

MAPSS AND COMPANY

CHARTERED ACCOUNTANTS
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INDEPENDENT AUDITOR'S REPORT

To the Members of HMA Agro Industries Limited

Opinion

We have audited the accompanying Consolidated financial statements of HMA Agro Industries Limited ("the Group Companies"), 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 "Consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated financial statements give the information required by the Companies Act, 2013 (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 group 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 Consolidated 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 Consolidated Financial Statements section of our report. We are independent of the Group Companies in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated financial statements of the current period.

On the facts and circumstances of the Group 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 Group 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, Consolidated financial statements and our auditor's report thereon.

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

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

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

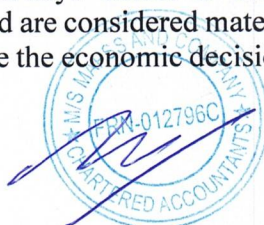
The Group Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the group 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 group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 Consolidated financial statements, management is responsible for assessing the group 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 group or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the group financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated 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 Consolidated financial statements.



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

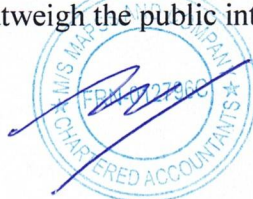
- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 group 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 Group'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 Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated financial statements, including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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



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 group 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 Consolidated 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 Consolidated financial statements of the group 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 group's internal financial controls with reference to Consolidated 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 group to its directors during the current year is in accordance with the provisions of section 197 of the Act.

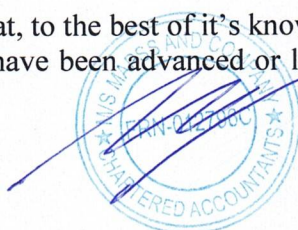
h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

i. The group has disclosed the impact of pending litigations on its financial position in its consolidated financial statements. Refer Note no. 39 to the consolidated financial statements.

ii. The group has not made any provision against the pending litigation as the group believes that these claims are not tenable and hence no provisioning made by the group.

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 group.

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 group 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 group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

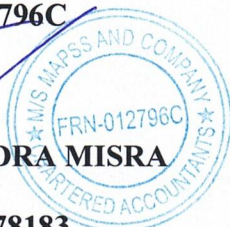
(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the group from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the group 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 misstatement.

- 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. Based on our examination, which included test checks, the Company has used accounting software's for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software's. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

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

CA GYAN CHANDRA MISRA
Partner
Membership No. 078183
UDIN: 24078183BKATCD3898



Date: 30-05-2024
Place: Ghaziabad

HMA Agro Industries Limited

Consolidated Balance Sheet as at March 31, 2024

Consolidated Balance Sheet as at March 31, 2024		(in ₹ Million)	
Particulars	Note	As at March 31, 2024	As at March 31, 2023
ASSETS			
(A) Non-current assets			
(a) Property, plant and equipment	(3)	2,913.69	2,601.74
(b) Capital work in progress	(3.1)	355.28	578.37
(c) Right-of-use-assets	(4)	26.56	-
(d) Goodwill	(5)	6.23	6.23
(e) Financial assets			
(i) Other financials assets	(10)	748.39	339.70
(f) Income tax assets		159.56	123.51
(g) Deferred tax assets (net)	(11)	117.79	81.79
(h) Other non current assets	(12)	351.03	431.75
Total non-current assets		4,678.53	4,163.09
(B) Current assets			
(a) Inventories	(6)	2,402.79	1,285.45
(b) Financial assets			
(i) Trade receivables	(7)	4,818.71	2,984.82
(ii) Cash and cash equivalents	(8)	1,151.97	689.04
(iii) Bank balances other than (ii) above	(9)	-	49.68
(iv) Other financial assets	(10)	145.27	33.90
(c) Other current assets	(12)	1,197.32	783.62
Total current assets		9,716.06	5,826.51
Total assets		14,394.59	9,989.60
EQUITY AND LIABILITIES			
(A) Equity			
(a) Equity share capital	(13)	500.77	475.13
(b) Other equity	(14)	6,670.87	4,267.42
Total equity attributable to owners of the Company		7,171.64	4,742.55
(c) Non Controlling Interest		202.63	202.32
Total equity		7,374.27	4,944.87
(B) Liabilities			
(I) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	(15)	282.95	422.50
(ii) Lease liabilities	(33)	11.94	-
(iii) Other financial liabilities	(17)	-	5.39
(b) Provisions	(19)	37.03	35.32
Total non-current liabilities		331.92	463.21
(II) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	(15)	4,610.43	3,010.69
(ii) Lease liabilities	(33)	15.15	-
(iii) Trade payables	(16)	-	-
1. Total outstanding dues of micro enterprises and small enterprises		-	-
2. Total outstanding dues of creditors other than micro enterprises and small enterprises		1,363.58	870.10
(iv) Other financial liabilities	(17)	46.33	220.30
(b) Other liabilities	(18)	641.24	387.09
(c) Provisions	(19)	9.59	3.66
(d) Current tax liabilities		2.08	89.68
Total current liabilities		6,688.40	4,581.52
Total Equity and Liabilities		14,394.59	9,989.60

Corporate information and material accounting policies

1 - 2

The accompanying notes form an integral part of the consolidated financial statements

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 : May 30, 2024

UDIN:24078183BKATCD3898

For and on behalf of the Board of Directors of

HMA Agro Industries Limited

For HMA AGRO INDUSTRIES LIMITED

CIN: U74110UP2008PLC034977

Gulzar Ahmad

Chairman

DIN : 01312305

Place : Agra

Date : May 30, 2024

Nikhil Sundrani

Company Secretary

Membership number : 53307

Place : Agra

Date : May 30, 2024

Mohammed
Mehmood Oureshi

Managing Director

DIN : 02839611

Place : Agra

Date : May 30, 2024

Gulzeb Ahmed

Chief financial officer

DIN : 06546660

Place : Agra

Date : May 30, 2024

HMA Agro Industries Limited

Consolidated statement of profit and loss for the year ended March 31, 2024

(in ₹ Million)

Particulars	Note	Year ended March 31, 2024	Year ended March 31, 2023
(1) Income			
(a) Revenue from operations	(20)	48,132.90	32,092.19
(b) Other income	(21)	486.82	468.72
Total Income		48,619.72	32,560.91
(2) Expenses			
(a) Cost of raw materials consumed	(22)	41,386.01	24,603.20
(b) Changes in inventories	(23)	(1,117.34)	82.07
(c) Employee benefits expense	(24)	1,440.42	965.27
(d) Finance costs	(25)	135.98	111.68
(e) Depreciation expense	(26)	347.76	176.42
(f) Other expenses	(27)	5,095.32	4,886.74
Total Expenses		47,288.15	30,825.38
(3) Profit before tax expense (1-2)		1,331.57	1,735.53
(4) Tax expense	(38)		
(a) Current tax		398.78	521.13
(b) Deferred tax (credit)		(73.05)	(20.26)
Total tax expense		325.73	500.87
(5) Profit for the year		1,005.84	1,234.66
(6) Other comprehensive income			
(1) Items that will be reclassified to Profit / (Loss)			
- Net change in value of derivatives designated as cash flow hedges		140.10	(140.10)
- Deferred tax impact on above		(35.26)	35.26
(2) Items that will not be reclassified subsequently to Profit			
- Remeasurements of defined benefit liability		6.70	(8.55)
- Tax impact on above		(1.79)	2.08
Total other comprehensive income/(loss)		109.75	(111.31)
(7) Total comprehensive income for the year		1,115.59	1,123.35
Profit for the year attributable to:			
Owners of the Parent		1,006.38	1,204.12
Non-Controlling Interest		(0.54)	30.54
Total profit for the year		1,005.84	1,234.66
Other comprehensive income for the year attributable to:			
Owners of the Parent		108.90	(111.19)
Non-Controlling Interest		0.85	(0.12)
Total other comprehensive income/(loss)		109.75	(111.31)
Total comprehensive income for the year attributable to:			
Owners of the Parent		1,115.28	1,092.93
Non-Controlling Interest		0.31	30.42
Total comprehensive income for the year attributable		1,115.59	1,123.35
Total			
Earnings per share (EPS) (₹ per share)	(37)		
(1) Basic EPS		2.03	2.53
(2) Diluted EPS		2.03	2.53

Corporate information and material accounting policies

The accompanying notes form an integral part of the consolidated financial statements

1 - 2

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 : May 30, 2024

UDIN:24078183BKATCD3898

For and on behalf of the Board of Directors of
HMA Agro Industries Limited

CIN: U74110UP2008PLC034977

Gulzar Ahmad

Chairman

DIN : 01312305

Place : Agra

Date : May 30, 2024

Nikhil Sundrani

Company Secretary

Membership number : 53307

Place : Agra

Date : May 30, 2024

Mohammed Mehmood
Oureshi

Managing Director

DIN : 02839611

Place : Agra

Date : May 30, 2024

Gulzeb Ahmed

Chief financial officer

DIN : 06546660

Place : Agra

Date : May 30, 2024

HMA Agro Industries Limited
Consolidated Statement of Changes in Equity for the year ended March 31, 2024

(A) Equity share capital

Table with 2 columns: Particulars, Amount. Rows include Balance as at April 1, 2023 (475.13), Changes in equity share capital during the year (25.64), Balance as at March 31, 2024 (500.77), Balance as at April 1, 2022 (475.13), Changes in equity share capital during the year (-), and Balance as at March 31, 2023 (475.13).

