASSETS

Advance to Employees	-	0.31
Advance given for CSR Initiative	200.11	200.00
Electronic Cash Ledger GST	64.85	30.83
Electronic Credit Ledger GST	0.07	1.33
Fastag Wallets	-	0.02
GST TDS Receivable	-	66.57
Income Tax Refundable for FY 2020-21	1.62	1.62
Input Tax Credit Receivable	0.13	0.05
Interest accrued but not due	1.47	1.19
Other Current Expenses	0.04	0.06
Prepaid Expenses	1.41	4.57
TOTAL	**269.71**	**306.54**

NOTE-15 : RESERVE & SURPLUS

a) Reserves:				
Capital Redemption Reserve		1.45		1.45
b) Surplus:				
Profit & Loss Account				
Opening Balance	35,097.27		34,647.49	
Less:Capital Redemption Reserve	-		-	
Less:Premium on Redemption	-		-	
Add: Other Comprehensive Income(OCI)	0.07		15.19	
Add: Current year Profit	1,202.75		487.09	
Less:Dividend Paid	-	36,300.09	52.50	35,097.27
TOTAL		**36,301.54**		**35,098.72**

NON CURRENT LIABILITIES

NOTE-16 : LONG TERM PROVISION

Provision for Gratuity		0.11		0.11
		0.11		**0.11**

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		-		0.97
		-		**0.97**

NOTE-18 : OTHER FINANCIAL LIABILITEIES

a) Lease Liability		-		-
b) Other Creditor		2.12		3.41
c) Expenses Payable		2.53		12.09
TOTAL		**4.65**		**15.50**

NOTE-19 : OTHER CURRENT LIABILITEIES

a) Expenses Payable		0.09		0.61
b) Duties & Taxes Payable		1.01		1.24
TOTAL		**1.10**		**1.84**

NOTE-20 : SHORT TERM PROVISION

Provision For Bonus		1.42		3.27
CSR Expenditure to be Spent		99.44		61.34
Provision For Gratuity		0.00		0.00
TOTAL		**100.86**		**64.60**

NOTE-21 : Current Tax Liabilities (Net)

Provision for Current Tax	441.05		340.13	
Less: Advance Tax	100.00		50.00	
Less: Tax Collected at Source	0.00		0.32	
Less: Tax deducted at Source	170.69	170.36	291.43	-
TOTAL		**170.36**		**-**
		-		

NOTES OF STATEMENT OF PROFIT &LOSS

PARTICULARS

NOTE - 22: REVENUE FROM OPERATION

Sales - ICDS Food Supplements		187.78		8,324.42
Sales - Empty Bags				35.70
Sales - Refraction & Others				12.55
Sales-Other Goods				432.13
TOTAL		**187.78**		**8,804.81**

NOTE - 23 : OTHER INCOME

Interest Earned		1,649.20		1,271.62
Commission Receipt		0.18		0.15
Late Delivery Deduction		-		-
Lease Rental Income(Trucks)		-		21.60
Miscellaneous Income		-		0.08
Profit on Sale of Fixed Assets		-		-
Sundry Balance Written Off		2.43		-
TOTAL		**1,651.81**		**1,293.45**

NOTE - 24 : COST OF MATERIAL CONSUMED

Opening Stock of Raw Material		-		651.15
Purchase - Edible Vegetable Oil		-		1,186.27
Purchase - Ground Nut		-		400.11
Purchase - Skimmed Milk Powder		-		817.66
Purchase - Soya Bengal Gram Mix(Laddu)		-		310.61
Purchase - Soya Bengal Gram Mix(WF)		-		478.59
Purchase - Soya Ragi Mix(MD)		-		389.87
Purchase - Soya Ragi Mix(ND)		-		351.49
Purchase - Spice Mix		-		61.32
Purchase - Sugar		-		1,023.22
Purchase - Toor Dal		-		474.05
Purchase - Vitamin & Miniral		-		140.53
Purchase - Wheat		-		545.72
Purchase - Whole Milk Powder		-		443.68
		-		7,274.26
Less : Closing Stock of Raw Material		-		-
		-		**7,274.27**

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		-		1.79
Less: Closing Stock of Gunny Bags		-		-
Increase (Decrease) in Stock		-		1.79

NOTE- 26 : EMPLOYEE BENEFIT EXPENSES

Admin. Charges -PF		0.09		1.09
Bonus on Salary & Wages		1.42		23.09
Director's Remuneration				19.80
Employer's Contt. to P.F.		0.72		12.24
Ex-gratia		0.28		0.76
Gratuity		0.10		7.07
Retirement Benefit		-		69.69
Salary		14.64		124.00
Staff Welfare Expenses		1.06		6.27
Wages				100.79
		18.32		**364.80**

