

MAPSS AND COMPANY

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of United Farm Products Private Limited

Opinion

We have audited the accompanying standalone financial statements of United Farm Products Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2024, the statement of Profit and Loss (including Other Comprehensive Income), the statement of changes in equity and the statement of cash flows for the year ended on that date and a summary of 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

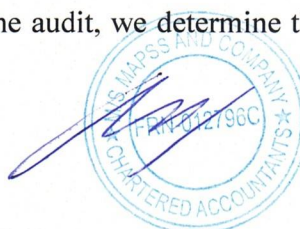
Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards 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 ("ICAI") 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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone 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.

On the facts and circumstances of the company and the audit, we determine that there are no key audit matters to communicate.



Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility and Sustainability Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (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 of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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.

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

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

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

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.



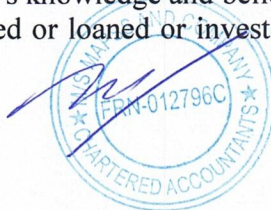
Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the 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 subject to the matters specified in key audit matters and other matters.
- e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
- g) With respect to the matter to be included in the Auditor's Report in accordance with requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its consolidated financial statements. Refer Note no. 38 to the consolidated financial statements.
- ii. The Company has not made any provision against the pending litigation as the company believes that these claims are not tenable and hence no provisioning made by the company.
- iii. There were no amounts as on 31st March 2024, which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv.(a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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 person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that have been 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 (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.

- v. As stated in note 2.16 to the accompanying standalone financial statement, the Board of Directors of the company has recognizes a liability to pay dividend to equity holders of the parent when the distribution is authorized, and the distribution is no longer at the discretion of the company. As per corporate laws in India , a distribution is authorized when it is approved by the shareholders. A corresponding amount is recognized directly in equity. Company has declared and paid dividend during the period under review.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 (as amended), which provides for books of account to have the feature of audit trail, edit log and related matters in the accounting software used by the Company, is applicable to the Company only with effect from financial year beginning April 1, 2024, the reporting under clause (g) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), is currently not applicable.
2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we have given "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MAPSS AND COMPANY

Chartered Accountants

Firm Regn No. 012796C

CA GYAN CHANDRA MISRA

Partner

Membership No. 078183

UDIN: 24078183BKATBN3121

Date : 20-05-2024

Place: Ghaziabad

Annexure 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of United Farm Products Private Limited of even date)

Report on the Internal Financial Controls with reference to Standalone Financials Statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

We have audited the internal financial controls with reference to standalone financial statements of United Farm Products Private Limited (the "Company") as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls with reference to standalone financial statements based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's 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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI 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 was established and maintained and if such controls operated effectively in all material respects.

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

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

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to standalone financial statements to future periods are subject to the risk that the internal financial control 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.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2024, based on the criteria for internal financial control with reference to standalone financial statements 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 ICAI.

For MAPSS AND COMPANY
Chartered Accountants
Firm Regn No. 012796C

CA GYAN CHANDRA MISRA
Partner

Membership No. 078183
UDIN: 24078183BKATBN3121

Date : 20-05-2024

Place: Ghaziabad



ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of United Farm Products Private Limited of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that: We report that:

(i) (a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

(B) No Intangible assets during the period under review;

(b) As explained to us, 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 the 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 and on the basis of our examination of the records of the Company, the 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 are held in the name of the company except the following:-

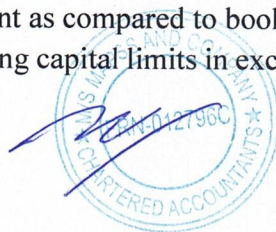
| Description of Property | Gross carrying value | Held in name of | Whether promoter, director or their relative or employee | Period held - indicate range, where appropriate | Reason for not being held in name of company |
|-------------------------|----------------------|-----------------|--|---|--|
| NIL | | | | | |

(d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

(e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.

(b) The company has not been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate,



at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) (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 has not made any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties.

(b) According to the information and explanations given to us, company has not any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties, hence (iii)(b) is not required to report.;

(c) According to the information and explanations given to us, company has not any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties, hence (iii)(c) is not required to report.

(d) According to the information and explanations given to us, company has not any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties, hence (iii)(d) is not required to report.

(e) No loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

| Name of Party | Amount renewed or extended | % of total loan | Remark, if any |
|---------------|----------------------------|-----------------|----------------|
| | Nil | | |

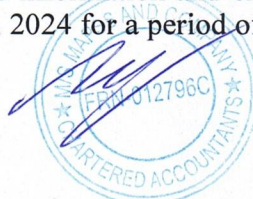
(f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

(iv) In respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with except non-charging of interest on the loan.

(v) The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013.

(vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.

(vii) (a) According to the records made available to us, company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2024 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 is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute except following: (if applicable) :

| Name of the Statute | Nature of the Dues | Amount (Rs.) | Period to which the amount relates | Forum where Dispute is Pending | Remarks, if Any |
|---------------------|--------------------|--------------|------------------------------------|--------------------------------|-----------------|
| | | | Nil | | |

(viii) According to the information and explanations given by the management, there were no transactions related to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(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 any loans or borrowings from any lender during the year.

(b) According to the information and explanations given by the management, the company is not declared willful defaulter by any bank or financial institution or other lender;

(c) In our opinion and according to the information and explanations given by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained, except for:

| Nature of the fund raised | Name of the lender | Amount diverted (Rs.) | Purpose for which amount was sanctioned | Purpose for which amount was utilized | Remarks |
|---------------------------|--------------------|-----------------------|---|---------------------------------------|---------|
| | | | Nil | | |

(d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilized for long term purposes.

(e) In our opinion and according to the information and explanations given by the management, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures,

(f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(g) 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 any loans or borrowings from any lender during the year, hence (ix)(g) is not required to report.

(x) (a) The company has not raised any money by way of initial public offer or further public offer



(including debt instruments) during the year.

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

(xi) (a) According to the information and explanations given by the management, no fraud by the company or any fraud on the company has been noticed or reported during the year;

(b) No report under sub-section (12) of section 143 of the Companies Act 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 by the management, no whistle-blower complaints have been received by the company.

(xii) The company is not a Nidhi Company. Therefore, clause xii is not applicable on the company.

(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 has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the Company issued till date for the period under audit.

(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) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).

(b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,

(c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

(d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group.

(xvii) Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.



(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, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

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, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

(xxi) There have been no qualifications or adverse remarks in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements. Accordingly, clause 3(xxi) of the Order is not applicable.

For MAPSS AND COMPANY
Chartered Accountants
Firm Regn No. 012796C


CA GYAN CHANDRA MISRA
Partner

Membership No. 078183
UDIN: 24078183BKATBN3121

Date : 20-05-2024

Place: Ghaziabad



United Farm Products Private Limited

Balance Sheet as at March 31, 2024

(Rs in '000)

| Particulars | Note | As at March 31, 2024 | As at March 31, 2023 |
|--|-------|----------------------|----------------------|
| ASSETS | | | |
| (A) Non-current assets | | | |
| (a) Property, plant and equipment | (3) | 15,36,236 | 13,39,424 |
| (b) Right-of-use assets | (4) | 5,774 | - |
| (c) Capital work in progress | (3.1) | 3,31,325 | 5,38,134 |
| (d) Financial assets | | | |
| (i) Other financial assets | (8) | 26,035 | 33,028 |
| (e) Income tax assets | | 9,914 | 2,003 |
| (f) Deferred tax assets (net) | (9) | 83,643 | - |
| Total non-current assets | | 19,92,928 | 19,12,589 |
| (B) Current assets | | | |
| (a) Inventories | (6) | 5,52,476 | 58,574 |
| (b) Financial assets | | | |
| (i) Trade receivables | (5) | 1,18,007 | 2,145 |
| (ii) Cash and cash equivalents | (7) | 7,902 | 8,821 |
| (iii) Other financial assets | (8) | 23,448 | 18,313 |
| (c) Other assets | (10) | 23,114 | 1,15,952 |
| Total current assets | | 7,24,947 | 2,03,804 |
| Total assets | | 27,17,875 | 21,16,393 |
| EQUITY AND LIABILITIES | | | |
| (A) Equity | | | |
| (a) Share capital | (11) | 1,58,150 | 1,58,150 |
| (b) Other equity | (12) | (3,41,268) | (2,03,221) |
| Total equity | | (1,83,118) | (45,071) |
| (B) Liabilities | | | |
| (I) Non-current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Lease obligation | (30) | 2,599 | - |
| (ii) Borrowings | (13) | 17,49,257 | 18,88,805 |
| (b) Other liabilities | (14) | - | - |
| (c) Provisions | (19) | 2,956 | 248 |
| (d) Deferred tax liabilities (net) | (9) | - | 5,110 |
| Total non-current liabilities | | 17,54,812 | 18,94,163 |
| (II) Current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Lease obligation | (30) | 3,294 | - |
| (ii) Borrowings | (15) | 5,86,160 | 1,30,696 |
| (iii) Trade payables | (16) | - | - |
| - Total outstanding dues of micro enterprise and small enterprises | | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | | 1,63,435 | 1,28,843 |
| (iv) Other financial liabilities | (17) | 3,24,128 | 5,995 |
| (b) Other liabilities | (18) | 67,971 | 1,767 |
| (c) Provisions | (19) | 1,193 | 1 |
| (d) Current tax liabilities | | - | - |
| Total current liabilities | | 11,46,181 | 2,67,302 |
| Total Equity and Liabilities | | 27,17,875 | 21,16,393 |