(B) Other equity

Table with 10 columns: Particulars, General Reserve, Capital Reserve, Securities Premium, Retained earnings, Remeasurement of defined employee benefit plans, Cash flow hedge reserves, Attributable to owners of the Parent, Attributable to Non controlling interest share holders, Total other equity. Rows include Balance as at April 1, 2023, Profit for the year, Other comprehensive income, Total comprehensive income, Issue of equity shares, Transaction expense, Dividend paid, Balance as at March 31, 2024, Balance as at April 1, 2022, Profit for the year, Other comprehensive income, Total comprehensive income, Dividend paid, and Balance as at March 31, 2023.

Nature and purpose of reserves
(a) Securities Premium Reserve: The amount received in excess of face value of the equity shares is recognised in Securities Premium. It can be used only in accordance with provisions of Companies Act, 2013 for specified purposes.
(b) Retained Earnings: Retained earnings are the profits that the Company has earned till date net of appropriations. It is available for distribution to shareholders.
(c) Capital Reserves : Any short fall of consideration paid over net assets acquired is treated as capital reserve under equity.
(d) General Reserves :Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.
(e) Cash flow hedge reserves : The cash flow hedging reserve represents the cumulative effective portion of gains or losses arising on changes in fair value of designated portion of hedging instruments entered into for cash flow hedges. Such gains or losses will be reclassified to statement of profit and loss in the period in which the underlying hedged transactions occur.

Significant accounting policies
1 - 2
The accompanying notes form an integral part of the consolidated financial statements

As per our report of even date attached.

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

CA Ryan Chandra Misra
Partner
Membership Number: 103145
Place : Ghaziabad
Date : May 30, 2024
UDIN:24078183BKATCD3898

For and on behalf of the Board of Directors of
HMA Agro Industries Limited

CIN: U74110UP2008PLC034977

Gulzar Ahmad
Chairman
DIN : 01312305
Place : Agra
Date : May 30, 2024

Nikhil Sundrani
Company Secretary
Membership number : 53307
Place : Agra
Date : May 30, 2024

Mohammed Mehmood Qureshi
Managing Director
DIN : 02839611
Place : Agra
Date : May 30, 2024

Gulzeb Ahmed
Chief financial officer
DIN : 06546660
Place : Agra
Date : May 30, 2024

HMA Agro Industries Limited

Consolidated statement of cash flows for the year ended March 31, 2024

(in ₹ Million)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
(A) Cashflows from operating activities	1,331.57	1,735.53
Profit before tax		
Adjustment for:		
Depreciation on property, plant and equipment	336.07	176.42
Depreciation on right-of-use assets	11.69	-
Liabilities no longer required written back	(11.37)	-
Unrealised fair value (gain)/loss on forward contracts (net)	(60.80)	91.04
Interest on lease liabilities	2.28	-
Interest expenses	133.65	110.63
Interest on bank deposits	(34.84)	(64.14)
Profit on sale of property plant and equipment	(54.02)	(0.51)
Interest on unwinding security deposit	(0.22)	-
Sundry balances write off	48.13	-
Unrealised foreign exchange (gain) (net)	(74.31)	(24.29)
Operating cash flow before working capital changes	1,627.83	2,024.68
Adjustment for changes in working capital:		
(Increase) in trade receivables	(1,761.74)	(63.06)
(Increase)/Decrease in inventories	(1,117.34)	82.08
(Increase) in other financial assets	(185.37)	(24.12)
(Increase) in other assets	(449.66)	(151.52)
Increase in trade payables	456.72	75.55
Increase/(Decrease) in other financial liabilities	22.60	(14.06)
Increase in current and non-current provisions	14.34	12.89
Increase/(Decrease) in other current liabilities	256.99	(89.12)
Cash generated from operations	(1,135.63)	1,853.32
Taxes paid (net of refunds)	(522.43)	(492.52)
Net cashflows from operating activities	(1,658.06)	1,360.80
(B) Cashflows from investing activities		
Purchase of property, plant and equipment and capital work in progress	(380.14)	(1,088.31)
Sale of property, plant and equipment and capital work in progress	89.96	-
Capital advances (recovered)	-	(9.05)
Movement in bank deposits with maturity greater than 3 months (net)	(317.60)	201.80
Interest received on fixed deposit	44.51	64.14
Net cashflows from investing activities	(563.27)	(831.42)
(C) Cashflows from financing activities		
Proceeds from allotment of shares (Refer note 13)	1,500.00	-
Borrowings drawn under working capital demand facility (net)	972.64	199.62
Repayment of term loan	(139.55)	(66.61)
Proceeds from unsecured borrowings from related party	1,158.79	-
Repayment of unsecured borrowings to related party	(532.38)	-
Government grants received	-	50.00
Interest paid	(112.35)	(113.60)
Dividend paid	(150.23)	(95.03)
Repayment of lease liabilities including interest (Refer note 30)	(12.66)	-
Net cashflows from financing activities	2,684.26	(25.62)
Net (decrease)/increase in cash and cash equivalents (A+B+C)	462.93	503.76
Cash and cash equivalents at the beginning of the year	689.04	185.28
Cash and cash equivalents at the end of the year	1,151.97	689.04
Cash and cash equivalents comprise of:		
Balance with banks:		
- In current accounts	333.53	651.85
- Cheque's on hand	-	8.48
- In fixed deposit account with original maturity of 3 months or less	801.57	0.25
Cash on hand	16.87	28.46
Total cash and cash equivalents	1,151.97	689.04

Notes :

The cashflow statement has been prepared under the indirect method as set out in Indian Accounting standard (Ind AS 7) Statement of cash flows' as specified under section 133 of the Companies Act, 2013.

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 : May 30, 2024

UDIN:24078183BKATCD3898

For and on behalf of the Board of Directors of

HMA Agro Industries Limited

CIN: U74110UP2008PLC034977

Gulzar Ahmad

Chairman

DIN : 01312305

Place : Agra

Date : May 30, 2024

Nikhil Sundrani

Company Secretary

Membership number : 53307

Place : Agra

Date : May 30, 2024

Mohammed Mehmoode Director

Oureshi

Managing Director

DIN : 02839611

Place : Agra

Date : May 30, 2024

Gulzeb Ahmed

Chief financial officer

DIN : 06546660

Place : Agra

Date : May 30, 2024

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

1 Corporate information

HMA Agro Industries Limited along with its subsidiaries and joint operations ("the Group") is domiciled and incorporated in India and it is a listed Group. The registered office of the Group is situated at 18A-5-3 Taj view Crossing, Fatehabad Road, Agra – 282 001, Uttar Pradesh. The Group is primarily engaged in the business of processing and export of buffalo frozen meat and meat products. The Company operates in State of Uttar Pradesh, Punjab, Haryana, Rajasthan, Bihar and Maharashtra. The Consolidated Financial Statements of the Group for the year ended March 31, 2024 were approved and authorized for issue by board of directors in their meeting held on May 30, 2024.

Material accounting policies followed by Group

2 Basis of preparation

The Consolidated financial statements of the Group 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 ₹s "INR" which is also the Company's functional currency and all values are rounded to the nearest million (₹ Million) upto two decimal, except when otherwise indicated.

Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Company, its subsidiaries and joint operations as at and for the year ended March 31, 2024.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses.

Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

2.01 Business Combination

The Group accounts for each business combination by applying the acquisition method. The acquisition date is the date on which control is transferred to the acquirer. Judgment is applied in determining the acquisition date and determining whether control is transferred from one party to another.

Control exists when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through power over the entity.

The Group measures goodwill as of the applicable acquisition date at the fair value of the consideration transferred less the net recognized amount of the identifiable assets acquired and liabilities (including contingent liabilities in case such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably) assumed. When the fair value of the net identifiable assets acquired and liabilities assumed exceeds the consideration transferred, a bargain purchase gain is recognized as capital reserve.

Consideration transferred includes the fair values of the assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, and equity interests issued by the Group. Consideration transferred also includes the fair value of any contingent consideration. Consideration transferred does not include amounts related to settlement of pre-existing relationships.

Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that meets the definition of a financial instrument is classified as equity, then it is not remeasured, and settlement is accounted for within equity. Otherwise subsequent changes in the fair value of the contingent consideration are recognised in the Consolidated Statement of Profit and Loss.

Transaction costs that the Group incurs in connection with a business combination, such as finder's fees, legal fees, due diligence fees and other professional and consulting fees, are expensed as incurred.

Any goodwill that arises on account of such business combination is tested annually for impairment.

2.02 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 Group 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.

Capital work in progress includes cost of PPE under development as at the Balance Sheet date and is carried at cost, comprising of direct cost and directly attributable cost.

Depreciation

Depreciation on property, plant and equipment is provided on written down value 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.

The estimated useful lives are as follows :

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

For HMA AGRO INDUSTRIES LIMITED

Director



HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

2.03 Impairment of property, plant and equipment and non financial assets

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Groups' each class of the property, plant and equipment. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor.

Goodwill represents the excess of consideration transferred, together with the amount of non-controlling interest in the acquiree, over the fair value of the Group's share of identifiable net assets acquired. Goodwill is measured at cost less accumulated impairment losses. A cash-generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired.

The goodwill acquired in a business combination is, for the purpose of impairment testing, allocated to cash-generating units that are expected to benefit from the synergies of the combination. Any impairment loss for goodwill is recognised directly in consolidated statement of profit and loss account. An impairment loss recognised for goodwill is not reversed in subsequent periods. On disposal of a cash-generating unit to which goodwill is allocated, the goodwill associated with the disposed cash-generating unit is included in the carrying amount of the cash-generating unit when determining the gain or loss on disposal.