NOTE- 27 :FINANCE COST

Interest on Lease Liability		-		0.07
		-		**0.07**

NOTE- 28 : OTHER EXPENSES

A : MANUFACTURING EXPENSES

Consumable Lab		-		0.46
Consumable Store	-	-	15.10	11.49
Add : Opening Stock	79.71		76.10	
Less : Closing Stock	79.71		79.71	
Frieght Inward		-		41.81
Insurance Exps- Factory		0.71		3.90
Loading & Unlaoding Expenses		-		81.64
Packing Material	-	-	220.94	257.97
Add : Opening Stock	-		37.03	
Less : Closing Stock	-		-	
Power & Fuel	-	-	72.41	72.91
Add : Opening Stock	1.49		2.00	
Less : Closing Stock	1.49		1.49	
Repair & Maintanance - Plant & Machinery		0.22		0.48
Repair & Maintanance - Building		-		0.62
Sample & Testing Charges		-		20.06
TOTAL (A)		**0.93**		**491.35**

B : ADMINISTRATION & SELLING EXPENSES

Payment to Auditor as		1.38		2.34
a) Auditor	1.38		2.34	
b) for Certification Charges	-		-	
Bank Charges		0.02		0.03
Books & Periodicals		0.03		0.10
Computer Software & Maintenance		0.10		0.73
Conveyance		0.08		3.39
CSR Expenses		66.28		591.16
Deduction by ICDS		-		21.30
Demat A/c Charges		0.26		0.16
Electricity and Water Expenses		18.75		2.74
ESI & PF on Security Charges		0.04		0.22
Fee, Rate & Taxes		2.16		1.55
Festival Expenses		0.00		0.72
Freight & Cartage		0.01		0.23
Freight Outward		-		319.19
Guest House Expenses		0.00		1.79
House Keeping Expense		-		1.09
Insurance Expenses		5.47		1.96
Intt on Statutory Dues and Late Fees		0.16		1.03
Internet & Networking Expense		0.18		0.34
Legal & Professional Charges		4.54		15.62
Loss on Sale of Fixed Assets		0.51		
Lift & AMC Charges		0.48		0.12
Medical Expenses		0.00		0.31
Office Expenses		0.34		6.68
Postage & Couriers Charges		0.02		0.22
Printing & Stationery		0.05		1.64
Preliminary Expense W/off		0.02		0.02
Rent Expenses		7.29		17.24
Repair & Maintenance		0.25		1.23
Reversal of GST Credit		-		0.73
ROC Fees		4.14		0.07
Security Charges		6.38		27.09
Sundry Balance Written off		-		0.15
Tax for Earlier Years(Indirect)		-		2.67
Telephone Expenses		0.38		2.35
Tours & Travelling Expenses		-		1.16
Vehicle Running & Maintenance		4.55		15.34
TOTAL (B)		**123.88**		**1,042.73**
GRAND TOTAL (A+B)		**124.81**		**1,534.08**

NOTE- 29 : Earning Per Share

(i) Net Profit After Tax as Profit & Loss	1,202.75	487.09
(ii) Weighted Average number of equity shares	10,500.00	10,500.00
(iii) Basic & Diluted Earning Per Share	11,454.74	4,638.95
(iv) Face Value of Shares	**10.00**	**10.00**

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

CIN : U70109DL2007PTC161756

E-mail ID- hcefpl2015@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, 2022

A Equity share capital

Particulars	Note	Amount
As at March 31,2021	14	1.05
Change in equity share capital during the year		-
As at March 31,2022	14	1.05

B Other equity

Particulars	Reserve and surplus			Other reserves		Total other equity
	Securities premium reserve	Capital Redemption Reserve reserve	Retained earnings	FVOCI equity Instruments	Effective portion of cash flow hedges	
As at March 31, 2020	-	1.45	34,647.49	-	-	34,648.94
Profit for the year	-	-	487.09	-	-	487.09
Other Comrehensive Income	-	-	15.19	-	-	15.19
Total Comprehensive Income for the year			502.28			502.28
Transfer to retained earnings on disposal of FVOCI Equity Instrument	-	-	-	-	-	-
Hedging gain I (loss) reclassified to Statement of Profit & Loss	-	-	-	-	-	-
Transactions with owners in their capacity as owners:						
Income Tax Demand For FY 2012-13			-			-
Dividend paid	-	-	52.50	-	-	52.50
As at March 31, 2021	-	1.45	35,097.27	-	-	35,098.72
Profit for the period	-	-	1,202.75	-	-	1,202.75
Other Comrehensive Income	-	-	0.07	-	-	0.07
Total Comprehensive Income for the			1,202.82			1,202.82
Transfer to retained earnings on	-	-	-	-	-	-
Hedging gain I (loss) reclassified to	-	-	-	-	-	-
Transactions with owners in their						
Income Tax Demand For FY 2012-13			-			-
Less : Dividend paid (including dividend distribution tax)	-	-	-	-	-	-
As at March 31, 2022	-	1.45	36,300.09	-	-	36,301.54

The accompanying Notes form an integral part of the Financial Statement

As per our attached report of even date

For Aditya Agarwal & Associates
Chartered Accountants

For Health Care Energy Foods Private Limited

(CA Micky Bhatia)
Partner
Membership No. 438412
Firm Registration No. 004568C
UDIN- 22438412AMPQBA4419