1-2

Corporate information and material accounting policies

The accompanying notes from 1 to 44 form an integral part of the financial statements

As per our audit report of even date attached

FOR MAPSS AND COMPANY

Chartered Accountants

Firm's Registration Number: 012796C

CA Gyan Chandra Misra

Partner

Membership Number: 078183

Place : Ghaziabad

Date : 20.05.2024

UDIN : 24078183BKATBN3121

For and on Behalf of the Board
United Farm Products Private Limited

CIN : U01100UP2018PTC104444

Gulzar Ahmad

Director

DIN : 01312305

Place : Delhi

Date : 18-05-2024

Zulfiqar Ahmad Qureshi

Director

DIN : 01312224

Place : Delhi

Date : 18-05-2024

Ruchi Pathak

Company Secretary

Membership No: 47147

Place : Agra

Date : 18-05-2024

United Farm Products Private Limited

Statement of Profit and Loss for the year ended March 31, 2024

(Rs in '000)

| Particulars | Note | Year Ended March 31, 2024 | Year Ended March 31, 2023 |
|--|------|------------------------------|------------------------------|
| (1) Income | | | |
| (a) Revenue from operations | (20) | 99,32,298 | 12,89,977 |
| (b) Other income | (21) | 13,564 | 934 |
| Total Income | | 99,45,862 | 12,90,911 |
| (2) Expenses | | | |
| (a) Cost of raw materials consumed | (22) | 96,00,404 | 12,95,586 |
| (b) Changes in inventories | (23) | (4,82,057) | (39,373) |
| (c) Employee benefits expense | (24) | 3,56,217 | 69,631 |
| (d) Finance costs | (25) | 32,077 | 9,917 |
| (e) Depreciation expense | (26) | 2,16,907 | 68,428 |
| (f) Other expenses | (27) | 4,48,504 | 87,222 |
| Total Expenses | | 1,01,72,052 | 14,91,411 |
| (3) Profit/(Loss) before tax (1-2) | | (2,26,190) | (2,00,500) |
| (4) Tax expense | | | |
| (a) Current tax | | - | - |
| (b) Deferred tax charge / (credit) | (9) | (88,599) | 5,110 |
| Total tax expense | | (88,599) | 5,110 |
| (5) Profit/(Loss) for the year | | (1,37,591) | (2,05,609) |
| (6) Other comprehensive income | | | |
| (1) Items that will not be reclassified to Profit / (Loss) | | | |
| (a) Remeasurement of defined employee benefit plans* | | (610) | - |
| (b) Deferred tax impact on above | | 154 | - |
| Total other comprehensive income/(loss) | | (456) | - |
| (7) Total comprehensive income for the year | | (1,38,047) | (2,05,609) |
| Earnings per share (EPS) (Rupees per share) | | | |
| Earnings Per Share (in Rs) | (34) | (0.01) | (0.01) |

Corporate information and material accounting policies

1-2

The accompanying notes from 1 to 44 form an integral part of the financial statements

As per our audit report of even date attached

FOR MAPSS AND COMPANY

Chartered Accountants

Firm's Registration Number: 012796C

CA Gyan Chandra Misra

Partner

Membership Number: 078183

Place : Ghaziabad

Date : 20.05.2024

UDIN : 24078183 BKATBN3121

For and on Behalf of the Board
For United Farm Products Private Limited

CIN : U01100UP2018PTC104444

Gulzar Ahmad

Director

DIN : 01312305

Place : Delhi

Date : 18-05-2024

Ruchi Pathak

Company Secretary

Membership No: 47147

Place : Agra

Date : 18-05-2024

Director Zulfiqar Ahmad Qurashi

Director

DIN : 01312224

Place : Delhi

Date : 18-05-2024

United Farm Products Private Limited
Cash flow statement for the year ended March 31, 2024

(Rs in '000)

| Particulars | Year ended March 31, 2024 | Year ended March 31, 2023 |
|---|------------------------------|------------------------------|
| (A) Cashflows from operating activities | | |
| Profit/(Loss) before tax | (2,26,190) | (2,00,500) |
| Interest income | (1,533) | (851) |
| Interest expenses | 31,580 | 9,859 |
| Unrealised fair value (gain)/loss on forward contracts (net) | (285) | - |
| Interest on lease | 496 | - |
| Interest unwinding on security deposits | (47) | - |
| Preliminary expenses write off | - | - |
| Depreciation expense | 2,16,907 | 68,428 |
| Depreciation of right-of-use assets | 2,541 | - |
| Operating cash flow before working capital changes | 23,469 | (1,23,063) |
| Adjustment for changes in working capital: | | |
| (Increase) in inventories | (4,93,902) | (58,574) |
| (Increase) in Other financial assets | (1,000) | (18,313) |
| Decrease in other current assets | 92,838 | 81,266 |
| (Increase) in trade receivables | (1,15,577) | (2,145) |
| Decrease/(Increase) in non current financial assets | 295 | (11,024) |
| Increase in trade payables | 34,592 | 78,793 |
| Increase/(Decrease) in other financial liability | 3,19,193 | (146) |
| Increase in other current liabilities | 66,204 | 836 |
| Decrease in provisions | 3,289 | 249 |
| Cash generated from operations | (70,598) | (52,121) |
| Taxes paid (net of refunds) | (7,911) | (1,717) |
| Net cashflows from operating activities | (78,510) | (53,837) |
| (B) Cashflows from investing activities | | |
| Purchase of property, plant and equipment | (2,06,911) | (9,47,791) |
| Cashflows from fixed deposit (net) | 6,578 | - |
| Interest income | 1,533 | 851 |
| Net cashflows from investing activities | (1,98,800) | (9,46,940) |
| (C) Cashflows from financing activities | | |
| Increase in other non current liabilities | - | (3,92,283) |
| Payment of interest | (36,776) | (9,318) |
| Payment towards secured borrowings | (1,39,548) | 14,00,399 |
| Proceeds from unsecured borrowings | 7,47,790 | - |
| Repayment of unsecured borrowings | (2,92,326) | - |
| Repayment of lease liabilities including interest | (2,750) | - |
| Net cashflows from financing activities | 2,76,390 | 9,98,797 |
| Net (decrease)/increase in cash and cash equivalents (A+B+C) | (919) | (1,980) |
| Cash and cash equivalents at the beginning of the year | 8,821 | 9,310 |
| Cash and cash equivalents at the end of the year | 7,902 | 8,821 |
| Components of cash and cash equivalents | | |
| Balance with banks in current account | 7,513 | 8,267 |
| Cash on hand | 389 | 159 |
| Cheque in hand | - | 395 |
| Cash and cash equivalents at the end of the year | 7,902 | 8,821 |

FOR MAPSS AND COMPANY
Chartered Accountants
Firm's Registration Number: 012796C

CA Gyan Chandra Misra
Partner

Membership Number: 078183

Place : Ghaziabad

Date : 20-05-2024

UDIN :

24078183 BKA TBH 3121

For United Farm Product Pvt. Ltd.

United Farm Products Private Limited

CIN : U01100UP2018PTC104444

Gulzar Ahmad

Director

DIN : 01312305

Place : Delhi

Date : 18-05-2024

Director

Zulfiqar Ahmad Qurashi

Director

DIN : 01312224

Place : Delhi

Date : 18-05-2024

Ruchi Pathak

Company Secretary

Membership No: 47147

Place : Agra

Date : 18-05-2024

United Farm Products Private Limited

Statement Of Changes In Equity for the year ended March 31, 2024

(A) Equity share capital

(Rs in '000)

| Particulars | Amount |
|---|-----------------|
| Balance as at April 1, 2022 | 1,58,150 |
| Changes in equity share capital during the year | - |
| Balance as at March 31, 2023 | 1,58,150 |
| Balance as at April 1, 2023 | 1,58,150 |
| Changes in equity share capital during the year | - |
| Balance as at March 31, 2024 | 1,58,150 |

Note : There are no changes in accounting policy or prior period errors which are charged to retained earnings

B. Other Equity

(Rs in '000)

| Particulars | Reserves and surplus | | Total Other Equity |
|-------------------------------------|----------------------|---|--------------------|
| | Retained Earnings | Remeasurement of defined employee benefit plans | |
| Balance as at April 01, 2022 | 2,388 | - | 2,388 |
| Profit for the year | (2,05,609) | - | (2,05,609) |
| Balance as at March 31, 2023 | (2,03,221) | - | (2,03,221) |
| Profit for the year | (1,37,591) | (456) | (1,38,047) |
| Balance as at March 31, 2024 | (3,40,812) | (456) | (3,41,268) |

Note : There are no changes in accounting policy or prior period errors which are charged to retained earnings

Nature and purpose of reserves

(a) Retained Earnings: Retained earnings are the profits that the Company has earned till date net of appropriations. It is available for distribution to Shareholders.

(b) Remeasurement of defined employee benefit plans : comprises actuarial gains and losses and return on plan assets (excluding interest income).