2.04 Accounting for Joint Operations

The Group has an interest in joint operation. It recognises in relation to its interest in a joint operation its:

- ▶ Assets, including its share of any assets held jointly
- ▶ Liabilities, including its share of any liabilities incurred jointly
- ▶ Revenue from the sale of its share of the output arising from the joint operation
- ▶ Share of the revenue from the sale of the output by the joint operation
- ▶ Expenses, including its share of any expenses incurred jointly

2.05 Current versus non-current classification

The Group 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 Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

2.06 Fair value measurement

The Group 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 Group. 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 Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and 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 Group 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 Group 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 (Note 31)
- ▶ Financial instruments (including those carried at amortised cost) (Note 31)

2.07 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. The Group 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 group has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Revenue from inter-group 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.

Generally, the credit period varies as per the contractually agreed period from the shipment or delivery of goods as the case may be. The Group does not adjust short-term advances received from the customer for the effects of significant financing component if it is expected at the contract inception that the promised good or service will be transferred to the customer within a period of one year.



For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

2.08 Other income :

Interest income:

Interest income is recognised using effective interest rate method.

Profit/ (Loss) on derivatives :

Profit/ (Loss) on derivatives contracts on account of fair value changes are recognised as either income or expenses as the case may be through Profit and loss.

Duty drawback/Export incentive

Duty drawback income is recognised when right to receive such benefits is established. Further, in cases where there is uncertainty of such benefits, revenue is recognised when benefits are received.

2.09 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 : 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.
- Packing material and stores & spares : cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

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 Group expects the impact of the biological transformation on price to be not material.

2.10 Taxes

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current Tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences and the carry forward of unused tax losses can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

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.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

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

2.11 Borrowing Cost :

Borrowing costs directly attributable to the acquisition, construction or production of qualifying asset are capitalised during the period of time that is necessary to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed in the period in which they are incurred and reported in finance costs.

2.12 Employee Benefits :

Defined contribution plans

The Company's contribution to Provident fund are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings, through other comprehensive income in the statement of changes in equity and in the balance sheet and will not be reclassified to profit or loss.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include leave encashment and availment which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

For HMA AGRO INDUSTRIES LIMITED



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Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

2.13 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 Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. The Group does not recognise a contingent liability but discloses its existence in the financial statements.

2.14 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 Group's business model for managing them. With the exception of trade receivables that do not contain a significant financing component, the Group 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 2.06 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 Group'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 Group 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 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 Group's financial assets at amortised cost includes 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, and
- b) The asset's contractual cash flows represent SPPI.

Upon initial recognition, the Group 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 AS103 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 derivative forwards which the Group has taken to hedge its foreign exchange reserves. Gain/loss on such transactions are recognised in the statement of profit and loss on every reporting period.

Derecognition

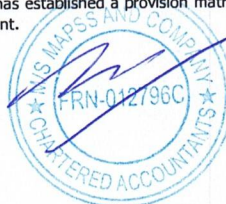
A financial asset (or, where applicable, a part of a financial asset or part of a Group of similar financial assets) is primarily derecognised (i.e. removed from a Group's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Group has transferred its rights to receive cash flows from the asset and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group 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 Group applies a simplified approach in calculating estimated credit loss. Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group 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.



For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

2.14 Financial Instruments (continued)

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.

C. Derivative Financial Instruments

Instruments in hedging relationship

The Company designates certain foreign exchange forward contracts as hedge instruments in respect of foreign exchange risks. These hedges are accounted for as cash flow hedges, net of taxes based on the forecasted highly probable transactions.

The Company uses hedging instruments that are governed by the policies of the Company which are approved by the Board of Directors. The policies provide written principles on the use of such financial derivatives consistent with the risk management strategy of the Company.

The hedge instruments are designated and documented as hedges at the inception of the contract. The Company determines the existence of an economic relationship between the hedging instrument and hedged item based on the currency, amount and timing of their respective cash flows. The effectiveness of hedge instruments to reduce the risk associated with the exposure being hedged is assessed and measured at inception and on an ongoing basis. The cumulative gain or loss previously recognised in the cash flow hedging reserve is transferred to the statement of profit and loss upon the occurrence of the related forecasted transaction. If the hedged forecasted transaction are no longer expected to occur, then the amounts that have been accumulated in other equity are immediately reclassified in net foreign exchange gains in the statement of profit and loss. The effective portion of change in the fair value of the designated hedging instrument is recognised in the other comprehensive income and accumulated under the heading cash flow hedging reserve.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated or no longer qualifies for hedge accounting. Any gain or loss recognised in other comprehensive income and accumulated in equity till that time remains and is recognised in the statement of profit and loss when the forecasted transaction ultimately affects profit and loss.

Instruments not in hedging relationship

The Company enters into contracts that are effective as hedges from an economic perspective, but they do not qualify for hedge accounting. The change in the fair value of such instrument is recognised in the statement of profit and loss.

2.15 Government Grants

Government grants are recognised where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset. The Group reduces the carrying amount of the asset to the extent of grant received. The grant is then recognised in profit or loss over the useful life of the depreciable asset by way of a reduced depreciation charge.

2.16 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.

2.17 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. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue and share split that have changed the number of equity shares outstanding, without a corresponding change in resources. Earnings considered in ascertaining the Group'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.

2.18 Segment Reporting

Based on "Management Approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Group'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 Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the Consolidated financial statements of the Group as a whole. Common allocable costs are allocated to each segment on an appropriate basis.



For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

2.19 Group as a lessee

The Group 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 Group assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group 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 Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

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

2.20 Significant accounting estimates, judgements and assumptions

The preparation of the Group's consolidated financial statements is 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 grouping 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 consolidated 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 Group's accounting policies, management has made the following judgements which have significant effect on the amounts Recognized in the consolidated 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 Group 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 Group as it is not possible to predict the outcome of pending matters with accuracy.

c. Fair value measurements and valuation processes : Some of the Group's 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 Group used market-observable data to the extent it is available. 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.

d. 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.

e. Tax expense : Tax expense is calculated using applicable tax rate and laws that have been enacted or substantially enacted. In arriving at taxable profit and all tax bases of assets and liabilities, the Group determines the taxability based on tax enactments, relevant judicial pronouncements and tax expert opinions, and makes appropriate provisions which includes an estimation of the likely outcome of any open tax assessments / litigations. Any difference is recognized on closure of assessment or in the period in which they are agreed.

Deferred income tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, unabsorbed depreciation and unused tax credits could be utilised.

f. Impairment of financial and non-financial assets : The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward-looking estimates at the end of each reporting period. In case of non-financial assets, assessment of impairment indicators involves consideration of future risks. Further, the company estimates asset's recoverable amount, which is higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

g. Inventory valuation : The factors that the Company considers in determining in valuation of non-saleable inventory, in store inventory or any other products, include estimated shelf life, price changes, ageing of inventory, introduction of competitive new products and fair valuation of related products to the extent each of these factors impact the Company's business and markets. The Company considers all these factors and adjusts the inventory valuation to reflect its actual experience on a periodic basis.

2.21 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.



Direct

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(3) Property, plant and equipment

(in ₹ Million)

Particulars	Land (Freehold)	Building	Vehicles	Plant and Machinery	Office Equipment	Total
Gross carrying amount						
As at April 01, 2023	668.02	804.03	112.85	1,391.94	178.72	3,155.56
Additions	62.82	418.11	4.97	187.25	11.71	684.86
Disposals	(12.87)	(8.06)	(1.87)	(37.26)	(0.08)	(60.14)
As at March 31, 2024	717.97	1,214.08	115.95	1,541.93	190.35	3,780.28
Accumulated depreciation						
As at April 01, 2023	-	123.55	54.02	349.45	26.80	553.82
Charge for the year	-	68.88	35.03	203.28	28.88	336.07
On disposals	-	(2.03)	(1.76)	(19.48)	(0.03)	(23.30)
As at March 31, 2024	-	190.40	87.29	533.25	55.65	866.59
Net carrying amount as at March 31, 2024	717.97	1,023.68	28.66	1,008.68	134.70	2,913.69
Gross carrying amount						
As at April 01, 2022	667.36	450.39	64.02	569.57	27.41	1,778.75
Additions	0.66	353.64	52.89	822.78	151.31	1,381.28
Disposals	-	-	(4.06)	(0.41)	-	(4.47)
As at March 31, 2023	668.02	804.03	112.85	1,391.94	178.72	3,155.56
Accumulated depreciation						
As at April 01, 2022	-	70.75	42.22	252.63	11.80	377.40
Charge for the year	-	52.80	11.80	96.82	15.00	176.42
On disposals	-	-	-	-	-	-
As at March 31, 2023	-	123.55	54.02	349.45	26.80	553.82
Net carrying amount as at March 31, 2023	668.02	680.48	58.83	1,042.49	151.92	2,601.74

Note 1: Immovable properties are held in the name of the Group.

Note 2: During the year the Group has aligned the useful life of asset as per Schedule II of the Companies Act, 2013. The Group has assessed immaterial impact due to change in useful life of assets.

(3.1) Capital work in progress

(in ₹ Million)

Particulars	Total
As at April 01, 2023	578.37
Incurrd during the year	210.74
Capitalised during the year	(433.83)
As at March 31, 2024	355.28
As at April 01, 2022	916.39
Incurrd during the year	967.26
Capitalised during the year	(1,305.28)
As at March 31, 2023	578.37

Capital work-in-progress includes :

(in ₹ Million)

Particulars	Year ended March 31, 2024	Year Ended March 31, 2023
Plant & Machinery	355.28	578.37
Total	355.28	578.37

Ageing of projects in progress

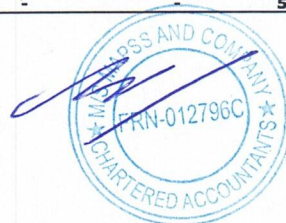
(in ₹ Million)

March 31, 2024	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	210.74	144.53	-	-	355.28
Total	210.74	144.53	-	-	355.28
March 31, 2023	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	578.37	-	-	-	578.37
Total	578.37	-	-	-	578.37

Note : The Group has assessed that there are no Projects which are temporarily suspended or delayed.