(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: 28/05/2022

HEALTH CARE ENERGY FOODS PRIVATE LIMITED
CIN : U70109DL2007PTC161756
E-mail ID- hcefpl2015@gmail.com : Tel. : +91-11-40525757
REGISTERED OFFICE : B-143, OKHLA INDUSTRIAL AREA, PHASE-I, NEW DELHI-110020

NOTE 14: SHARE CAPITAL

(A) Authorised, Issued, Subscribed and paid up share capital

Amounts In Lakhs

PARTICULARS	AS AT 31-03-22	AS AT 31-03-2021
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	1.05	1.05
10500 EQUITY SHARES OF Rs. 10/- EACH		
(Previous Year 10500 Equity Shares of Rs. 10/- each)		
	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 2022		31st March 2021	
	No. of Shares	Amounts	No. of Shares	Amounts
At the beginning of the period	10,500	105,000	10,500	105,000
Add:Issued during the period	-	-	-	-
Less:bought back during the period	-	-	-	-
At the end of the period	10,500	105,000	10,500	105,000

Shares Bought back

PARTICULARS	31st March 2022		31st March 2021	
	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 prefrential 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 2022		31st March 2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
M/s Sai Capital Ltd.	10,300	98.10	10,300	98.10

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

	AS AT 31-03-2021	AS AT 31-03-2020	AS AT 31-03-2019	AS AT 31-03-2018	AS AT 31-03-2017
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	NIL

NOTE 1 :PROPERTY PLANT AND EQUIPMENT

Amounts In Lakhs

PROPERTY PLANT AND EQUIPMEN	AS AT 31.03.2022	AS AT 31.03.2021
LAND	52.73	52.73
BUILDING	183.61	198.06
ROAD	0.23	0.23
PLANT AND MACHINERY	105.79	118.98
TRANSFORMER	4.83	6.42
OFFICE EQUIPMENT	1.74	2.31
LAB EQUIPMENT	0.47	0.61
Furniture & Fixtures	1.47	1.79
Computer & Accessories	0.51	0.62
Vehicles	31.94	45.95
Truck	0.00	9.11
TOTAL	**383.33**	**436.80**

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, 2021	52.73	452.68	4.55	860.46	96.67	26.76	7.30	19.67	10.12	135.97	182.26
Additions	-	-	-	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-	-	-	182.26
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2022	52.73	452.68	4.55	860.46	96.67	26.76	7.30	19.67	10.12	135.97	0.00

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, 2021	-	254.61	4.32	741.49	90.25	24.45	6.69	17.88	9.50	90.02	173.16
Eliminated on Disposal	-	-	-	-	-	-	-	-	-	-	173.16
Depreciation Expenses	-	14.45	-	13.18	1.59	0.57	0.13	0.32	0.10	14.01	-
Adjustments	-	-	-	-	-	-	-	-	-	-	
Balance as at March 31, 2022	-	269.07	4.32	754.67	91.84	25.02	6.83	18.20	9.61	104.03	-

Net Book Value as at March 31, 2021	52.73	198.06	0.23	118.98	6.42	2.31	0.61	1.79	0.62	45.95	9.10
Net Book Value as at March 31, 2022	52.73	183.61	0.23	105.79	4.83	1.74	0.47	1.47	0.51	31.94	0.00

HEALTH CARE ENERGY FOODS PRIVATE LIMITED

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

AS PER COMPANIES ACT, 2013

NOTE -1A : DEPRECIATION

S. No.	Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK	
		As on 01.04.2021	Additions	Deletion	As on 31.03.2022	Up to 01.04.2021	Deletion	Apr-Mar 2022	Dep. Adjusted to Comply with Provision of Schedule-II of Co. Act - 2013	Total	As on 31.03.2022	As on 31.03.2021
1	Land	52.73		-	52.73	-	-	-	-	-	52.73	52.73
2	Building	452.68		-	452.68	254.61		14.45	-	269.07	183.61	198.06
3	Road	4.55		-	4.55	4.32		-	-	4.32	0.23	0.23
4	Plant & Machinery	860.46	-	-	860.46	741.49		13.18	-	754.67	105.80	118.98
5	Transformer	96.67	-	-	96.67	90.25		1.59	-	91.84	4.83	6.42
6	Office Equipment	26.76	-	-	26.76	24.45	-	0.57	-	25.02	1.74	2.31
7	Lab Equipments	7.30	-	-	7.30	6.69	-	0.13	-	6.83	0.47	0.61
8	Furniture & Fixture	19.67	-	-	19.67	17.88	-	0.32	-	18.20	1.47	1.79
9	Computer	10.12	-	-	10.12	9.51	-	0.10	-	9.61	0.50	0.61
10	Vehicle	135.97	-	-	135.97	90.02	-	14.01	-	104.03	31.94	45.95
11	Trucks	182.26		182.3	0.00	173.16	173.16	-	-	-	0.00	9.10
TOTAL (Rs.)		**1,849.17**	-	182.26	**1,666.91**	1,412.39	**173.16**	**44.36**	-	**1,283.6**	**383.33**	**436.79**
PREVIOUS YEAR (Rs.)		1,851.20	0.77	2.79	1,849.17	1,349.06	2.57	65.88	-	1,412.39	436.80	502.15