The accompanying notes from 1 to 44 form an integral part of the financial statements

As per our audit report of even date attached

FOR MAPSS AND COMPANY

Chartered Accountants

Firm's Registration Number: 012796C

CA Gyan Chandra Misra

Partner

Membership Number: 078183

Place : Ghaziabad

Date : 20-05-2024

UDIN : 24078183 BKATBN3121

For and on Behalf of the Board -

United Farm Products Private Limited For United Farm Product Pvt. Ltd.

CIN : U01100UP2018PTC104444.

Gulzar Ahmad

Director

DIN : 01312305

Place : Delhi

Date : 18-05-2024

Ruchi Pathak

Company Secretary

Membership No: 47147

Place : Agra

Date : 18-05-2024

Zulfiqar Ahmad Qurashi

Director

DIN : 01312224

Place : Delhi

Date : 18-05-2024

Director

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

1 Corporate information

United Farm Products Private Limited ("the Company") is domiciled and incorporated in India and it is an unlisted Company. The registered office of the Company is situated at 2/220, 2nd Floor, Glory Plaza, Opp Soor Sadan, M G Road, Agra-282002. The Company is engaged in the business of Manufacturing and exporting of Buffalo Frozen Meat and Meat Products operating in State of Uttar Pradesh, Punjab, Haryana, Rajasthan, Bihar and Maharashtra. The financial statements of the company for the year ended March 31, 2024 were approved and authorized for issue by board of directors in their meeting held on May 18, 2024.

Material accounting policies

2 Basis of preparation

The standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the financial statements.

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments). The financial statements are presented in Indian Rupees "INR thousands (Rs 000)" which is also the Company's functional currency.

2.01 Property, plant and equipment

All items of property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost includes its purchase price including non-refundable taxes and duties, directly attributable costs of bringing the asset to its present location and condition.

Subsequent costs are included in the asset's carrying amount or Recognized 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 any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to statement of profit or loss during the reporting period in which they are incurred.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and changes, if any, are accounted in the line with revisions to accounting estimates.

Depreciation

Depreciation on property, plant and equipment is provided on straight line method, which is in line with the estimated useful life as specified in Schedule II of the Companies Act, 2013.

Depreciation commences when the assets are ready for their intended use.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing net disposal proceeds with carrying amount. These are included in the statement of profit and loss.

| Assets | Useful life (years) |
|---------------------|---------------------|
| Office equipment | 10 |
| Plant and Machinery | 15 |
| Building | 30 |
| Vehicles | 8 |
| Land | - |

2.02 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification. An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

- ▶ It is expected to be settled in normal operating cycle
- ▶ It is held primarily for the purpose of trading
- ▶ It is due to be settled within twelve months after the reporting period, or
- ▶ There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The group has identified twelve months as its operating cycle.

2.03 Fair value measurement

The Company measures financial instruments 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:

- ▶ In the principal market for the asset or liability, or
- ▶ 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 market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits 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 minimising the use of unobservable inputs

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- ▶ Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ▶ Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- ▶ Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For financial assets and liabilities maturing within one year from the balance sheet date and which are not carried at fair value, the carrying amount approximates fair value to due to short term maturity of these instruments.

The Company recognises the transfer between the levels of fair value hierarchy at the end of the reporting period during which the changes has occurred.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summaries accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- ▶ Quantitative disclosures of fair value measurement hierarchy
- ▶ Financial instruments (including those carried at amortised cost)

2.04 Revenue from contract with customers

Revenue from contracts with customers is recognised when control of the goods are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company is generally the principal as it typically controls the goods before transferring them to the customer.

Generally, control is transferred upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

For United Farm Product Pvt. Ltd.

Director

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

Revenue from inter-company arrangement is recognised based on transaction price which is at arm's length arrangement.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

2.05 Taxes

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities in accordance with the Income Tax Act 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred Tax

Deferred tax is recognised using balance sheet approach at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at the reporting date.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured using the tax rates that are expected to apply in a year when asset is realised or the liability is expected to be settled based on the tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

2.06 Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

► Finished goods and work in progress: cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs. Cost is determined on first in, first out basis.

► Initial cost of inventories includes the transfer of gains and losses on qualifying cash flow hedges, recognised in OCI, in respect of the purchases of raw materials.

► Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

The Company accounts for agricultural produce which is harvested produce of the biological asset.

Initial recognition and measurement

The entity recognizes a biological asset or agricultural produce when, and only when

- the entity controls the asset as a result of past events;
- it is probable that future economic benefits associated with the asset will flow to the entity; and
- the fair value or cost of the asset can be measured reliably.

Agricultural produce harvested from an entity's biological assets is measured at its fair value less costs to sell at the point of harvest. Such measurement value is the cost at that date when applying Ind AS 2, Inventories. The carrying amounts of agricultural produce is carried at cost when the Company expects the impact of the biological transformation on price to be not material.

2.07 Provisions and Contingent Liabilities

Provisions:

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities:

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly 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. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

2.08 Financial Instruments

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

Financial assets

Initial recognition and measurement

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are attributable to the acquisition of financial asset. Trade receivables that do not contain a significant financing component are measured at the transaction price determined under Ind AS 115. Refer to the accounting policies in section 2.4 for Revenue from contracts with customers.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in following categories:

- Financial assets at amortised cost
- Financial assets at fair value through profit or loss
- Financial assets at fair value through other comprehensive income (FVTOCI) with recycling of cumulative gains and losses
- Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition

A 'financial asset' is measured at amortised cost if both the following conditions are met:

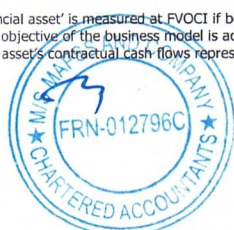
- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. The Company's financial assets at amortised cost includes loans and other financial assets.

A 'financial asset' is measured at FVOCI if both the following conditions are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets.
- b) The asset's contractual cash flows represent SPPI.

For United Farm Product Pvt. Ltd.



[Signature]

[Signature]

[Signature]
Director

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

2.09 Financial Instruments continued

Upon initial recognition, the Company can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under Ind AS 32 Financial Instruments: Presentation and are not held for trading. The classification is determined on an instrument-by-instrument basis. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL.

Gains and losses on these financial assets are never recycled to profit or loss. Dividends are recognised as other income in the statement of profit and loss when the right of payment has been established, except when the Group benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

Financial assets at fair value through profit or loss are carried in the balance sheet at fair value with net changes in fair value recognised in the statement of profit and loss. This category includes investments in mutual funds. Dividends on such investments are recognised in the statement of profit and loss when the right of payment has been established.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from a Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of financial assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired, if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

For trade receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

Financial liabilities

Initial recognition and measurement

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

Subsequent measurement

For purposes of subsequent measurement, financial liabilities are classified in two categories:

- Financial liabilities at fair value through profit or loss
- Financial liabilities at amortised cost (loans and borrowings)

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.10 Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise of cash balances at banks, on hand cash balances and demand deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

In the cash flow statement, cash and cash equivalents includes cash in hand, cash at bank, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

2.11 Earnings Per Share

Basic earnings per share is calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share is the net profit for the year after deducting any attributable tax thereto for the year. For the purpose of calculating diluted earnings per share, the net profit for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

2.12 Segment Reporting

Based on "Management Approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates the resources based on an analysis of various performance indicators by business segments. Inter segment sales and transfers are reflected at market prices. Unallocable items includes general corporate income and expense items which are not allocated to any business segment.

Segment Policies

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the standalone financial statements of the Company as a whole. Common allocable costs are allocated to each segment on an appropriate basis.

2.13 Company as a Lessor

The Company as a lessee

The Company assesses whether a contract contains a lease, at inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- the contract involves the use of an identified asset
- the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the lease term.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment as to whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The Company does not have any lease contracts wherein it acts as a lessor.

For United Farm Product Pvt. Ltd.



[Signature]

[Signature]
Director

[Signature]
Ruchi Pathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

2.14 Significant accounting estimates, judgements and assumptions

The preparation of the Company's Standalone financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances existing when the Standalone financial statements were prepared. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the year in which the estimates are revised and in any future year affected.

In the process of applying the Company's accounting policies, management has made the following judgements which have significant effect on the amounts Recognized in the Standalone financial statements:

a. Useful lives of property, plant and equipment and intangible assets: Determination of the estimated useful life of tangible assets and intangible assets and the assessment as to which components of the cost may be Capitalized. Useful life of tangible assets is based on the life specified in Schedule II of the Companies Act, 2013 and also as per management estimate for certain category of assets. Assumption also need to be made, when company assesses, whether as asset may be Capitalized and which components of the cost of the assets may be capitalized.

b. Contingencies: Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/ claim/ litigation against company as it is not possible to predict the outcome of pending matters with accuracy.

c. Provision for income tax and deferred tax assets

The Company uses estimates and judgements based on the relevant rulings in the areas of allocation of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax. A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised. Accordingly, the Company exercises its judgement to reassess the carrying amount of deferred tax assets at the end of each reporting period.

d. Fair value measurements and valuation processes : Some of the Companies assets and liabilities are measured at fair value for financial reporting purposes. The Management determines the appropriate valuation techniques and inputs for the fair value measurements. In estimating the fair value of an asset or a liability, the Company used market-observable data to the extent it is available. Where Level 1 inputs are not available, the Company engaged third party qualified valuers to perform the valuations in order to determine the fair values based on the appropriate valuation techniques and inputs to fair value measurements such as Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments and non financial instruments.

e. Estimation of defined benefit plans : The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation, actuarial rates and life expectancy. The discount rate is determined by reference to market yields at the end of the reporting period on government bonds. The period to maturity of the underlying bonds correspond to the probable maturity of the post-employment benefit obligation.