For HMA AGRO INDUSTRIES LIMITED
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Director



HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(4) Right-of-use assets

(in ₹ Million)	
Particulars	Amount
Gross carrying amount	
As at April 01, 2023	-
Additions	38.25
Disposals	-
As at March 31, 2024	38.25
Accumulated depreciation	
As at April 01, 2023	-
Charge for the year	11.69
On disposals	-
As at March 31, 2024	11.69
Net carrying amount as at March 31, 2024	26.56

For HMA AGRO INDUSTRIES LIMITED

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Cypraneshi

Director

A

Capex

Julia

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(5) Goodwill on consolidation

(in ₹ Million)

Particulars	As at March 31, 2024	As at March 31, 2023
Goodwill at the beginning of the year	6.23	6.23
Add: Recognised during the year	-	-
Goodwill at the end of the year	6.23	6.23

Allocation of goodwill to cash-generating units

The subsidiary is identified as a separate cash generating unit. Goodwill has been allocated for impairment testing purposes to the cash-generating units.

The carrying amount of goodwill was allocated to major cash-generating units as follows:

(in ₹ Million)

Particulars	As at March 31, 2024	As at March 31, 2023
HMA Food Export Private Limited	6.23	6.23
Total	6.23	6.23

Cash-generating units to which goodwill is allocated are tested for impairment annually at each reporting date, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to that unit. The Group estimates the value-in-use of the cash generating units (CGUs) based on the future cash flows after considering current economic conditions and trends, estimated future operating results and growth rate and anticipated future economic and regulatory conditions. The estimated cash flows are developed using internal forecasts. The discount rates used for the CGUs represent the weighted average cost of capital based on the historical market returns of comparable companies.

The goodwill amount for respective years has been evaluated based on the cash flow forecasts of the related CGUs over a period of five years and the recoverable amounts of these CGUs exceeded their carrying amounts.

An analysis of the sensitivity of the computation to a change in key parameters (operating margin, discount rates and long term average growth rate), based on reasonable assumptions, did not identify any probable scenario in which the

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For HMA AGRO INDUSTRIES LIMITED

Director

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HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(6) Inventories

(Valued at lower of cost and net realisable value)
Packing materials
Finished goods
Stores & spares and other materials
Work-in-progress
Total Inventories

(in ₹ Million)

As at March 31, 2024	As at March 31, 2023
-------------------------	-------------------------

34.27	33.81
2,222.98	1,177.70
91.71	74
53.83	-
2,402.79	1,285.45

(7) Trade receivables :

Considered good - unsecured
- Third Party
- Related parties (Refer note 29)
Total trade receivables

(in ₹ Million)

As at March 31, 2024	As at March 31, 2023
-------------------------	-------------------------

4,740.02	2,942.80
78.69	42.02
4,818.71	2,984.82

Note:
a. There are no dues from Directors or other officers of the group either severally or jointly with any other person or from firms or private companies in which any director is a partner, a director, or a member.
b. There are no trade receivables which are secured in nature. Also the Company has assessed that there is no trade receivables having significant increase in credit risk.

(in ₹ Million)

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	-	4,692.76	39.95	74.28	5.00	6.72	4,818.71
(i) Undisputed Trade receivables – considered good	-	-	-	-	-	-	-
(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	-	-	-	-	-	-	-
	-	4,692.76	39.95	74.28	5.00	6.72	4,818.71

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	-	2,898.91	44.69	34.50	6.72	-	2,984.82
(i) Undisputed Trade receivables – considered good	-	-	-	-	-	-	-
(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	-	-	-	-	-	-	-
	-	2,898.91	44.69	34.50	6.72	-	2,984.82

(8) Cash and cash equivalents

Balance with banks
In current accounts
Cheque's on hand
In fixed deposit account with original maturity of 3 months or less
Cash on hand
Total cash and cash equivalents

(in ₹ Million)

As at March 31, 2024	As at March 31, 2023
-------------------------	-------------------------

333.53	651.85
-	8.48
801.57	0.25
16.87	28.46
1,151.97	689.04

(9) Other bank balances

Current
Bank Deposit with maturity less than twelve months*

(in ₹ Million)

As at March 31, 2024	As at March 31, 2023
-------------------------	-------------------------

-	49.68
-	49.68

*Above deposits are provided as lien against working capital demand loan taken from financial institutions.

(10) Other financial assets

Non-current financial assets
Capital advances*
Security deposit
Bank deposit provided as lien against borrowings**
Interest accrued and not due

Total non-current financial assets

*Pertains to advances given for purchase of immovable properties.

**Balance amounts are used as collateral for issuing bank guarantees which are given to various Government authorities.

Current financial assets

Fixed deposit
Interest accrued but not due on bank deposits
Security deposit
Other financial assets*

Total current financial assets

*Includes amount receivable towards insurance claim of Rs 111.98 millions and interest subvention of Rs 22.35 millions.

(in ₹ Million)

As at March 31, 2024	As at March 31, 2023
-------------------------	-------------------------

30.05	30.05
73.82	46.77
630.15	262.88
14.37	-
748.39	339.70

1.00	-
8.53	18.22
1.00	15.68
134.74	-
145.27	33.90

For HMA AGRO INDUSTRIES LIMITED



[Signature]

Director

[Signature]

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HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(11) Deferred tax assets (net)

Significant components of deferred tax assets (net)

Deferred tax assets/ (liabilities)

Property, plant and equipment and capital-work-in progress	5.17	21.83
Gratuity expenses	10.12	50.83
Derivative Instruments	(0.25)	9.13
Brought forward losses	103.22	-
Others	(0.47)	-
Total Deferred tax assets	117.79	81.79

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
5.17	21.83
10.12	50.83
(0.25)	9.13
103.22	-
(0.47)	-
117.79	81.79

Movements in deferred tax assets/(liabilities)

Particulars	Property, plant and equipment and capital-work-in progress	Gratuity	Derivative Instruments	Brought forward losses	Others	Total
At April 1, 2022	28.38	3.15	(7.34)	-	-	24.19
(Charged) / Credited						
- to profit or loss	(6.55)	3.90	22.91	-	-	20.26
- to other comprehensive income	-	2.08	35.26	-	-	37.34
At March 31, 2023	21.83	9.13	50.83	-	-	81.79
At April 1, 2023	21.83	9.13	50.83	-	-	81.79
(Charged) / Credited						
- to profit or loss	(16.66)	2.78	(15.82)	103.22	(0.47)	73.05
- to other comprehensive income	-	(1.79)	(35.26)	-	-	(37.05)
At March 31, 2024	5.17	10.12	(0.25)	103.22	(0.47)	117.79

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
21.83	81.79
9.13	50.83
(0.25)	9.13
103.22	-
(0.47)	-
117.79	81.79

(12) Other assets

Non-Current assets

Capital advances*

Total non-current assets

*The Company has provided advances against the purchase of immovable property and awaiting clearance from authorities. There are no other commitments payable in respect of these capital advances.

Current assets

Prepaid expenses*

Advances to supplier and employee	37.28	41.32
Advances to related parties (Refer note 29)	164.49	229.84
Balance with government authorities	36.64	0.01
Duty drawback receivable	922.03	496.99
Other receivables	11.26	15.46
	25.62	-
Total current assets	1,197.32	783.62

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
351.03	431.75
351.03	431.75
37.28	41.32
164.49	229.84
36.64	0.01
922.03	496.99
11.26	15.46
25.62	-
1,197.32	783.62

*Prepaid expense includes Rs Nil (March 31, 2023 : 26.23 million towards IPO expense which will be charged to other equity in subsequent period on completion of IPO).

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For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(13) Equity share capital

Authorised

70,00,00,000 equity shares of face value ₹ 1 each
(March 31, 2023 : 7,00,00,000 equity shares of face value ₹ 10 each)

Issued, subscribed and fully paid-up

50,07,69,770 equity share of face value ₹ 1 each fully paid up
(March 31, 2023 : 4,75,12,875 equity share of face value ₹ 10 each fully paid up)

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
700.00	700.00
700.00	700.00
500.77	475.13
500.77	475.13

Note-1 : Effective December 29, 2023, the Parent company has split each equity share having face value of ₹ 10/- (₹ Ten only) each, fully paid-up into Ten (10) equity shares having face value of ₹ 1/- (₹ One only) each fully paid-up. The split of shares was approved by board of directors in their meeting held on November 08, 2023 which was subsequently approved by ordinary resolution by the shareholders through postal ballot on December 10, 2023.

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

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of shares	Amount	Number of shares	Amount
Equity shares				
At the commencement of the year	4,75,12,875	475.13	4,75,12,875	475.13
Issued during the year (Refer note below)	25,64,102	25.64	-	-
Adjustment of split of shares into face value of ₹ 1 each (Refer note 1 above)	45,06,92,793	-	-	-
At the end of the year	50,07,69,770	500.77	4,75,12,875	475.13

Note- 2: During the year ended March 31, 2024 the Group has completed its initial public offer (IPO) of then 8,205,127 (82,051,270 post split of each equity share, refer note 1 above) equity shares of parent entity HMA Agro Industries Limited. The issue comprised of fresh issue of then 2,564,102 (25,641,020 post split of each equity share, refer note 1 above) equity shares aggregating to ₹ 1,500 Million and an offer for sale of then 5,641,025 (56,410,250 post split of each equity share, refer note 1 above) equity shares aggregating to ₹ 3,300 Million. Pursuant to the IPO, the equity shares of the Company were listed on National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) on July 04, 2023.