Capital WIP	Op Balance	Purchase	Capitalised	Closing
Plant and Machinery	18.20	-	-	18.20
Building		166.33		166.33
Total	**18.20**	**166.33**	-	**184.53**

Amortisation on Right of Use of Assets (Lease Assets)

S. No.	Particulars	Opening ROU As on 01-04-2020	Addition	Deletion	Gross ROU as on 31-03-2021	Amortisation	Net ROU as on 31-03-2021
1	Lease of Property	-	-	-	-	-	-

44.36

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.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 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 readwiththe 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 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, Divison 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 2022

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

As at 31st March 2021

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

e. 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.

(d) Use of Estimates and Judgments

The preparation of consolidatedfinancial statements in conformity with the recognition and measurement principles ofInd 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 thecontract. The control of the goods is transferred upon delivery to the customers either at factory gate of theGroup or specific location of the customer or when the goods are handed over to the freight carrier, as per theterms of the contract. A receivable is recognised by theGroupwhen the goods are delivered to the customer asthis represents the point in time at which the right to consideration becomes unconditional, as only the passage oftime is required before payment is due.

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

Revenue is measured based on the consideration to which theGroup expects to be entitled as per contractwith a customer. The consideration is determined based on the price specified in the contract, net of the estimatedvariable 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 asignificant reversal will not occur.

Revenue excludes any taxes or dutiescollected 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 interestrate is the rate that exactly discounts estimated future cash receipts through the expected life of the financialasset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Groupestimates 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 theGroup 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 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 theConsolidated statement of Profit and Loss except when they relate to items that are recognized outsideConsolidated profit or loss, in which case tax is also recognized outsideConsolidated 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.

- **Capital Work-in-Progress:**

Property Plant & Equipment, which are not ready for intended use as on the date of Balance Sheetare 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.

- **Disposal or Retirement of PPE:**

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.

- **Depreciation:**

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.

(l) 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, theGroup 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 aterm 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 valueof 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 measuredat 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 Grouphave the policy of leave encashment when the earned leave become due.

(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 Consolidated Balance sheet as per IND AS 1.

Post-employment benefit plans

i. Defined contribution plan:

The Group pays provident fund contribution to the appropriate government authorities. The company has no further payment obligations once the contribution has been paid. The contributions are accounted for as defined contribution plan and the contribution is recognised as employee benefit expenses when they are due.

ii. Defined benefit plan:

Defined benefit plans of the company comprises gratuity.

The Group has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plans provides for a lump sum payment to vested employees retirement, death while in employment or on termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs upon completion of five year of service. The gratuity plan of the company is unfunded.

The liability recognised in the Consolidated Balance Sheet in respect of defined benefit plan is the present value of the defined benefit obligation at the end of reporting period. The defined benefit obligation is calculated by actuary using the projected unit credit method.

The present value of the defined obligation is determined by discounting the estimated future cash outflow by reference to market yield at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation. This cost and other cost are included in employee benefit expenses in the Consolidated Statement of Profit and Loss.

Remeasurment gain and losses arising from experience adjustment and changing in actuarial assumptions are recognised in the period in which they are occur, directly in other comprehensive income. They are included in "other equity" in the Consolidated Statement of Change in Equity and in the Consolidated Balance Sheet.

Changes in present value of the defined benefit obligation resulting from settlement or curtailments are recognised immediately in the Consolidated Statement of Profit and Loss as past service cost.

(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) Investment in property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Upon initial recognition, an investment property is measured at cost. Subsequent to initial recognition, investment property is measured at cost less accumulated depreciation and accumulated impairment losses, if any. Any gain or loss on disposal of an investment property is recognised in statement of profit and loss.

b) Financial Asset

I. Classification

The **Group** classifies its financial asset in the following measurement categories

(i) those to be measured subsequentlyat 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 assetsmeasured 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 asset is measured at the amortized cost if both the following conditions are met:

1. The assets are 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 andcollecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fairvalue through other comprehensive income. Fair value movements are recognised in the OCI. Interest income measuredusing the EIR method and impairment losses, if any are recognised in the Consolidated Statement of Profit and Loss. Onderecognition, cumulative gain | (loss) previously recognised in OCI is reclassified from the equity to other income in theConsolidated 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 aremeasured 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 berecognised 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 ConsolidatedStatement 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 Statement of Profit and Loss.

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.

c) 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.

d) 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 qualifyingasset 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. 60,00,000/- p.a. or employee for a part of the year Rs.5,00,000/-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 theholding 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 theholding company with ICDS.

On account of Statutory Dues:

Following Disputes of Holding company are pending on which the company has not deposited following amounts due 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.

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. 2,59,781/-.