2.15 Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

For United Farm Product Pvt. Ltd.

Director



Ruchi Rathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(3) Property, plant and equipment

(Rs in '000)

| Particulars | Tangible Assets | | | | | Total |
|---|-----------------|-----------------|--------------|---------------------|------------------|------------------|
| | Land (Freehold) | Building | Vehicles | Plant and Machinery | Office Equipment | |
| Gross carrying amount | | | | | | |
| As at April 01, 2023 | 1,06,044 | 3,47,682 | 6,434 | 8,05,080 | 1,42,612 | 14,07,851 |
| Additions | - | 3,39,109 | 1,790 | 67,760 | 2,520 | 4,11,179 |
| As at March 31, 2024 | 1,06,044 | 6,86,791 | 8,224 | 8,72,840 | 1,45,131 | 18,19,030 |
| Accumulated depreciation | | | | | | |
| As at April 01, 2023 | - | 22,672 | 508 | 36,443 | 8,805 | 68,428 |
| Charge for the year | - | 39,293 | 2,076 | 1,51,706 | 21,291 | 2,14,366 |
| As at March 31, 2024 | - | 61,965 | 2,585 | 1,88,149 | 30,096 | 2,82,794 |
| Net carrying amount as at March 31, 2024 | 1,06,044 | 6,24,827 | 5,639 | 6,84,691 | 1,15,035 | 15,36,236 |
| Gross carrying amount | | | | | | |
| As at April 01, 2022 | 1,06,044 | - | - | - | - | 1,06,044 |
| Additions | - | 3,47,682 | 6,434 | 8,05,080 | 1,42,613 | 13,01,808 |
| As at March 31, 2023 | 1,06,044 | 3,47,682 | 6,434 | 8,05,080 | 1,42,612 | 14,07,852 |
| Accumulated depreciation | | | | | | |
| As at April 01, 2022 | - | - | - | - | - | - |
| Charge for the year | - | 22,672 | 508 | 36,443 | 8,805 | 68,428 |
| As at March 31, 2023 | - | 22,672 | 508 | 36,444 | 8,806 | 68,428 |
| Net carrying amount as at March 31, 2023 | 1,06,044 | 3,25,011 | 5,924 | 7,68,636 | 1,33,807 | 13,39,424 |

(3.1) Capital Work in Progress

(Rs in '000)

| Particulars | March 31, 2024 | March 31, 2023 |
|---------------------------|-----------------|-----------------|
| Opening | 5,38,134 | 8,92,151 |
| Incurred during the year* | 2,00,061 | 9,47,791 |
| Capitalised | (4,06,869) | (13,01,808) |
| Closing balance | 3,31,325 | 5,38,134 |

*Amount included under CWIP are primarily related to Plant and Machinery for which is under construction.

Capital work-in-progress includes :-

| Particulars | Year ended March 31, 2024 | Year ended March 31, 2023 |
|-------------------|---------------------------|---------------------------|
| Plant & Machinery | 3,07,786 | 5,38,134 |
| Building | 23,539 | - |
| Total | 3,31,325 | 5,38,134 |

(Rs in '000)

| | Amount in CWIP | | | | | Total |
|--------------------------------------|------------------|-----------|-----------|-----------|-------------------|----------|
| | Less than 1 year | 1-2 years | 2-3 years | 2-3 years | More than 3 years | |
| Projects in progress- March 31, 2024 | 2,00,061 | 1,31,264 | - | - | - | 3,31,325 |
| Projects in progress- March 31, 2023 | 5,38,134 | - | - | - | - | 5,38,134 |

Note : The projects in progress are as-per planned activity and there are no delay based on planned schedule.

For United Farm Product Pvt. Ltd.

[Signature]

Director

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Ruchi Bathra



United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(4) Right-of-use assets

| Particulars | (Rs in '000) |
|---|--------------|
| Amount | |
| Gross carrying amount | |
| As at April 01, 2023 | - |
| Additions | 8,314 |
| Disposals | - |
| As at March 31, 2024 | 8,314 |
| Accumulated depreciation | |
| As at April 01, 2023 | - |
| Charge for the year | 2,541 |
| On disposals | - |
| As at March 31, 2024 | 2,541 |
| Net carrying amount as at March 31, 2024 | 5,774 |

For United Farm Product Pvt. Ltd.

Director



Ruchi Pathak.

United Farm Products Private Limited
Notes to the financial statements as at March 31, 2024

| Particulars | (Rs in '000) | |
|---------------------------------|-------------------------|-------------------------|
| | As at March 31, 2024 | As at March 31, 2023 |
| (5) Trade receivables | | |
| Considered good- unsecured | | |
| - Others | 67,699 | 1,366 |
| - Related party (Refer note 29) | 50,308 | 778 |
| Total | 1,18,007 | 2,145 |

Ageing of Trade receivables
March 31, 2024

| Particulars | Current but not due | Outstanding for following periods from due date of payment | | | | | Total |
|--|------------------------|--|----------------------|------------|-----------|-------------------|-----------------|
| | | Less than 6 Months | 6 months – 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Trade receivables | - | - | - | - | - | - | - |
| (i) Undisputed Trade receivables – considered good | - | 1,05,997 | 11,150 | 860 | - | - | 1,18,007 |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| (iii) Undisputed Trade Receivables – credit impaired | - | - | - | - | - | - | - |
| (iv) Disputed Trade receivables – considered good | - | - | - | - | - | - | - |
| (v) Disputed Trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| (vi) Disputed Trade receivables – credit impaired | - | - | - | - | - | - | - |
| Total | - | 1,05,997 | 11,150 | 860 | - | - | 1,18,007 |

March 31, 2023

| Particulars | Current but not due | Outstanding for following periods from due date of payment | | | | | Total |
|--|------------------------|--|----------------------|-----------|-----------|-------------------|--------------|
| | | Less than 6 Months | 6 months – 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Trade receivables | - | - | - | - | - | - | - |
| (i) Undisputed Trade receivables – considered good | - | 2,087 | 58 | - | - | - | 2,145 |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| (iii) Undisputed Trade Receivables – credit impaired | - | - | - | - | - | - | - |
| (iv) Disputed Trade receivables – considered good | - | - | - | - | - | - | - |
| (v) Disputed Trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| (vi) Disputed Trade receivables – credit impaired | - | - | - | - | - | - | - |
| Total | - | 2,087 | 58 | - | - | - | 2,145 |

(6) Inventories

(Valued at lower of cost and net realisable value)

| | | |
|---------------------------------------|-----------------|---------------|
| Finished goods | 5,21,430 | 39,373 |
| Stores and spares and other materials | 31,046 | 19,201 |
| Total | 5,52,476 | 58,574 |

(7) Cash and cash equivalents

| | | |
|--------------|-----|-----|
| Cash in hand | 389 | 159 |
|--------------|-----|-----|

Balances with banks:

| | | |
|----------------------|--------------|--------------|
| - In current account | 7,513 | 8,267 |
| - Cheque in hand | - | 395 |
| Total | 7,902 | 8,821 |

(8) Other financial assets

Non-current

(Unsecured considered good unless otherwise stated)

| | | |
|---|---------------|---------------|
| Security deposit | 4,355 | 3,560 |
| Fixed deposit with maturity more than twelve months | 21,680 | 29,468 |
| Total | 26,035 | 33,028 |

The above security is marked as lien with bank against the term loan borrowed (Refer note 12)

Current

| | | |
|--------------------------------|---------------|---------------|
| Fixed deposit | 1,000 | - |
| Other receivables | 94 | 94 |
| Interest subvention receivable | 22,354 | 18,218 |
| Total | 23,448 | 18,313 |

(9) Deferred tax assets/(liabilities) (net)

| | | |
|-------------------------------------|---------------|----------------|
| Property plant and equipment | (20,367) | (5,172) |
| Gratuity | 794 | 63 |
| Brought forward losses | 1,03,216 | - |
| Net Deferred Tax Liabilities | 83,643 | (5,110) |

(9.1) The movement on the deferred tax account is as follows:

| Particulars | Brought forward losses | Gratuity | Property, plant & equipment | Total |
|---------------------------------|---------------------------|------------|--------------------------------|----------------|
| At April 1, 2022 | | | | |
| (Charged) / Credited | - | 63 | (5,172) | (5,109) |
| - to profit or loss | - | - | - | - |
| - to other comprehensive income | - | - | - | - |
| At March 31, 2023 | | 63 | (5,172) | (5,109) |
| (Charged) / Credited | | | | |
| - to profit or loss | 1,03,216 | 578 | (15,195) | 88,599 |
| - to other comprehensive income | - | 154 | - | 154 |
| At March 31, 2024 | 1,03,216 | 794 | (20,367) | 83,643 |

Refer note 35 for details of unexpired tax losses.

(10) Other assets

Current

(Unsecured, considered good unless otherwise stated)

| | | |
|--|---------------|-----------------|
| Advance against goods, services and others | 16,183 | 44,225 |
| Prepaid expenses | 2,786 | 3,057 |
| Balance with Government | 4,011 | 68,670 |
| Duty drawback receivable | 134 | - |
| Total | 23,114 | 1,15,952 |

For United Farm Product Pvt. Ltd.