The net proceeds from the fresh issue of the IPO are utilized towards the following :

- Funding working capital requirements of the Company
- General corporate purpose

(b) Particulars of shareholders holding more than 5% shares of a class of shares

Particulars	As at March 31, 2024		As at March 31, 2023	
	% of total shares in the class	Number of shares	% of total shares in the class	Number of shares
Equity shares of ₹ 1 each fully paid-up (March 31, 2023 ₹ 10 each fully paid up) held by				
Wajid Ahmed	26.27%	13,15,28,390	32.00%	1,52,04,120
Mohd Ashraf Oureshi	13.51%	6,76,44,530	16.00%	76,02,060
Mohd Mehmood Oureshi	13.51%	6,76,44,530	16.00%	76,02,060
Zulfikar Ahmed Oureshi	13.51%	6,76,44,530	16.00%	76,02,060
Gulzar Ahmad	13.51%	6,76,44,530	16.00%	76,02,060

(c) Details of shares held by promoters

As at 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
Wajid Ahmed	1,52,04,120	11,63,24,270	13,15,28,390	26.27%	88%
Mohd Ashraf Oureshi	76,02,060	6,00,42,470	6,76,44,530	13.51%	89%
Mohd Mehmood Oureshi	76,02,060	6,00,42,470	6,76,44,530	13.51%	89%
Zulfikar Ahmed Oureshi	76,02,060	6,00,42,470	6,76,44,530	13.51%	89%
Gulzar Ahmad	76,02,060	6,00,42,470	6,76,44,530	13.51%	89%
Parvez Alam	18,99,240	1,47,00,000	1,65,99,240	3.31%	89%
Gulzeb Ahmad	1,275	11,475	12,750	0.00%	90%
Total	4,75,12,875	37,12,05,625	41,87,18,500	83.61%	622%

*Change during the year includes shares sold by promoters on account of IPO and shares issued on account of share split as mentioned in Note-1 and Note-2.

As at 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
Wajid Ahmed	1,52,04,120	-	1,52,04,120	32.00%	-
Mohd Ashraf Oureshi	76,02,060	-	76,02,060	16.00%	-
Mohd Mehmood Oureshi	76,02,060	-	76,02,060	16.00%	-
Zulfikar Ahmed Oureshi	76,02,060	-	76,02,060	16.00%	-
Gulzar Ahmad	76,02,060	-	76,02,060	16.00%	-
Parvez Alam	18,99,240	-	18,99,240	4.00%	-
Gulzeb Ahmad	1,275	-	1,275	0.00%	-
Total	4,75,12,875	-	4,75,12,875	100.00%	-

(d) Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares having a par value of ₹ 1 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 any shares bought back.

(f) There are no unpaid calls from any director or officer.

(g) The Company has paid dividend of ₹ 3 per share fully paid up equity share of ₹ 1 (then face value ₹ 10) during the year ended March 31, 2024 pertaining to financial year ended March 31, 2023 and ₹ 2 per share fully paid up equity share of ₹ 1 (then face value ₹ 10) during the year ended March 31, 2023 pertaining to financial year ended March 31, 2022.

(h) Aggregate number of equity shares issued as bonus, shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:

Particulars	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Bonus shares issued (number of shares)			4,37,86,375	-	-
Amount capitalised (₹ in Millions)			437.87	-	-

For HMA AGRO INDUSTRIES LIMITED

Director

(14) Other equity
General Reserve
Capital Reserve
Securities Premium
Retained earnings
Other comprehensive income
Effective portion of cash flow hedge reserve
Total other equity

Note: Refer statement of changes in equity for above items of other equity.

Table with 2 columns: As at March 31, 2024, As at March 31, 2023. Rows include values for various equity components and totals.



For HMA AGRO INDUSTRIES LIMITED

Cyphreshi

Signature of Director

Director

Signature

Signature

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(15) Borrowings

Non Current

Term loan from bank (Refer note 33)

Current

Secured:

- Banks - working capital demand loans*
- Banks - current maturities of long term debts
- Banks - bill purchase**

Unsecured:

- Others
- Related parties (Refer note 29)

*Working capital demand loans are secured against raw materials, deposits with bank, book debts and finished goods

**Pertains to bill discounting with banks

Refer note 33 on details of security nature of payment and indicative interest rate against respective loans.

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
282.95	422.50
282.95	422.50
3,829.00	2,843.58
130.00	130.00
-	12.78
19.00	19.91
632.43	4.42
4,610.43	3,010.69

(16) Trade payables

Current trade payables

- Total outstanding dues of creditors other than micro enterprises and small enterprises
- Related parties (Refer note 29)

Total current trade payables

The Group 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 Group 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.

(in ₹ Million)						
Particulars	Accrued and not due	Outstanding for following periods from due date of payment				Total
		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	122.91	1,211.27	27.02	1.53	0.85	1,363.58
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total	122.91	1,211.27	27.02	1.53	0.85	1,363.58

(in ₹ Million)						
Particulars	Accrued and not due	Outstanding for following periods from due date of payment				Total
		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	224.65	635.02	8.01	2.28	0.14	870.10
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Total	224.65	635.02	8.01	2.28	0.14	870.10

(17) Other financial liabilities

Non-Current financial liabilities

Derivative liability - forward contract (Measured at fair value through profit and loss)

Total non-current financial liabilities

Current financial liabilities

Derivative liability - forward contract (Measured at fair value through profit and loss)

Employee related obligations

Interest accrued and not due

Total current financial liabilities

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
-	5.39
-	5.39

1.09	196.61
41.79	19.19
3.45	4.50
46.33	220.30

(18) Other liabilities

Current liabilities

Advances from customers*

Advances from related parties (Refer note 29)

Statutory dues payable**

Others

Total current liabilities

*pertains to advances received against order in hand, which will be adjusted as and when goods are billed to the customers.

**includes liability towards tax deducted at source, provident fund contribution and professional tax

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
500.37	326.35
10.82	2.06
130.03	41.64
0.02	17.04
641.24	387.09

(19) Provisions

Non Current provisions

Gratuity (Refer note 28)

Total non current provisions

Current provisions

Gratuity (Refer note 28)

Leave encashment

Total current provisions

(in ₹ Million)	
As at March 31, 2024	As at March 31, 2023
37.03	35.32
37.03	35.32
5.41	3.66
4.18	-
9.59	3.66

For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(20) Revenue from operations

Sale of products

- Export sales
- Domestic sales
- Less : Discount

Total Revenue from operations

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023
44,860.06	29,792.89
3,319.85	2,328.55
(47.01)	(29.25)
48,132.90	32,092.19

(21) Other income

Interest on :

- Bank deposits
- Unwinding security deposit
- Others

Foreign exchange gain, net

Profit on sale of property plant and equipment

Fair value gain on derivatives forwards

Duty drawback

Liabilities no longer required written back

Miscellaneous income*

Total other income

* includes Rs 111.98 million towards insurance claim against goods sold.

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023
34.84	64.14
0.22	-
0.00	1.22
95.37	308.89
54.02	0.51
60.80	-
84.25	59.87
11.37	-
145.95	34.09
486.82	468.72

(22) Cost of raw material consumed

Inventory at the beginning of the year

Add : purchased

Less : raw material at the end of the year

Cost of raw material consumed

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023
-	-
41,386.01	24,603.20
-	-
41,386.01	24,603.20

(23) Changes in inventories

At the beginning of the year

Finished goods

At the end of the year

Finished goods

Change

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023
1,285.45	1,367.52
(2,402.79)	(1,285.45)
(1,117.34)	82.07

(24) Employee benefits expenses

Salaries, wages and bonus

Gratuity expense (Refer note 28)

Contribution to provident fund (Refer note 28)

Staff welfare expense

Total employee benefits expenses

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023
1,405.58	936.47
10.15	12.88
12.43	9.41
12.26	6.51
1,440.42	965.27

(25) Finance costs

Interest on :

- lease liabilities (Refer note 30)
- working capital demand loan and term loans
- statutory dues

Total finance cost

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023
2.28	-
133.65	110.63
0.05	1.05
135.98	111.68

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For HMA AGRO INDUSTRIES LIMITED

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Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(26) Depreciation expense

Depreciation on property, plant and equipment (Refer note 3)
Depreciation on right-of-use assets (Refer note 4)
Total depreciation expense

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023

336.07	176.42
11.69	-
347.76	176.42

(27) Other expenses

Freight charges
Power and fuel
Cooling and freezing charges
Packaging expenses
Sales commission
Export charges
Fair value loss on derivatives forwards
Repairs and maintenance :
- Plant & machinery
- Building
Consumable expenses
Rates and taxes
Legal and professional charges
Security charges
Corporate social responsibility (Refer note 41)
Bank charges
Travelling and conveyance
Cleaning expenses
Insurance charges
Vehicle expenses
Communication expenses
Printing & stationery
Facility utilisation charges and rent
Sundry balances write off
Auditors remuneration
Miscellaneous expenses
Total other expenses

(in ₹ Million)	
Year ended March 31,2024	Year ended March 31,2023

1,176.21	1,954.89
763.85	596.09
540.52	535.43
557.35	523.34
545.66	423.99
643.50	186.33
-	91.04
151.84	185.38
24.10	26.24
94.69	74.11
111.30	62.45
140.64	43.95
38.26	26.78
32.47	25.65
37.26	21.22
30.96	36.59
23.09	18.44
30.07	10.07
8.16	5.46
6.43	4.51
4.01	2.50
16.95	1.82
48.13	0.01
2.69	0.89
67.18	29.56
5,095.32	4,886.74

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For HMA AGRO INDUSTRIES LIMITED



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Director
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HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(28) Employee benefits

(a) Defined contribution plan

The Group 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 Group is limited to the amount contributed and it has no further contractual nor any constructive obligation.