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

VI. Capital Commitments

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

a. 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.2510.61 Lakhs (including TDS) to the seller. The Balance amount of Rs.264.39 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.

b. The Holding Company has entered in to an agreement dated 03-10-2021 to purchase of commercial land for Rs. 2700 Laks. Against which the company has given an advance of Rs. 2000.00 Lakhs (Including TDS) to the seller. The Balance amount of Rs. 700 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 term and condition of the above agreement.

VII. Note on Going Concern assumption of the Holding Company

The Company is principally engaged in the business of manufacturing of Micronutrients Fortified Energy Dense Food against fixed rates and term contract with ICDS Department, Government of UP. The said contract which has expired in the month of August 2020.

Management is exploring new customers and is expecting fresh tender to be floated soon and intends to starts its manufacturing activities on availability of tenders and customers.

Management believes that the company will be able to continue operation as a going concern and meet all its liabilities, as they fall due for payment in the foreseeable future. Company business strategies and operating plan of the company provides assurance that the company will continue to generate adequate cash flow to meet all its liabilities as they fall due.

Accordingly, the management is confident that the financial statement does not require any adjustment and are continued to be prepare on a going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business.

VIII. Earnings Per Share

In accordance with Ind-AS 33 "Earning Per Share" BasicEarnings 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, 2022**	**For the year ended March 31, 2021**
Net Profit (Loss)(in Lakhs)	1202.75	487.09
No. of Equity shares	10500	10500
Basic & Diluted EPS (in Rs.)	11454.74	4638.95

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

As per IND AS-12 onAccounting for Income Tax the Deferred Tax Assets as at 31st March, 2022 comprises of the following:

	FY 2021-22	**FY 2020-21**
Related to Property, Plant & Equipment	Rs.27.14 Lakhs	Rs.35.01 Lakhs
Related to Gratuity	Rs.00.03 Lakhs	Rs.00.03 Lakhs
Related to Unpaid Bonus	Rs.00.36 Lakhs	Rs.00.82 Lakhs
Income Tax Rate	25.168%	25.168%
Deferred Tax Assets as on 31.03.2022	Rs 27.53 Lakhs	Rs 35.86 Lakhs
Income Tax on Remeasurment gain / (loss) on defined benefit plans	Rs8.33 Lakhs	Rs5.11Lakhs

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, 2022 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 31,2022 (Amount in Lakhs)**	**As at March 31,2021 (Amount in Lakhs)**
Principal amount due to supplier registered under the MSMED Act and remaining unpaid as at year end	NIL	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	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	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	NIL
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 Holding company during the year.
Rs 66.28Lakhs.

(b) Amount approved by the Board of Directors to be spent during the year-
Rs 66.28 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	28.18 Lakhs	NIL	NIL

(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**

(d) During the Current Year an amount of Rs.99.44 Lakhs has been shown as CSR Expenses payable. Against this payable amount the Company has given a donation of Rs.200 Lakhs to a Charitable Trust in preceeding Financial Year. The Charitable has not utilized the amount of Rs.200 Lakhs. Hence this amount of Rs.200 Lakhs paid during the preceeding year has been shown as advance given for CSR purpose.

XII. **Retirement benefit obligation**

Change in present value of Obligation

Amounts in Lakhs

Particulars	For the period ending 31 March, 2022	For the period ending 31 March, 2021

Present value of obligation as at the beginning	0.11	102.82
Current service cost	0.09	0.11
Interest Expense or cost	0.01	6.96
Actual Return on Plan Assets	0.00	N.A
Benefits Paid	0.00	(89.48)
Acturial (Gain)/Loss on Obligation	(0.10)	(20.30)
Closing Value of Obligation	0.11	0.11

Change in the fair value of plan assets are as follows

Amounts in Lakhs

Particulars	**Gratuity**	
	For the period ending 31 March, 2022	**For the period ending 31 March, 2021**
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, 2022	**For the period ending 31 March, 2021**
Current Service Cost	0.09	0.11
Interest Cost	0.01	6.96
Expected Return on Plan Asset	N.A	N.A
Acturial (Gain)/Loss on Obligation, Recognised in OCI	(0.10)	(20.30)
Net benefit Expense	0.00	(13.23)
Recognised in Profit & Loss	0.10	7.07
Recognised in OCI	(0.10)	(20.30)

Movement in the liability recognised in the Balance Sheet

Amounts in Lakhs

Particulars	**Gratuity**	
	For the period ending 31 March, 2022	**For the period ending 31 March, 2021**
Opening Net Liability	0.11	102.82
Current Year Expense	0.00	(102.71)
Closing Net Liability	0.11	0.11

Actuarial Assumption

Particulars	Gratuity	
	For the period ending 31 March, 2022	**For the period ending 31 March, 2021**
Mortality Table	(2012-2014)	(2012-2014)
Discount Rate	7.45%	7.08%
Rate of Escalation in salary per annum	2.50%	2.50%
Expected Rate of return on plan assets	N.A.	N.A.

XIII. Dividends

The Holding company has not paid dividend during the current financial year.