Director



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United Farm Products Private Limited
Notes to the financial statements as at March 31, 2024

| Particulars | (Rs in '000) | |
|---|-------------------------|-------------------------|
| | As at March 31, 2024 | As at March 31, 2023 |
| (11) Equity Share Capital | | |
| Authorised | | |
| March 31, 2024- 1,60,00,000 | | |
| (March 31, 2023 - 1,60,00,000) Equity Shares of Rs 10/- each | 1,60,000 | 1,60,000 |
| Issued, Subscribed & Fully Paid up | | |
| March 31, 2024 - 1,58,15,000 | | |
| (March 31, 2023 - 1,58,15,000) Equity Shares of Rs 10/- each fully paid up | 1,58,150 | 1,58,150 |
| Total Issued, Subscribed & Fully Paid up | 1,58,150 | 1,58,150 |

(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year

| Particulars | As at March 31, 2024 | | As at March 31, 2023 | |
|---|----------------------|-----------------|----------------------|-----------------|
| | Number | Amount | Number | Amount |
| Shares outstanding at the beginning of the year in INR | 1,58,15,000 | 1,58,150 | 1,58,15,000 | 1,58,150 |
| Shares issued during the year in INR | - | - | - | - |
| Shares outstanding at the end of the year in INR | 1,58,15,000 | 1,58,150 | 1,58,15,000 | 1,58,150 |

(b) Details of Equity Shareholders holding more than 5% shares in Equity Capital of the Company.

| Name of Shareholder | As at March 31, 2024 | | As at March 31, 2023 | |
|-----------------------------|----------------------|--------------|----------------------|--------------|
| | No. of Shares held | % of Holding | No. of Shares held | % of Holding |
| HMA Agro Industries Limited | 1,58,15,000 | 100.00 | 1,58,15,000 | 100.00 |

(c) Details of Equity Shareholders held by promoter.

| March 31, 2024 | | | | | |
|-----------------------------|--|------------------------|--------------------------------------|-------------------|--------------------------|
| Promoter Name | No. of shares at the beginning of the year | Change during the year | No. of shares at the end of the year | % of Total Shares | % change during the year |
| HMA Agro Industries Limited | 1,58,15,000 | - | 1,58,15,000 | 100% | |
| Total | 1,58,15,000 | - | 1,58,15,000 | 100% | 0% |

| March 31, 2023 | | | | | |
|-----------------------------|--|------------------------|--------------------------------------|-------------------|--------------------------|
| Promoter Name | No. of shares at the beginning of the year | Change during the year | No. of shares at the end of the year | % of Total Shares | % change during the year |
| HMA Agro Industries Limited | 1,58,15,000 | - | 1,58,15,000 | 100% | |
| Total | 1,58,15,000 | - | 1,58,15,000 | 100% | 0% |

(d) Terms/ Rights Attached to Shares

The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

- (e) There were no shares allotted pursuant to contract without payment being received in cash or as fully paid up by way of bonus shares or any shares bought back.
- (f) No dividend is declared by the Company during the year ended March 31, 2024 and year ended March 31, 2023.

| Particulars | (Rs in '000) | |
|---|-------------------------|-------------------------|
| | As at March 31, 2024 | As at March 31, 2023 |
| (12) Other Equity | | |
| Reserve and surplus | (3,40,812) | (2,03,221) |
| Remeasurement of defined employee benefit plans | (456) | - |
| Total | (3,41,268) | (2,03,221) |

Noted : Refer statement of changes in equity for movement of items of other equity

(13) Borrowings - Long term

| | | |
|-------------------------------|------------------|------------------|
| Borrowings from related party | 14,66,309 | 14,66,309 |
| Secured - at amortised cost | | |
| From Banks* | 2,82,948 | 4,22,496 |
| Total | 17,49,257 | 18,88,805 |

Term loan

- Interest rate : Interest is chargeable at floating of 8.1 % over and above 6 months of CD.
- Security details

a. Secured against fixed deposits amounting to Rs 188 millions.

b. Collateral Properties

1. In name of the Company :

1. Exclusive charge on industrial property being Factory land and building (Under construction) situated at Plot no. 17, 18, 19, 21, 22, 23, 24, 25, 125, 126, 127, 129, 378, 379 at village Ghatta Shamshabad, Tehsil - Firozpur Jhirka, District Nuh, Mewat, Haryana.

3. Personal guarantee of Gulzar Ahmad, Zulfiqar Ahmad Qureshi, Wajid Ahmad, Gulzeb Ahmed.

4. Corporate Guarantee of HMA Agro Industries Limited

5. Repayment tenor : 78 months after completion of moratorium period till September-22.

6. Total Term loan limit : Rs 650 millions

The Company is required to maintain the prescribed covenants as given by the loan agreement/facility letter, which the Company is confident of complying the same once the operations will commence.

For United Farm Product Pvt. Ltd.

Director

Ruchi Pathak



United Farm Products Private Limited
Notes to the financial statements as at March 31, 2024

| Particulars | (Rs in '000) | |
|--------------------------------------|-------------------------|-------------------------|
| | As at March 31, 2024 | As at March 31, 2023 |
| (15) Borrowings - Short term | | |
| From Related parties (Refer note 29) | 4,56,160 | 696 |
| Current maturities of long term debt | 1,30,000 | 1,30,000 |
| Total | 5,86,160 | 1,30,696 |

| | | |
|--|-----------------|-----------------|
| (16) Trade Payables | | |
| - Total outstanding dues of micro enterprise and small enterprises | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | | |
| - others | 1,61,309 | 1,27,595 |
| - related party (Refer note 29) | 2,126 | 1,248 |
| Total | 1,63,435 | 1,28,843 |

The Company has the process of identification of 'suppliers' registered under the Micro, Small and Medium Enterprises Development ('MSMED') Act, 2006, by obtaining confirmations from all suppliers. The Company has not received intimation from any of the 'suppliers' regarding their status under MSMED Act, 2006 and hence disclosures if any, relating to amounts unpaid as at the year end together with interest paid/payable as required have not been furnished.

Ageing of Trade payable

As at March 31, 2024

| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|---|--|------------------|--------------|------------|-------------------|-----------------|
| | Not due | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Total outstanding dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | - | 1,57,117 | 3,824 | 369 | - | 1,61,309 |
| (iii) Disputed dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| (iv) Disputed dues of creditors other than micro enterprises and small enterprises | - | - | - | - | - | - |
| Total | - | 1,57,117 | 3,824 | 369 | - | 1,61,309 |

As at March 31, 2023

| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|---|--|------------------|--------------|-----------|-------------------|-----------------|
| | Not due | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Total outstanding dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | - | 1,26,489 | 2,264 | 90 | - | 1,28,843 |
| (iii) Disputed dues of micro enterprises and small enterprises | - | - | - | - | - | - |
| (iv) Disputed dues of creditors other than micro enterprises and small enterprises | - | - | - | - | - | - |
| Total | - | 1,26,489 | 2,264 | 90 | - | 1,28,843 |

(17) Other Financial Liabilities

| | | |
|--|-----------------|--------------|
| Advances from related parties (Refer note 29) | 3,09,946 | - |
| Payable related to employee | 8,690 | - |
| Interest accrued and not due | 3,445 | 4,505 |
| Other Payable- Related parties (Refer note 29) | 2,047 | 1,490 |
| Total | 3,24,128 | 5,995 |

(18) Other Current Liabilities

| | | |
|-------------------------|---------------|--------------|
| Advance from customer | 11,336 | - |
| Statutory dues payable* | 56,635 | 1,767 |
| Total | 67,971 | 1,767 |

*Includes payables towards Goods and service tax, withholding taxes, Provident fund etc.

(19) Provisions

Non-current provisions

| | | |
|-------------------------------------|--------------|------------|
| Gratuity (Refer note 28) | 2,956 | 248 |
| Total non-current provisions | 2,956 | 248 |

Current provisions

| | | |
|---------------------------------|--------------|----------|
| Gratuity (Refer note 28) | 197 | 1 |
| Leave encashment | 996 | - |
| Total current provisions | 1,193 | 1 |

For United Farm Product Pvt. Ltd.