(in ₹ Million)		
Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Employer's contribution to provident fund	12.43	9.41
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 Group provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is a non funded plan and the Group makes provision in books of account based on the actuarial report.

Actuarial Assumptions

Particulars	As at March 31, 2024	As at March 31, 2023
Discount rate	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	Indian Assured Lives Mortality (2012-14) Ultimate
Weighted average duration of the obligation	7.28 Years	7.5 Years

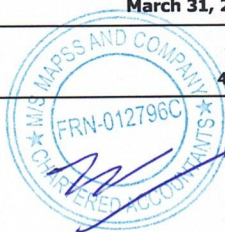
Notes:

- Discount rate: The discount rate is based on the prevailing market yields of Indian government securities for the estimated term of the obligations.
- Salary escalation rate: The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.
- Assumption regarding future mortality experience are set in accordance with the statistics published by the Life Insurance Corporation of India.

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

(in ₹ Million)		
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	39.00	17.56
Interest cost	2.67	1.21
Current service cost	7.48	1.76
Past service cost	-	9.91
Remeasurement due to		
Actuarial loss /(gain) arising from change in financial assumptions	0.65	(0.16)
Actuarial loss /(gain) arising on account of experience changes	(7.35)	0.07
Actuarial loss /(gain) arising on account of demographical assumptions	-	8.65
Present value of obligation at the end of the year	42.45	39.00

(in ₹ Million)		
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	42.45	39.00
Deficit of funded plan	42.45	39.00



Director

For HMA AGRO INDUSTRIES LIMITED

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(c) Defined benefit plans (continued)

(in ₹ Million)

(ii)	Amount recognised in the statement of profit and loss	Year ended March 31, 2024	Year ended March 31, 2023
	Current service cost	7.48	1.76
	Past service cost	-	9.91
	Interest cost	2.67	1.21
	Total expense recognized in the statement of profit and loss	10.15	12.88

(in ₹ Million)

(iii)	Amount recognised in other comprehensive income	Year ended March 31, 2024	Year ended March 31, 2023
	Remeasurements during the year due to		
	Changes in financial assumptions	0.65	(0.17)
	Changes in demographic assumptions	-	8.65
	Experience adjustments	(7.35)	0.07
	Amount recognised in other comprehensive income during the year	(6.70)	8.55

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

(in ₹ Million)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Discount rate (Increases 1%)	(20.68)	(2.72)
Discount rate (Decreases 1%)	23.78	3.11
Salary increase rate (Increases 1%)	21.77	3.15
Salary increase rate (Decreases 1%)	(18.56)	(2.80)

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.

(v) Interest rate risk

The plan is defined benefit in nature which is sponsored by the Group and hence it under writes all the risk pertaining to the plan. In particular, this exposes the Group to the actual risk such as adverse salary growth, changes in demographic experience, inadequate return on underlying plan assets. This may result in an increase in cost of providing these benefits to the employees in future. Since the benefits are lumpsum in nature, the plan is not subject to any longevity risks.



For HMA AGRO INDUSTRIES LIMITED

Director

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HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(29) Related party transactions

(a) Related parties

(i) Enterprises owned or significantly influenced by Key Management Personnel

Sr No	Name of the party
1	HMA Cattle Farming Private Limited
2	Gausia Cold Storage Private Limited
3	HMA Consumer Private Limited
4	HMA Hygienic Foods Industries Private Limited
5	HMA Leather Export Private Limited
6	Taj View Builder and Promoters Private Limited
7	Taj View Construction Private Limited
8	Agra Better Homes LLP
9	Darling Pets Private Limited
10	Black Gold Tanners

(ii) Key managerial personnel

Sr. No	Particulars	Nature of relationship
1	Wajid Ahmed (upto February 01, 2024)	Director and Managing Director
2	Gulzar Ahmad	Director and Chairman
3	Gulzeb Ahmed	Director and Chief financial officer
4	Mohammad Kamil Qureshi	Director
5	Parvez Alam	Director
6	Mohammad Mehmood Qureshi (w.e.f February 08, 2024)	Director and Managing Director
7	Bhumika Parwani (w.e.f September 26, 2022)	Independent Director
8	Gaurav Rajendra Luthra	Independent Director
9	Abhishek Sharma (w.e.f October 10, 2023)	Independent Director
10	Swapnila Gupta (upto September 30, 2022)	Independent Director
11	Amit Goyal (upto September 09, 2023)	Independent Director

(iii) Relatives of Key management personal

Sr No	Name of the party
1	Zulfiqar Ahmed Qureshi
2	Mohammad Kamil Qureshi
3	Parvez Alam
4	Mohammad Ashraf Qureshi
5	Mohammad Mehmood Qureshi (upto February 07, 2024)
6	Nafees Beqaum (upto November 11, 2023)
7	Gulzair Ahmed
8	Zainul Ahmad
9	Wajid Ahmed (w.e.f February 01, 2024)
10	Gulam Habib

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For HMA AGRO INDUSTRIES LIMITED

Director



HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(29) Related party transactions (continued)

(b) Transaction and balances

(in ₹ Million)

Sr. No	Particulars	March 31, 2024	March 31, 2023
A	Transactions		
1	Facility utilisation charges		
	Gausia Cold Storage	0.08	-
2	Rent		
	Gulzar Ahmad	0.04	0.04
	Mohammad Ashraf Qureshi	-	0.04
	Zulfiqar Ahmed Qureshi	0.04	0.04
	Wajid Ahmed	0.11	0.07
	Mohammad Kamil Qureshi	0.04	0.04
	Parvez Alam	0.04	0.04
	Nafees Bequm	-	0.04
	Mohammad Mehmood Qureshi	0.04	0.04
3	Cooling charges		
	Gausia Cold Storage Private Limited	11.54	-
4	Commission on sales		
	Mohammad Ashraf Qureshi	-	-
5	Sale of Products		
	HMA Leather Export Private Limited	0.02	42.61
	Black Gold Tanners	0.79	19.26
	Darling Pets Private Limited	8.53	-
6	Purchase of raw material		
	HMA Leather Export Private Limited	-	4.67
	Gausia Cold Storage	245.27	-
7	Remuneration		
	Gulzar Ahmad	18.00	18.00
	Zulfiqar Ahmed Qureshi	12.00	6.00
	Wajid Ahmed	16.50	18.00
	Mohammad Kamil Qureshi	18.00	18.00
	Gulzeb Ahmed	12.00	12.01
	Parvez Alam	18.00	18.00
	Mohammad Mehmood Qureshi	18.00	18.00
	Gulzair Ahmed	1.20	5.30
8	Reimbursement of expense incurred on behalf of subsidiary		
	Mohammad Mehmood Qureshi	-	1.05
9	Advance given to related parties		
	HMA Leather Export Private Limited	123.26	0.05
	Mohammad Mehmood Qureshi	-	0.01
	Gulzar Ahmad	-	10.98
	Hma Hygienic Foods Industries Private Limited	0.01	-
	Gausia Cold Storage	468.87	-
	Darling Pets Private Limited	1.59	-
10	Advances received from related parties		
	Mohammad Ashraf Qureshi	0.85	-
	HMA Leather Export Private Limited	150.18	0.05
	Gulzar Ahmad	-	11.68
	Darling Pets Private Limited	7.70	-
	Gausia Cold Storage	409.24	-
11	Borrowings taken from related parties		
	Mohammad Ashraf Qureshi	0.60	1.42
	Wajid Ahmed	391.05	1.00
	Gulzar Ahmad	459.37	2.00
	Mohammad Mehmood Qureshi	40.17	-
	Zulfiqar Ahmed Qureshi	268.26	-
	Gulzeb Ahmed	0.25	-
12	Borrowings repaid to related parties		
	Wajid Ahmed	200.20	-
	Gulzar Ahmad	141.43	-
	Zulfiqar Ahmed Qureshi	150.75	-
	Mohammad Mehmood Qureshi	40.00	-
13	Dividend Paid		
	Gulzar Ahmad	20.29	15.21
	Mohammad Ashraf Qureshi	20.29	15.21
	Zulfiqar Ahmed Qureshi	20.29	15.21
	Wajid Ahmed	39.46	30.39
	Parvez Alam	4.98	3.80
	Mohammad Mehmood Qureshi	20.29	15.21
	Gulzeb Ahmed	0.00	0.00



For HMA AGRO INDUSTRIES LIMITED

Cyphreshi

Director

Raj A

Gulzar

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(29) Related party transactions (continued)

(in ₹ Million)

Sr. No	Particulars	March 31, 2024	March 31, 2023
14	Guarantee given on behalf of the Company		
	Taj View Builder and Promoters Private Limited	565.70	2,400.00
	Taj View Construction Private Limited	565.70	2,400.00
	Aqra Better Homes LLP	2,400.00	1,250.00
	Gulzar Ahmad	4,990.00	2,400.00
	Zulfikar Ahmad Qureshi	4,990.00	2,400.00
	Mohammad Ashraf Qureshi	2,400.00	2,400.00
	Wajid Ahmed	4,990.00	2,400.00
	Mohammad Kamil Qureshi	2,400.00	2,400.00
	Gulzeb Ahmed	4,990.00	2,400.00
	Zakiya Beqaum	2,400.00	3,650.00
	Parvez Alam	2,400.00	2,400.00
	Mohammad Mehmood Qureshi	2,400.00	2,400.00
15	Professional fees paid to independent director	0.75	0.58