XIV. 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.**

XV. **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.

Lease liability has been measured at present value of the remaining lease payments and discounted at incremental borrowing rate @12% as on April 01, 2020. The comparative information of previous year is not restated as permitted by IND AS 116

During the current financial there is only short term lease.

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

Particulars	**As at 31 Mar 2022**	**As at 31 Mar 2021**
As at 01 April 2021	0.00	2.79
Additions	0.00	0.00
Deletions	0.00	0.00
Depreciation/Amortisation	0.00	2.79
As at 31 March 2022	**0.00**	**0.00**

ii) FollowingMovement in Lease Liability:
Amounts in Lakhs

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
As at 01 April 2021	0.00	2.96
Additions	0.00	0.00
Deletions	0.00	0.00
Finance cost Accrued	0.00	0.04
Payment of Lease Liabilities	0.00	3.00
As at 31 March 2022	**0.00**	**0.00**

iii) Table below provides details regarding the contractual maturities of lease liabilities as at 31 March 2022:

Amounts in Lakhs

Particulars	Undiscounted Basis	Discounted Basis	Undiscounted Basis	Discounted Basis
	As at 31 Mar 2022	As at 31 Mar 2022	As at 31 Mar 2021	As at 31 Mar 2022
Less than one year	0.00	0.00	0.00	0.00
One to Five Year	0.00	0.00	0.00	0.00
More than Five Years	0.00	0.00	0.00	0.00
Total	**0.00**	**0.00**	**0.00**	**0.00**

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-23

XVI. Investment in Subsidiaries, Joint Ventures and Associates

During FY 2019-2020, Companyhas 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 Groupto Non Related Party

(I) The**Holding** Company has givenan unsecured Loan of which outstanding balance as on 31-3-2022 was Rs.23567.15 Lakhs (Previous year as on 31-3-2021 was Rs.21395.10 Lakhs) to Worldwide Holdings Limited (RBI Registered NBFC) at 6.00% 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**Holding** Company has given an unsecured Loan of which outstanding balance as on 31-3-2022 was Rs.2074.35 Lakhs (Previous year as on 31-3-2021 was Rs.4986.27Lakhs) to Beta Edibles Processing PrivateLimited at 6.00% 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) **Health Care Energy Foods Private Limited**

i. Mr.Devendra Singh (Whole Time Director)
ii.Mr. AnkurRawat(Director)
iii.Mrs. ShikhaArora(Independent Director) (Resigned on 17-4-2021)
iv.Mr.Kailash Chandra Sharma (Independent Director)
v. Mr. Kamlesh Gupta (Independent Director) (Join on 17.04.2021)

(ii) **Unisphere Industries Private Limited Company**
i.Mr. AnkurRawat(Director)
ii.Mrs. ShikhaArora(Director) (Resigned on 19-4-2021)
iii. Mr. Kamlesh Gupta (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	Transaction carried out during the Financial Year ending on		Outstanding Balance as on	
Remuneration Paid toKey Management Personal and their Relatives	**31.03.2022**	**31.03.2021**	**31.03.2022**	**31.03.2021**
Devendra Singh	0.00 Lakhs	22.15 Lakhs*	0.00 Lakhs	0.00 Lakhs
AnkurRawat	0.00 Lakhs	8.55 Lakhs*	0.00 Lakhs	0.00 Lakhs

*Including notice pay, Gratuity and Leave encashment

(ii) <u>Post Retirement Benefit</u>

Nature of Transaction	Outstanding Balance as on	
Gratuity Provision related to Key Management Personal	**31.03.2022**	**31.03.2021**
Post Retirement Benefit to Key Managerial Person (Director)	Nil	Nil

(iii) <u>Other Transactions</u>

Nature of Transaction	Term and Condition of Transaction	Transaction carried out during the Financial Year ending on		Outstanding Balance as on	
		31.03.2022	**31.03.2021**	**31.03.2022**	**31.03.2021**
Loan given/(Receipt) to/from Unisphere Industries Private Limited	Unsecured repayable on demand	(297.40) Lakhs	266.57 Lakhs	NIL	272.61 Lakhs
Interest received on loan from Unisphere Industries Private Limited	Interest is 6% per annuam	16.43 Lakhs	6.53 Lakhs	NIL	NIL
Dividend Paid to Sai Capital Limited	Dividend paid as and when approved by the Board	NIL	51.50 Lakhs	NIL	NIL
Investment in Preference	**1%**	300.00	NIL	300.00	NIL

share (OCCRPS) of – Unisphere Industries Private Limited	**Optionally Convertible Cumulative Redeemable Preference Shares on or before 10 years ("OCCRPS")**	Lakhs*		Lakhs	

- All transactions with related parties are made on terms equivalent to those that prevail in an arm's length transactions and within the ordinary course of business.