[Signature]

Director

[Signature]

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United Farm Products Private Limited
Notes to the financial statements as at March 31, 2024

| | | (Rs in '000) | |
|-------|--|------------------------------|------------------------------|
| | Particulars | Year Ended March 31, 2024 | Year Ended March 31, 2023 |
| (20) | Revenue From Operations | | |
| | Sale of Products | | |
| | - Domestic sales | 95,00,958 | 12,89,977 |
| | - Export sales | 4,31,340 | - |
| | Total | 99,32,298 | 12,89,977 |
| (21) | Other Income | | |
| | Interest on fixed deposits with bank | 1,533 | 851 |
| | Interest on unwinding of security deposit | 47 | - |
| | Foreign exchange gain, net | 5,865 | - |
| | Duty drawback | 638 | - |
| | Sundry balance write back | 5,421 | 83 |
| | Miscellaneous income | 60 | - |
| | Total | 13,564 | 934 |
| (22) | Cost of Raw Material Consumed | | |
| | Inventory at the beginning of the year | - | - |
| | Add : Purchases during the year | 96,00,404 | 12,95,586 |
| | Less : Inventory at the end of the year | - | - |
| | Total | 96,00,404 | 12,95,586 |
| (23) | Change in inventories in Finished Goods and Process Goods | | |
| | Inventories at the beginning of year | | |
| | Finished Goods | 39,373 | - |
| | Inventories at the end of year | | |
| | Finished Goods | 5,21,430 | 39,373 |
| | Total | (4,82,057) | (39,373) |
| (24) | Employee Benefit Expenses | | |
| | Salaries, wages, allowances and bonus | 3,50,903 | 68,430 |
| | Gratuity expense (Refer note 28) | 2,294 | 249 |
| | Contribution to provident funds | 764 | 126 |
| | Staff welfare expense | 2,256 | 826 |
| | Total | 3,56,217 | 69,631 |
| (25) | Finance cost | | |
| | Interest on lease liabilities | 496 | - |
| | Interest on statutory dues | 1 | 58 |
| | Interest on term loan | 31,580 | 9,859 |
| | Total | 32,077 | 9,917 |
| (26) | Depreciation and Amortisation Expenses | | |
| | Depreciation on property plant and equipment | 2,14,366 | 68,428 |
| | Depreciation on right-of-use-assets | 2,541 | - |
| | Total | 2,16,907 | 68,428 |
| (27) | Other Expenses | | |
| | Power and fuel | 1,83,857 | 51,679 |
| | Labour charges | - | - |
| | Packing expenses | 1,20,045 | 20,224 |
| | Repair and Maintenance | | |
| | - Plant and machinery | 25,375 | 595 |
| | - Building | 460 | - |
| | Consumable expenses | 23,678 | 4,894 |
| | Security expenses | 12,002 | 2,390 |
| | Freight expenses | 16,489 | 83 |
| | Cleaning expenses | 17,638 | 1,732 |
| | Export charges | 9,855 | - |
| | Legal & professional expenses | 3,658 | 696 |
| | Office and administrative expense | 2,295 | 645 |
| | Rent, rates and taxes | 21,756 | 447 |
| | Vehicle running and maintenance expenses | 835 | 548 |
| | Insurance Charges | 3,849 | 354 |
| | Communication expenses | 185 | 253 |
| | Travelling & conveyance expenses | 830 | 226 |
| | Testing expense | 1,116 | 101 |
| | Bank charges | 443 | 38 |
| | Clearing and forwarding expenses | 28 | 32 |
| | Corporate Social Responsibility | 20 | - |
| | Auditors Remuneration (Refer note 27a) | 200 | 25 |
| | Custom duty expenses | - | 11 |
| | Membership & subscription | 23 | 6 |
| | Miscellaneous Expenses | 3,867 | 2,241 |
| | Total | 4,48,504 | 87,222 |
| (27a) | Auditors remuneration | | |
| | For statutory audits | 200 | 25 |
| | Total | 200 | 25 |

For United Farm Product Pvt. Ltd.

Director



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United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(28) Employee benefits

(a) Defined contribution plan

The Company has a defined contribution plan in respect of provident fund. Contributions are made to provident fund in India for employees as per regulations. The contributions are made to registered provident fund administered by the Government of India. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

| (in 000' Rupees) | | |
|---|------------------------------|------------------------------|
| Particulars | Year ended March 31, 2024 | Year ended March 31, 2023 |
| Employer's contribution to provident fund | 764 | 126 |

Included in 'Contribution to provident fund' under employee benefits expense (Refer note (24))

(b) Compensated absences

Liability under Compensated absences pertains to leave balances and is disclosed under current provisions

(c) Defined benefit plans

Gratuity:

The Company has an obligation towards gratuity, a defined benefit obligation. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn salary) for each completed year of service. The actuarial valuation of the defined benefit obligation was carried out at the balance sheet date. The present value of the defined benefit obligations and the related current service cost and past service cost were measured using the Projected Unit Credit Method.

| (in 000' Rupees) | | |
|---|---|---|
| Particulars | As at March 31, 2024 | As at March 31, 2023 |
| Discount rate as at 31 March | 6.97% | 7.20% |
| Future salary increases | 5.00% | 5.00% |
| Attrition rate | 10.00% | 10.00% |
| Mortality Rate | Indian Assured Lives Mortality (2012-14) Ultimate -100% | Indian Assured Lives Mortality (2012-14) Ultimate -100% |
| Weighted average duration of the obligation | 8.37 Years | 8 Years |

Notes:

1. Discount rate: The discount rate is based on the prevailing market yields of Indian government securities for the estimated term of the obligations.

2. Salary escalation rate: The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

The amounts recognised in the balance sheet and movements in the net defined benefit obligation (DBO) are as follows :

| (in 000' Rupees) | | |
|---|-------------------------|-------------------------|
| Change in the present value of obligation | As at March 31, 2024 | As at March 31, 2023 |
| Present value of obligation at the beginning of the year | 249 | - |
| Interest cost | 18 | - |
| Past service cost | - | 1 |
| Current service cost | 2,276 | 248 |
| Benefits paid | - | - |
| Remeasurement due to | | |
| Actuarial loss/(gain) arising from change in financial assumptions | 61 | - |
| Actuarial loss/(gain) arising on account of experience changes | 549 | - |
| Actuarial (gain)/loss arising on account of demographical assumptions | - | - |
| Present value of obligation at the end of the year | 3,153 | 249 |

For United Farm Product Pvt. Ltd.

Director



Ruchi Pathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

| (in 000' Rupees) | | |
|--|-------------------------|-------------------------|
| Reconciliation of present value of defined benefit obligation and the fair value of assets | As at March 31, 2024 | As at March 31, 2023 |
| Present value of funded obligation at the end of the year | 3,153 | 249 |
| Funded Status [Surplus/ (Deficit)] | 3,153 | 249 |

| (in 000' Rupees) | | |
|---|-------------------------|-------------------------|
| Amount recognised in the statement of profit and loss | As at March 31, 2024 | As at March 31, 2023 |
| Current service cost | 2,276 | 248 |
| Past service cost | - | 1 |
| Interest cost | 18 | - |
| Total expense recognized in the statement of profit and loss | 2,294 | 249 |

| (in 000' Rupees) | | |
|--|-------------------------|-------------------------|
| Amount recognised in other comprehensive income | As at March 31, 2024 | As at March 31, 2023 |
| Remeasurements during the year due to | | |
| Changes in financial assumptions | 61 | - |
| Changes in demographic assumptions | - | - |
| Experience adjustments | 549 | - |
| Amount recognised in other comprehensive income during the year | 610 | - |

(d) Sensitivity of the defined benefit obligation to changes in weighted principal assumptions is:

Impact on present benefit obligation

| (in 000' Rupees) | | |
|--|-------------------------|-------------------------|
| Particulars | As at March 31, 2024 | As at March 31, 2023 |
| Discount rate +100 basis points | (2,902) | (24) |
| Discount rate -100 basis points | 3,442 | 28 |
| Salary increase rate +100 basis points | 3,426 | 29 |
| Salary increase rate -100 basis points | (2,908) | (25) |

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice it is unlikely to occur, and changes in some of the assumptions may be correlated. The methods and types of assumption used in preparing the sensitivity analysis did not change compared to previous period.

For United Farm Product Pvt. Ltd.

[Signature]

Director

[Signature]

Ruchi Pathak



United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(29) Related party transactions

Related parties

| Sr. No | Name of the party | Nature of relationship |
|---------------------------------|--|---|
| 1 | HMA Agro Industries Limited | Parent Company |
| 2 | Federal Agro industries private limited | Fellow subsidiary |
| 3 | Swastik Bone and Gelatine Private Limited | Fellow subsidiary |
| 4 | Food Export Private Limited | Fellow subsidiary |
| 5 | Laal Agro Food Private Limited | Fellow subsidiary |
| 6 | Relaible Agro Foods | Fellow subsidiary |
| 7 | United Farm Product Private Limited | Fellow subsidiary |
| 8 | Darling Pets Private Limited | Company where director has substantial interest |
| 9 | Wajid Ahmed | Relative of KMP |
| 10 | Mohammad Mehmood Qureshi | Relative of KMP |
| Key managerial personnel | | |
| 1 | Zulfiqar Ahmad Qurashi | Directors |
| 2 | Gulzar Ahmed | Directors |
| 3 | Gulzair Ahmed | Directors |
| 4 | Viswambharan Parameswaran (w.e.f. December 14, 2022) | Directors |
| 5 | Mohammad Ashraf Qureshi | Relative of directors |
| 6 | Bhawna Jain (w.e.f. December 01,2023) | Additional director |
| 7 | Ruchi Pathak | Company Secretary |