(in ₹ Million)

Sr. No	Particulars	March 31, 2024	March 31, 2023
B	Balances		
16	Trade Receivables		
	Black Gold Tanners	27.11	17.60
	Darling Pets Private Limited	51.58	-
	HMA Leather Export Private Limited	-	24.42
17	Advance to related Parties		
	Gausia Cold Storage	36.62	-
	Hma Hygienic Foods Industries Private Limited	0.01	-
	Mohammed Mehmood Qureshi	0.01	0.01
18	Advance from related parties		
	HMA Leather Export Private Limited	2.59	0.08
	Mohammad Ashraf Qureshi	0.84	-
	Gulzar Ahmad	-	0.70
	Darling Pets Private Limited	7.39	1.29
19	Employee related obligations		
	Gulzar Ahmed	1.03	0.13
20	Trade payable		
	Gausia Cold Storage Private Limited	-	23.00
	Hma Hygienic Foods Industries Private Limited	130.06	-
	Ashraf Qureshi	0.08	0.08
	Gulzar Ahmed	0.10	0.04
	Mohammad Kamil Qureshi	0.10	0.04
	Mohammad Mehmood Qureshi	0.32	0.18
	Parvez Alam	0.44	0.37
	Wajid Ahmed	0.30	0.07
	Zulfikar Ahmad Qureshi	0.11	0.04
	Taj View Builder and Promoters Private Limited	5.34	-
	Taj View Construction Private Limited	5.34	-
21	Borrowings		
	Gulzeb Ahmed	0.25	-
	Gulzar Ahmed	320.64	2.00
	Mohammad Mehmood Qureshi	0.17	-
	Mohammad Ashraf Qureshi	2.01	1.42
	Zulfikar Ahmad Qureshi	117.51	-
	Wajid Ahmed	191.85	1.00

(c) Sr. No	Particulars	March 31, 2024	March 31, 2023
22	Commitments		
	Guarantee given on behalf of the Company		
	Taj View Builder and Promoters Private Limited	565.70	2,400.00
	Taj View Construction Private Limited	565.70	2,400.00
	Aqra Better Homes LLP	2,400.00	1,250.00
	Gulzar Ahmad	4,990.00	3,650.00
	Zulfikar Ahmad Qureshi	4,990.00	3,650.00
	Mohammad Ashraf Qureshi	2,400.00	2,400.00
	Mohammad Mehmood Qureshi	2,400.00	2,400.00
	Wajid Ahmed	4,990.00	3,650.00
	Mohammad Kamil Qureshi	2,400.00	3,650.00
	Gulzeb Ahmed	4,990.00	3,650.00
	Zakiya Qureshi	2,400.00	3,650.00
	Parvez Alam	2,400.00	2,400.00
	Nafees Beqaum	-	2,400.00

Note :

- Directors of the Parent and entities where they have significant influence have given personal and corporate guarantee towards the loans availed from financial institutions by the Company, details of the same are disclosed under note 33.
- Key managerial personnel who are under the employment of the Parent Company are entitled to post employment benefits recognized as per Ind AS 19 - 'Employee Benefits' in the financial statements. As these employee benefits are amounts provided on the basis of actuarial valuation, the same is not included above. Gratuity has been computed for the entity as a whole and hence excluded.
- 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.

For HMA AGRO INDUSTRIES LIMITED

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Direct

HMA Agro Industries Limited

Notes to Consolidated 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 ₹ Million)
	As at
Particulars	March 31, 2024
Non-current	11.94
Current	15.15
Total	27.09

(i) Movement in Lease liabilities:

	(in ₹ Million)
	As at
Particulars	March 31, 2024
Opening Balance	-
Add: Addition made during the year	37.47
Add: Finance cost accrued during the year	2.28
Less: Payment of lease liabilities	(12.66)
Closing Balance	27.09

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

	(in ₹ Million)
	As at
Particulars	March 31, 2024
Payable within one year	13.80
Payable later than one year and not later than five years	15.92

(iii) Lease payments recognized for short term leases in statement of profit and loss

14.78

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 HMA AGRO INDUSTRIES LIMITED

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Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended 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 include cash and cash equivalents, other bank balances, trade receivables and trade payables.

(in ₹ Million)			
At fair value through profit and loss	Level	March 31, 2024	March 31, 2023
Assets			
Derivative asset - Forward contract receivable	-	-	-
Total assets		-	-
Liabilities			
Derivative liabilities - Forward contract payables	2	1.09	61.90
Total liabilities		1.09	61.90

(in ₹ Million)			
At fair value through other comprehensive income	Level	March 31, 2024	March 31, 2023
Liabilities			
Derivative liabilities - Forward contract payables	2	-	140.10
Total liabilities		-	140.10

(in ₹ Million)			
At amortised cost		March 31, 2024	March 31, 2023
Assets			
Trade receivables		4,818.71	2,984.82
Cash and cash equivalents		1,151.97	689.04
Other bank balances		630.15	312.55
Other financial assets		263.50	110.72
Total assets		6,864.33	4,097.13
Liabilities			
Lease obligation		27.10	-
Borrowings		4,893.38	3,433.18
Trade payables		1,363.58	870.10
Other financial liabilities		45.24	18.30
Total liabilities		6,329.30	4,321.58

Note: Carrying amounts of cash and cash equivalents, other bank balances, trade receivables, other financial assets, borrowings, other financial liabilities and trade payables as at year ended March 31, 2024 and March 31, 2023 approximate their fair value due to their short-term nature. Difference between carrying amounts and fair values of other financial assets and other financial liabilities subsequently measured at amortised cost is not significant in each of the periods presented.

Valuation technique used for financial asset under level 2 category : Financial assets are valued based on the quotes received from banks.

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For HMA AGRO INDUSTRIES LIMITED

Director



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HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(32) Financial risk management framework

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

a). Credit risk

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

Cash and cash equivalents

The Group held cash and cash equivalents and other bank balances of ₹ 1782.12 million as at March 31, 2024 (March 31, 2023 : ₹ 1002.47 millions). The credit worthiness of banks and financial institutions is evaluated by management on an ongoing basis and is considered to be good.

Trade and other receivables

The Group'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 Group operates and other macro-economic factors.

Credit quality of a customer is assessed based on its credit worthiness and historical dealings with the Group, 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.

Other financial assets

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

b). Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group'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. The Group has access to unused credit facility for the year ended March 31, 2024 amounting to ₹ 971.00 million (March 31, 2023 : ₹ 773.48 million) towards working capital needs. The Group has provided corporate guarantee towards one of its subsidiary and parent company amounting to ₹ 690.10 million for the year ended March 31, 2024 (March 31, 2023 : ₹ 5,450 million).

Maturities of financial liabilities

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

Contractual undiscounted cash flows.

(in ₹ Million)			
Particulars	Carrying amount	Undiscounted amount	
		<12months	>12months
March 31, 2024			
Non Derivative financial instruments			
Borrowings	4,893.38	4,610.43	282.95
Lease obligation	27.09	13.80	15.92
Trade payables	1,363.58	1,363.58	-
Other financial liabilities	45.24	45.24	-
Derivative financial instruments			
Other financial liabilities	1.09	1.09	-
March 31, 2023			
Non Derivative financial instruments			
Borrowings	3,433.18	3,010.69	422.50
Trade payables	870.10	870.10	-
Other financial liabilities	23.69	23.69	-
Derivative financial instruments			
Other financial liabilities	202.00	196.61	5.39

(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 Group'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 Group 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 in foreign currency.

For HMA AGRO INDUSTRIES LIMITED

Director



Notes to Consolidated Financial statements for the year ended March 31, 2024

(i). **Currency risk**

Exposure to currency risk

The Group's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:

EURO converted to INR		(in ₹ Million)
Particulars	March 31, 2024	March 31, 2023
Financial assets		
Trade receivables	189.10	103.73
Total financial assets	189.10	103.73
Financial liabilities		
Advances received from customer	-	7.72
Total financial liabilities	-	7.72
Net exposure to foreign currency assets	189.10	96.01

Sensitivity analysis

A reasonably possible strengthening (weakening) of the Indian ₹ 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	(in ₹ Million)	
	Impact on profit after tax	
	March 31, 2024	March 31, 2023
USD		
- Increase by 5%	148.55	94.76
- Decrease by 5%	(148.55)	(94.76)
EURO		
- Increase by 5%	7.08	3.59
- Decrease by 5%	(7.08)	(3.59)

Derivative financial instruments and hedging activities

The Company's revenue is denominated in various foreign currencies. Given the nature of the business, a large portion of the costs are denominated in Indian ₹. This exposes the Company to currency fluctuations.

The Board of Directors frames, implement and monitor the risk management plan of the Company which inter-alia covers risks arising out of exposure to foreign currency fluctuations. Under the guidance and framework provided by the board, the Company uses derivative instruments such as foreign exchange forward in which the counter party is generally a bank.

The foreign exchange forward contracts designated as cash flow hedges mature over a maximum period of eighteen months. The group manages its exposures normally for a period of up to two years based on the estimated exposure over that period.