*As per Ind AS classification of OCCRPS:

- Equity component of compound financial instruments Rs. 210.48 Lakhs
- Liability component of compound financial instruments Rs. 89.52 Lakhs

XIX. <u>Investment in property:</u>

<u>Owner occupied property:</u> Company had acquired residential property at Goa for leasing and held for capital appreciation:

Relevant line item in Balance Sheet	Description of items of Property	Gross Carrying Value (Rs. in Lakhs)	Title Deed held in the name of	Whether title deed holder is a promoter, director or relative# of promoter*/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company**
Investment property	Residential Building (Land & Building)	252.30	Unisphere Industries Private Limited	N.A.	18-12-2020	N.A.

a) **Address of Property:**House No. ADG/19/309 at Village Curca, Bambolim and Talaulim, Taluka Tiswadi, Goa.

b) Due to property is under renovation and same has been completed during current financial year. So fair value of property is same as carrying amount.

c) Expenses of property reported as Under:

Nature of expenses	**Amount (Rs.in Lakhs)**
Interest on borrowing	16.43
Electricity Expenses	0.65
Lift AMC	0.48
Maintenance Charges	0.24

Water Charges	0.20
Total	**18.00**

d) There is no restriction in existence and amounts of restrictions on the realisability of investment property or the remittance of income and proceeds of disposal.

XX. 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 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 ofthe 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, 2022	As at March 31, 2021
Neither past due nor impaired		
Past due 1-30 days	NIL	NIL
Past due 31-90 days	33.64	NIL
Past due 91-120 days	NIL	NIL
Past due 121-180 days	NIL	NIL
Past due 181-360 days	NIL	2044.90

More than 360 days	2044.90	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 2242.74 lakhs as at March 31, 2022 (Previous Year Rs. 3205.90 Lakhs) and bank balance other than cash & cash equivalent is Rs 0.00 lakhs (Previous Year Rs. 980.00 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, 2022	**As at March 31, 2021**
Neither past due nor impaired		
Past 1-30 days	1710.13	1121.65
Past 31-90 days	Nil	Nil
Past 91-120 days	Nil	Nil
Past 121-180 days	1000.00	1241.57
Past 181-360 days	1125.00	1255.00
More than 360 days	21806.37	23035.76

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, 2022)	**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	0.00	0.00	0.00	0	0	0
Other payables	2.12	2.12	2.12	0	0	0
Other Expenses Payable	2.62	2.62	2.62	0	0	0
Duties & Taxes Payable	1.01	1.01	1.01	0	0	0

Non derivative financial liabilities (March 31, 2021)	**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	0.97	0.97	0.97	0	0	0
Other payables	3.41	3.41	2.44	0.97	0	0
Other Expenses Payable	12.35	12.35	12.35	0	0	0
Duties & Taxes Payable	0.75	0.75	0.75	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, 2022	As at March 31, 2021
Total Debt	-	-
Total equity	36302.59	35099.77
Debt - equity ratio	NA	NA

e. **Ratios:**

(Rs. in Lakhs)

Particulars	Numerator	Denominator	31-03-2022	31-03-2021	% Variance	Reason for Variance
(a) Current Ratio	Current Asset	Current Liabilities				
	30,315.92	276.97	109.46		72.50%	Note 1 (a)
	33,003.02	82.92		398.02		
(b) Debt-Equity Ratio	Total Debt	Shareholder's Equity				
	0.00	36,302.59	N.A.		N.A.	N.A.
	0.00	35,099.77		N.A.		
(c) Debt Service Coverage Ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses+ finance cost	Debt service = Interest & Lease Payments + Principal Repayments				
	1,247.11	0.00	N.A.		N.A.	N.A.
	555.83	0.04		13,895.82		
(d) Return on Equity Ratio	Net Profits after taxes	Average Shareholder's Equity				
	1,202.75	36,302.59	0.03		- 138.74%	Note 1 (b)
	487.09	35,099.77		0.01		
(e) Trade Receivables turnover ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable				
	187.78	2,080.77	0.09		97.90%	Note 1 (d)
	8,804.81	2,047.13		4.30		

(f) Trade payables turnover ratio	Other expenses + Employee benefit expenses	Average Trade Payable				
	N.A.	N.A.	N.A.			
	N.A.	N.A.		N.A.	N.A.	N.A.
(g) Inventory turnover ratio	Cost of Goods Sold	Average Inventory				
	N.A.	N.A.	N.A.			
	N.A.	N.A.		N.A.	N.A.	N.A.
(h) Net capital turnover ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities				
	187.78	30,038.95	0.01		97.66%	Note 1 (d)
	8,804.81	32,920.10		0.27		
(i) Net profit ratio	Net Profit after taxes	Net sales = Total sales - sales return				
	1,202.75	N.A.	N.A.			
	487.09	N.A.		N.A.	N.A.	N.A.
(j) Return on Capital employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt				
	1,652.10	36,302.59	0.05		-86.90%	Note 1 (c)
	854.64	35,099.77		0.02		
(k) Return on investment	Finance Income	Time weighted average Investment				
	N.A.	N.A.	N.A.		N.A.	N.A.
	N.A.	N.A.		N.A.		

Note 1(a) : During the year company has invested in non-current assets from cash and cash equivalents and other Bank balance and increase in provision and tax liability

Note 1(b) : Due to increase in interest income and Supplementary invoice of wheat rate difference which was related to previous financial year and decrease in other expenses as compare to preceeding financial year.