Details of transactions with related parties

(Rs in '000)

| A | Transactions | Year Ended March 31, 2024 | Year Ended March 31, 2023 |
|---|---|---------------------------|---------------------------|
| 1 | Revenue from operations | | |
| | HMA Agro Industries Limited | 86,36,852 | 11,86,434 |
| | Federal Agro industries private limited | 28,793 | - |
| | Darling Pets Private Limited | 3,852 | - |
| 2 | Consumable Sales | | |
| | Federal Agro Industries Private Limited | 30 | 383 |
| | Swastik Bone and Gelatine Private Limited | - | 80 |
| | Food Export Private Limited | 126 | 141 |
| | HMA Agro Industries Limited | 1,557 | - |
| 3 | Purchase of finished goods and other consumables | | |
| | Federal Agro industries private limited | 138 | 425 |
| | Food Export Private Limited | - | 1,199 |
| | Laal Agro Food Private Limited | - | 648 |
| | HMA Agro Industries Limited | 1,84,035 | 5,365 |
| | United Farm Product Private Limited | - | 17 |
| 4 | Borrowings received | | |
| | HMA Agro Industries Limited | - | 23,17,042 |
| | Gulzar Ahmed | 4,23,260 | 11,678 |
| | Zulfiqar Ahmad Qurashi | 1,68,260 | - |
| | Mohammad Mehmood Qureshi | 40,165 | - |
| | Wajid Ahmed | 80,000 | - |
| | Mohammad Ashraf Qureshi | - | - |
| 5 | Borrowings repaid | | |
| | HMA Agro Industries Limited | - | 11,91,412 |
| | Gulzar Ahmed | 1,41,426 | 10,982 |
| | Zulfiqar Ahmad Qurashi | 1,01,700 | - |
| | Mohammad Mehmood Qureshi | 40,000 | - |
| | Wajid Ahmed | 9,200 | - |
| 6 | Director remuneration | | |
| | Zulfiqar Ahmad Qurashi | 12,000 | 6,000 |
| 7 | Reimbursement of expense incurred on behalf of company | | |
| | Gulzar Ahmed | 36,105 | - |
| | FNS Agro Foods Limited | - | - |
| 8 | Advance received | | |
| | HMA Agro Industries Limited | 5,09,946 | - |

For United Farm Product Pvt. Ltd.



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Director

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Ruchi Pathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

| B | Balances | Year Ended March 31, 2024 | Year Ended March 31, 2023 |
|---|---|--|---------------------------------|
| 1 | Advance against sale of goods HMA Agro Industries Limited | 3,09,946 | - |
| 2 | Employee related obligation Zulfiqar Ahmad Qurashi | 665 | - |
| 3 | Borrowings HMA Agro Industries Limited Gulzar Ahmed Mohammad Mehmood Qureshi Wajid Ahmed Zulfiqar Ahmad Qureshi | 14,66,309 3,18,635 165 70,800 66,560 | 14,66,309 696 - - - |
| 4 | Trade receivable Black Gold Tanners Federal Agro industries private limited Darling Pets Private Limited | 1,812 28,285 20,210 | 778 - - |
| 5 | Other Receivables Swastik Bone and Gelatine Private Limited | 94 | 94 |
| 6 | Trade Payables Food Export Private Limited | 2,126 | 1,248 |
| 7 | Other Payables Federal Agro industries private limited FNS Agro Foods Limited Laal Agro Food Private Limited Relaible Agro Foods | - 555 1,437 55 | 470 - 1,000 20 |

(Rs in '000)

| Sr no. | Commitments | Year Ended March 31, 2024 | Year Ended March 31, 2023 |
|--------|--|---------------------------|---------------------------|
| C | Commitments | | |
| 1 | Gaurantee given on behalf of the Company HMA Agro Industries Limited | 6,50,000 | 6,50,000 |

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and settlement occurs in cash. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

For United Farm Product Pvt. Ltd.

Director



Ruchi Pathak

HMA Agro Industries Limited

Notes to the standalone financial statements for the year ended March 31, 2024

(30) Leases

Operating lease

Company as lessee

The Company has entered into cancellable leasing arrangement in respect of office premises for a period of 3 years which are renewable on mutual consent.

Ind AS 116 - Lease liabilities

| (in 000' Rupees) | |
|------------------|----------------|
| Particulars | As at |
| | March 31, 2024 |
| Non-current | 2,599 |
| Current | 3,294 |
| Total | 5,892 |

(i) Movement in Lease liabilities:

| (in 000' Rupees) | |
|---|----------------|
| Particulars | As at |
| | March 31, 2024 |
| Opening Balance | |
| Add: Addition made during the year | 8,146 |
| Add: Finance cost accrued during the year | 496 |
| Less: Payment of Lease Liabilities | (2,750) |
| Closing Balance | 5,892 |

(ii) The contractual maturities of Lease liabilities are as under on undiscounted basis:

| (in 000' Rupees) | |
|---|----------------|
| Particulars | As at |
| | March 31, 2024 |
| Payable within one year | 3,000 |
| Payable later than one year and not later than five years | 3,460 |

| | | |
|-------|---|-----|
| (iii) | Lease payments recognized for short term leases in Statement of Profit and Loss | 743 |
|-------|---|-----|

The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

For United Farm Product Pvt. Ltd.

Director



Ruchi Pathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(31) Fair value measurement

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value those includes cash and cash equivalents, Loan from related parties and trade payables.

(a) Financial instruments by category

(Rs in '000)

March 31, 2024

| Particular | Carrying amount | | Level |
|------------------------------------|-----------------------------------|------------------|-------|
| | Fair value through profit or loss | Amortised cost | |
| Financial assets | | | |
| Non-Current | | | |
| Other financial assets | - | 26,035 | - |
| Current | | | |
| Trade Receivables | - | 1,18,007 | - |
| Cash and cash equivalents | - | 7,902 | - |
| Other financial assets | - | 23,448 | - |
| Total financial assets | - | 1,75,392 | |
| Financial liabilities | | | |
| Non-Current | | | |
| Lease obligation | - | 2,599 | - |
| Borrowings | - | 17,49,257 | - |
| Current | | | |
| Lease obligation | - | 3,294 | - |
| Trade payables | - | 1,63,435 | - |
| Borrowings | - | 5,86,160 | - |
| Other Financial liabilities | - | 3,24,128 | - |
| Total financial liabilities | - | 28,26,274 | |

March 31, 2023

| Particular | Carrying amount | | Level |
|------------------------------------|-----------------------------------|------------------|-------|
| | Fair value through profit or loss | Amortised cost | |
| Financial assets | | | |
| Non-Current | | | |
| Other financial assets | - | 33,028 | - |
| Current | | | |
| Trade Receivables | - | 2,145 | - |
| Cash and cash equivalents | - | 8,821 | - |
| Other financial assets | - | 18,313 | - |
| Total financial assets | - | 62,307 | |
| Financial liabilities | | | |
| Non-Current | | | |
| Borrowings | - | 18,88,805 | - |
| Current | | | |
| Trade payables | - | 1,28,843 | - |
| Borrowings | - | 1,30,696 | - |
| Other Financial liabilities | - | 5,995 | - |
| Total financial liabilities | - | 21,54,339 | |

Note: Carrying amounts of Cash and cash equivalents, other financial assets, borrowings, other financial liabilities, trade receivables and trade payables as at March 31, 2024 and March 31, 2023 approximate the fair value.

For United Farm Product Pvt. Ltd.



[Signature]

Director

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Ruchu Pathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(32) Financial risk management framework

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board is responsible for developing and monitoring the Company's risk management policies. The Board holds regular meetings on its activities.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Board oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

a). Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

A default on a financial asset is when the counterparty fails to make contractual payments when they fall due. This definition of default is determined by considering the business environment in which Company operates and other macro-economic factors.

Credit quality of a customer is assessed based on its credit worthiness and historical dealings with the Company, market intelligence and goodwill. Outstanding customer receivables are regularly monitored. The management uses a simplified approach for the purpose of computation of expected credit loss for trade receivables and other receivables.

Cash and cash equivalents

Credit risk on cash and cash equivalents and other deposits with banks is limited as the Company generally invest in deposits with banks with high credit ratings assigned by external credit rating agencies, accordingly the Company considers that the related credit risk is low.

Other financial assets

Other financial assets measured at amortised cost includes deposits and capital advances for immovable properties and various authorities etc. Credit risk related to these financial assets are managed by monitoring the recoveries of such amounts on regular basis and the Company does not perceive any credit risk related to these financial assets.

Other than trade and other receivables, the Company has no other financial assets that are past due but not impaired.

b). Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Maturities of financial liabilities

The below table analyses the Company's financial liabilities into relevant maturity based on their contractual maturities. The amounts disclosed in the table are contractual undiscounted cash flows.

| Particulars | (Rs in '000) | |
|---|--------------|-----------|
| | <12months | >12months |
| March 31, 2024 | | |
| Non Derivative financial instruments | | |
| Lease liabilities | 3,000 | 3,460 |
| Borrowings | 5,86,160 | 17,58,809 |
| Trade payables | 1,63,435 | - |
| Other financial liabilities | 3,24,128 | - |
| March 31, 2023 | | |
| Non Derivative financial instruments | | |
| Lease liabilities | - | - |
| Borrowings | 1,30,696 | 18,88,805 |
| Trade payables | 1,26,489 | 2,353 |
| Other financial liabilities | 5,995 | - |

(c). Market risk

Market risk is the risk arising from changes in market prices – such as foreign exchange rates and interest rates – that will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of the investments. Thus, the exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities.



Director

(d). Currency risk

The Company does not transact in any currency other than functional currency, hence the Company is not exposed to currency risk.

The Company is exposed to currency risk on account of foreign currency transactions including recognized assets and liabilities denominated in a currency that is not the Company's functional currency (₹), primarily in respect of United States. The Company ensures that the net exposure is kept to an acceptable level.

Exposure to currency risk

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:
As at March 31, 2024

| (Rs in '000) | |
|---|----------------------|
| Particulars | USD converted to INR |
| Financial assets | |
| Trade receivables | 48,332 |
| Net exposure to foreign currency (assets) | 48,332 |
| Financial liabilities | |
| Advances received from customer | 5,183 |
| Net exposure to foreign currency (liabilities) | 5,183 |
| Net exposure to foreign currency | 43,150 |

Sensitivity analysis

A reasonably possible strengthening (weakening) of the Indian Rupee against all other currencies would have affected the measurement of financial instruments denominated in a foreign currency profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

| Particulars | Impact on profit after tax and equity |
|------------------|---------------------------------------|
| | March 31, 2024 |
| USD | |
| - Increase by 5% | 1,614 |
| - Decrease by 5% | (1,614) |

(ii). Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

Exposure to interest rate risk

The Company's borrowings are interest free loans and floating loans are carried at amortized cost. Floating term loans are subject to interest rate risk as defined in Ind AS 107. The Company is also receiving interest subvention refund against the floating loans taken by the Company. Owing to reputation of the parent entity, the Company is not expecting any interest rate fluctuations, other than regulatory changes by the financial institutions.

The Company has assessed no exposure to fluctuating change of market interest rates.

d) Capital management

The Company's objective for capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. The Company determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through available cash and cash equivalents and borrowings from the related party.

| (Rs in '000) | | |
|-----------------------------------|------------------|------------------|
| Particulars | March 31, 2024 | March 31, 2023 |
| Borrowings | 18,79,257 | 20,18,805 |
| Less : Cash and cash equivalents | (29,581) | (38,290) |
| Net Debt | 18,49,676 | 19,80,515 |
| Equity | 1,58,150 | 1,58,150 |
| Total Capital | 1,58,150 | 1,58,150 |
| Total Capital and Net Debt | 20,07,826 | 21,38,665 |
| Capital gearing ratio | 0.92 | 0.93 |

For United Farm Product Pvt. Ltd.



[Signature]

Director

Ruchi Pathak

United Farm Products Private Limited
Notes to the financial statements as at March 31, 2024

(33) Ratios

| Ratio | Numerator | Denominator | March 31, 2024 | March 31, 2023 | % change | Reason for variance |
|---------------------------------|--|---|----------------|----------------|----------|---|
| Current ratio | Current Assets | Current Liabilities | 0.63 | 0.76 | -17.05% | |
| Debt- Equity Ratio | Total Debt | Shareholder's Equity | (12.75) | (44.81) | 1275.36% | Ratio has improved due to reduction in losses |
| Debt Service Coverage ratio | Earnings for debt service = Net profit after taxes + Non-cash operating expenses | Debt service = Interest & Lease Payments + Principal Repayments | (4.53) | (20.86) | -78% | Ratio has improved due to reduction in losses |
| Return on Equity ratio | Net Profits after taxes - Preference Dividend | Average Shareholder's Equity | 1.25 | (3.56) | -135% | Ratio has improved due to reduction in losses |
| Trade Receivable Turnover Ratio | Net credit sales = Gross credit sales - sales return | Average Trade Receivable | 167.23 | 601.50 | -72% | Refer note below |
| Trade Payable Turnover Ratio | Net credit purchases = Gross credit purchases - purchase return | Average Trade Payables | 65.69 | 14.48 | 354% | Refer note below |
| Net Capital Turnover Ratio | Net sales = Total sales - sales return | Working capital = Current assets - Current liabilities | 11.30 | 21.23 | -47% | Ratio has improved due to reduction in losses |
| Net Profit ratio | Net Profit | Net sales = Total sales - sales return | (0.01) | (0.16) | -91% | Refer note below |
| Return on Capital Employed | Earnings before interest and taxes | Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | (0.12) | (0.11) | 11.38% | |

Note: Since the company has started its operation from January 2023, so its ratios are not comparable.

For United Farm Product Pvt. Ltd.

Director

Rechi Pathak



United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(34) Earnings per share

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|--|-----------------------------|-----------------------------|
| Loss attributable to the equity holders of the Company (Rs in '000) | (2,26,190) | (2,00,500) |
| Weighted average number of equity shares | 1,58,15,000 | 1,58,15,000 |
| - Earnings per share (basic) | (0.01) | (0.01) |
| - Earnings per share (diluted) | (0.01) | (0.01) |
| Face value per equity share (Rs.) | 10.00 | 10.00 |

(35) Income tax expense

This note provides analysis of Company's income tax expense, amounts that are recognised directly in equity and how the tax expense is affected by non-assessable and non-deductible items. It also explains significant estimates in relation to the Company's tax position.

(a) Income tax expense is as follows

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|--------------------------|-----------------------------|-----------------------------|
| (a) Profit and loss | | |
| Current tax | - | - |
| Deferred tax | | |
| - Current year | (56,709) | 5,110 |
| - Earlier year | (31,890) | - |
| Total tax expense | (88,599) | 5,110 |

(b) Reconciliation of tax expense and the accounting profit computed by applying income tax rate:

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|------------------------------------|-----------------------------|-----------------------------|
| Profit before tax | (2,26,190) | (2,00,500) |
| Tax rate | 25.18% | 25.18% |
| Tax | (56,950) | (50,482) |
| Adjustment for : | | |
| Tax expense for earlier years | (31,890) | - |
| Deferred tax not created on losses | - | 55,591 |
| Others | 241 | - |
| Computed tax | (88,599) | 5,110 |

Details of carry forward losses

The tax losses of the Group will lapse in subsequent years as follows :

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|-------------|----------------------|----------------------|
| 0 - 5 years | | |
| 5 - 8 years | 3,20,976 | 1,31,823 |
| Indefinite | 88,971 | 88,971 |

The Company has recognised deferred tax losses on current and previous years losses owing to virtual certainty of profits. The management of the Company is certain of utilising these losses against the future taxable profits.

(36) Segment reporting

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker for assessing the Company's performance and allocating the resources based on an analysis of various performance indicators by business segments and geographic segments.

The Company is engaged into business of Manufacturing and exporting of Buffalo Frozen Meat and Meat Products which is single reportable business segment. Hence the Company's financial statements reflect the position for a reportable segment and no separate disclosure is required. The company operates in India and no reportable geographical segment.

(37) Commitments and contingent liabilities

| Particulars | March 31, 2024 | March 31, 2023 |
|---|----------------|----------------|
| - Export obligation pending against duty saved against which export has to be made in six years | 5,70,000 | 7,05,580 |

A search was carried out on November 5, 2022 by the Income-tax authorities at various locations of the Company under Section 132 of the Income-tax Act, 1961. Panchama's in respect of the above searches were prepared recording the search proceedings conducted by the various Income-tax officers at these locations of the Company. Thereafter, proceedings have been initiated by the Revenue authorities under various provisions of Income Tax Act, 1961 and no demand has been raised till the date of approval of these financial statements against the Company. The Company is not able to estimate the liabilities under this search and hence no amount is provided for in the books on account as of year ended March 31, 2023. Also, the Company has not accounted for any undisclosed income in its financial statement for the year ended March 31, 2023 and March 31, 2024. These matters are under consideration in front of various authorities and is awaiting outcome.

For United Farm Product Pvt. Ltd.



[Signature]
Director
[Signature] Puchi Pathak

United Farm Products Private Limited

Notes to the financial statements as at March 31, 2024

(38) Going concern

The management has taken initiatives directed towards improving the profitability through operational efficiencies. The Company expects that these initiatives would result in sustainable cash flows. The Company, based on the support given by the parent company, is confident of meeting its operating and capital funding requirements. Accordingly, these financial statements have been prepared on going concern basis.

(39) Corporate social responsibility (CSR) expenditure

| Particulars | (Rs in '000) | |
|---|------------------------------|------------------------------|
| | Year ended March 31, 2024 | Year ended March 31, 2023 |
| Amount required to be spent as per Section 135 of the Companies Act, 2013 | | |
| Amount spent during the year on: | | |
| (i) Construction / acquisition of an asset | - | - |
| (ii) Purposes other than (i) above | - | - |
| (iii) nature of CSR activities | | |
| i) Contribution to Public Trust | - | - |
| ii) Contribution to Charitable Trust | 20 | - |

(40) The financial statements were authorised for issue by the Company's Board of directors on May 18, 2024.

(41) Events after the reporting period

No adjusting or significant non-adjusting events have occurred between March 31, 2024 and the date of authorisation of these financial statements.

(42) The Company has evaluated subsequent events from the balance sheet date to May 18, 2024 the date at which the financial statements were available to be issued and determined that there are no other material items to disclose.

(43) Other Statutory Information

- The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company do not have any transactions with companies struck off.
- The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

(44) Previous year's figures are recast/regrouped wherever necessary to conform to current year's classification

As per our report of even date attached.

FOR MAPSS AND COMPANY

Chartered Accountants

Firm's Registration Number: 012796C

CA Gyan Chandra Misra

Partner

Membership Number: 078183

Place : Ghaziabad

Date : 20.05.2024

UDIN :

24078183BKATBN3121

For United Farm Product Pvt. Ltd.

For and on behalf of the Board

United Farm Product Private Limited

CIN : U01100UP2018PTC104444

Gulzar Ahmad

Director

DIN : 01312305

Place : Delhi

Date :

Ruchi Pathak

Company Secretary

Membership No: 47147

Place : Agra

Date : 18-05-2024

Director

Gulzar Ahmad Qurashi

Director

DIN : 01312224

Place : Delhi

Date : 18-05-2024