Note 1(c) : Due to increase in interest income and Supplementary invoice of wheat rate difference which was related to previous financial year and decrease in other expenses as compare to preceeding financial year.

Note 1(d) : Due to decrease in Sales in current financial year.

XXI. Fair Value Measurement

a) Financial Instrument by Category

Amounts in Lakhs

Particulars	As at 31 March 2022			As at 31 March 2021		
	FVPL	FVOCI	Amortised Cost	FVPL	FVOCI	Amortised Cost
Financial Assets						
(A) Non-Current						
(i)Investment other than Subsidiaries	Nil	Nil	Nil	Nil	Nil	Nil
(ii)Security Deposit	Nil	Nil	674.32	Nil	Nil	637.22
(B) Current						
(i)Trade Receivable	Nil	Nil	2080.77	Nil	Nil	2047.13
(ii)Cash & Cash Equivalents	Nil	Nil	2242.74*	Nil	Nil	3205.90
(iii)Bank Balance other than Cash & Cash Equivalents	Nil	Nil	Nil	Nil	Nil	980.00
(iv)Loans	Nil	Nil	25641.51	Nil	Nil	26381.37
(v)Other Financial Assets	Nil	Nil	Nil	Nil	Nil	0.87
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	Nil	Nil	Nil	0.97
(iii)Other Financial Liabilities	Nil	Nil	4.65	Nil	Nil	15.50

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

*Cash and cash equivalents includes bank balance of Allahabad bank of Rs.0.46 lacs, this account is convert in dormant account due to this balance confirmation is not available and management has considered this balance good and fully recoverable.

b) Fair value of Preference share ("OCCRPS"):

The fair value measurement for preference share capital (1% Optionally Convertible Cumulative Redeemable Preference Shares ("OCCRPS")) have been categorized as "*estimate using with and Without Approach*" fair value based on the inputs to the valuation techniques used.

With Scenario:

- The Company raised INR 3.0 Crores through convertible note financing. Given the proximity of the financing to the Valuation Date, the Precedent Transaction Method was deemed an appropriate methodology to use in estimating the equity value of the company. The implied equity value was estimated at INR 3,00,88,244.

- The estimated equity value was then allocated using an OPM between all classes ofshares. The key inputs to the OPM were:
  o Time = 10 years; based on the expiry of the OCCRPS
  o Risk-free rate = 7.09%; based on the yield on a 10-year government bond
  o Volatility = 51.16%; based on peer group historical volatility for a 10-year lookback period.
- In the with Scenario, the Note was modeled as a non-participating instrument, where the investor will first receive their invested capital and dividends and then convert tocommon shares when favorable.
- The fair value of Note under the with Scenario was estimated at INR 3.0 Crores.

Without Scenario:

- The equity value estimated in the with Scenario was allocated using an OPM between all classes of shares. The key inputs to the OPM were:
  o Time = 10 years; based on the expiry of the OCCRPS
  o Risk-free rate = 7.09%; based on the yield on a 10-year government bond
  o Volatility = 51.16%; based on peer group historical volatility for a 10-year look back period.
- In the Without Scenario, the Note was modeled as a plain vanilla debt instrument and will only receive the invested capital and dividends. No conversion rights were included in the Without Scenario.
- The fair value of Note under the Without Scenario was estimated at INR 0.90 Crores.

Conclusion

- The fair value of the Feature was then estimated as the fair value of note under the With Scenario less the fair value of note under the Without Scenario.
- The concluded fair value of the Feature was INR 2.1 Crores.
- Please refer to Exhibit 1 for details.

[1] With Scenario - Fair Value of OCCRPS Series - I (a)	☐ 30,000,000
[2] Without Scenario - Fair Value of OCCRPS Series - I (b)	☐ 8,951,580
Value of the Conversion Feature (a - b)	☐ 21,048,420
Balance Sheet:	
Liability	☐ 8,951,580
Equity	☐ 21,048,420

XXII. 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%	36333.31	100%	1224.86	100%	0.07	100%	1124.93
Subsidiaries								
Indian								
Unisphere Industries Private Limited	100%	180.76	100%	-22.11	100%	-	100%	-22.11
Foreign	-	-	-	-	-	-	-	-
Non-controlling Interests in all subsidiaries	-	-	-	-	-	-	-	-
Associates (Investment as per the equity method)								
Indian	-	-	-	-	-	-	-	-
Foreign	-	-	-	-	-	-	-	-
Joint Ventures (as per pro-portionate consolidation / investment as per the equity								

method)								
Indian	-	-	-	-	-	-	-	-
Foreign	-	-	-	-	-	-	-	-
Total	**100%**	**36514.07**		**1202.75**		**0.07**		**1102.82**
Less: Elimination	-	-211.48	-	-	-	-	-	-
G.Total		**36302.59**		**1202.75**		**0.07**		**1102.82**

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)
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PAHARGON RANCHI 834008
JHARKHAND

Place-New Delhi
Date- 28th May 2022