Previous year ended March 31, 2023, the group has designated certain foreign exchange forward as cash flow hedges to mitigate the risk of foreign exchange exposure on highly probable forecasted cash transactions. The related hedge transactions which form a part of hedge reserve as at March 31, 2023 which will occur and be reclassified to the statement of profit and loss over as and when the forecasted transactions occur.

The reconciliation for the cash flow hedge reserve is as follows:

	(in ₹ Million)	
Particulars	As at March 31, 2024	As at March 31, 2023
Changes in fair value of forward contract designated as hedging instruments	(104.83)	(358.04)
Amount reclassified to profit and loss during	140.09	217.95
Net charge to other comprehensive income before tax adjustments	35.26	(140.09)
Tax Impact on the above	(35.26)	35.26
Net outstanding cash flow hedge reserve	-	(104.83)



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Director

Ray

John

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(32) Financial risk management framework (continued)

The following table gives details in respect of outstanding derivative contracts:

Particulars	As at March 31, 2024		As at March 31, 2023	
	Notional amount of contracts (in million)	Fair value (₹ in million)	Notional amount of contracts (in million)	Fair value (₹ in million)
Forward contracts not in hedging				
USD	10.00	834.57	35.14	2,831.68
EURO	-	-	5.00	451.78
GBP	-	-	-	-
Contracts in hedging relationship (fair valuation through other comprehensive income)				
USD	-	-	35.51	2,876.98
EURO	-	-	5.00	451.78
GBP	-	-	35.00	3,357.18

Following table summarises approximate gain / (loss) on the Company's other comprehensive income on account of appreciation / depreciation of the underlying currencies:

Sensitivity analysis	(in ₹ Million)	
	Impact on profit after tax	
	As at March 31, 2024	As at March 31, 2023
USD		
- Increase by 5%	31.23	213.60
- Decrease by 5%	(31.23)	(213.60)
GBP		
- Increase by 5%	-	33.81
- Decrease by 5%	-	(33.81)
EURO		
- Increase by 5%	-	125.61
- Decrease by 5%	-	(125.61)

As at March 31, 2024 ₹ 60.80 million income, March 31, 2023 ₹ 91.04 million expense have been recognised in the consolidated financial statement of profit and loss for exchange gain/(loss) on foreign exchange forward that do not qualify for hedge accounting.

(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 Group's exposure to interest rate risks relates primarily to the Group's interest obligations on its borrowings. Borrowings taken at variable rates are exposed to fair value interest rate risk. Group carries excellent credit ratings, due to which it has assessed that there are no material interest rate risk and any exposure thereof.

(iii). Capital risk management

The Group aims to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to its shareholders. The capital structure of the Group is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. The Group's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group monitors its capital by using gearing ratio, which is net debt divided by total equity. Net debt includes borrowings net of cash and bank balances and total equity comprises of equity share capital, general reserve, securities premium, other comprehensive income and retained earnings.

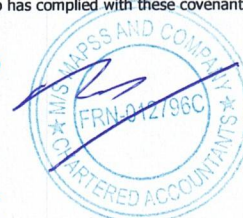
Particulars	(in ₹ Million)	
	March 31, 2024	March 31, 2023
Borrowings	4,893.38	3,433.18
Less : Cash and cash equivalents	(1,151.97)	(689.04)
Less : Other bank balances	(630.15)	(312.55)
Net Debt	3,111.26	2,431.59
Equity	7,374.27	4,944.87
Total Capital	7,374.27	4,944.87
Total Capital and Net Debt	10,485.53	7,376.46
Capital gearing ratio	0.30	0.33

Loan covenants

The Group is required to comply with all the loan covenants as set out in the loan agreement/facility letter. The Group has complied with these covenants during the reporting period.

For HMA AGRO INDUSTRIES LIMITED

Director



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HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(33) Details of the outstanding borrowings, interest rate, security and repayment terms:

(in ₹ Million)

Particulars	March 31, 2024	March 31, 2023	Interest rate	Repayment Period	Secured against
L-1	-	1,606.42	7.56%	On Completion of tenure of the WCCL facility	<p>1. Hypothecation of Raw materials, Book debts, Finished goods, Fixed deposits and personal guarantee of Directors and its related parties including other Group Companies where promoters are directors.</p> <p>2. Collateral Properties :</p> <p>I. Property in the name of Company :</p> <p>i. Property -1 (Non-agriculture land) an area of 1.1720 Hectare out of 2.3440 Khasra no. 65, situated at Mauza Sawai Tehsil Etmadpur District Agra</p> <p>ii. Property -2 (Non agricultural land) Non agricultural land 1/2 share of khasra no. 67 an area of 1.6595 Hectare out of 3.3190 Hectare, situated at Mauza Sawai Tehsil Etmadpur District Agra in the name of Taj view Builder and Promoters P Ltd</p> <p>iii. Property - 3 (Non agricultural land) Non agricultural land an area of 3.5090 Hectare of Khasra no. 78, situated at Mauza Sawai Tehsil Etmadpur District Agra in the name of Taj view Construction Pvt Ltd</p> <p>iv. Property - 4 (Non agricultural land) Non agricultural land an area of 1.7660 Hectare of Khasra no. 84/2, situated at Mauza Sawai Tehsil Etmadpur District Agra in the name of Taj view Construction Pvt Ltd</p> <p>v. Property - 5 (Residential flat) - All that Piece and Parcel of Property bearing Flat No. 04, area measuring 75.71 Sq. mtrs, on third floor, in Plot No. 1, built on property no. 2/220 (Kothi No. 31), situated at Swadeshi Bima Nagar, M.G. Road, Ward- Hari Parvat, Agra, U.P</p> <p>vi. Property - 6 (Industrial land & building) All that Piece and Parcel of Property bearing land area measuring 0.461 hectare out of total land admeasuring 0.6910 hectare in Khasra/Gata No. 287Min, situated at Village Kuberpur, Tehsil- Etmadpur, Agra, U.P. (Owned by Mr. Mohammad Mehmood Qureshi and Mr. Mohammad Kamil Qureshi)</p> <p>vii. Property - 7 (Industrial land & building) All that Piece and Parcel of Property bearing land area measuring 0.7830 hectare in Khasra/ Gata No. 287Min, situated at Village Kuberpur, Tehsil- Etmadpur, Agra, U.P.</p> <p>viii. Property - 8 (Industrial land & building) All that piece and parcel of Property bearing total land area measuring 0.5747 hectare (land area measuring 0.387 hectare out of land area 0.4686 hectare earlier owned by Shri Deepak Bansal & Shri Vikas Bansal AND land area measuring 0.1877 hectare out of land area 0.423 hectare earlier owned by Smt. Poonam Agarwal) in Khasra/Gata No. 293Min, situated at Village Kuberpur, Tehsil- Etmadpur, Agra, Owned by M/s H.M.A Food Export Pvt Ltd</p> <p>ix. Property - 9 (Industrial land & building) All that Piece and Parcel of Property bearing total land area measuring 2.029 hectare in Khasra/Gata No. 293Min (0.703 hectare), 295Min (0.933 hectare), 297Min (0.392 hectare) situated at Village Kuberpur, Tehsil-Etmadpur, Agra, U.P.</p> <p>x. Property - 10 (Commercial/Shop) All that Piece and Parcel of Property bearing Shop No. 02, area measuring 68.39 Sq. mtrs, on second floor, in Plot No. 1, built on property no. 2/220 (Kothi No. 31), situated at Swadeshi Bima Nagar, M.G. Road, Ward- Hari Parvat, Agra, U.P.</p> <p>xi. Property - 11 (Commercial/Shop) All that Piece and Parcel of Property bearing Shop No. 03, area measuring 63.17 Sq. mtrs, on first floor, in Plot No. 1, built on property no. 2/220 (Kothi No. 31), situated at Swadeshi Bima Nagar, M.G. Road, Ward- Hari Parvat, Agra, U.P.</p> <p>xii. Property - 12 (Industrial land & building) Exclusive charge of Land and Building situated at Village Behra , Barwala Road, dera Bassi, Distt Patalla Punjab measuring 72 Bighas 17 Biswas I.E 18.30 acres owned By Federal Agro Industries Ltd</p> <p>xiii. Property - 13 (Industrial land & building) Exclusive charge of Land and Boundary wall situated at Village Behra , Barwala Road, dera Bassi, Distt Mohali Punjab measuring 7 bigha 18 biswa owned by Federal Agro Industries Ltd2. Personal Guarantee of : Gulzar Ahmed, Mohd Ashraf Qureshi, Zulfiqar Ahmed Qureshi, Wajid Ahmed, Mohd Kamil Qureshi, Gulzeeb Ahmed, Zakiya Begaum, Qureshi, Parvez Alam, Nafees Begaum.</p> <p>xiv. Property - 14 (Residential/Commercial/Industrial Land & Building) Exclusive charge on additional property of Rs 150 Mn to be provided for enhancement above the existing exposure of Rs 1700 Mn. Same may be replaced with FD of Rs 150 Mn till the time security is not provided.</p> <p>3. Corporate Guarantees of -</p> <p>Taj view Builder and Promoters Private Limited</p> <p>Taj view Construction Private Limited</p> <p>H.M.A Food Export Private Limited</p> <p>Federal Agro Industries Private Limited</p> <p>4) Lien on Fixed Deposits(FD) of Rs.50 Million only</p> <p>5) Personal Guarantees of Parvez Alam. Mohd Mehmood Qureshi, Wajid Ahmed, Mohd Kamil Qureshi, Zulfiqar Ahmed Qureshi, Gulzar Ahmed Qureshi , Mohd Ashraf Qureshi , Ms. Nafees Begum</p>



For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(33) Details of the outstanding borrowings, interest rate, security and repayment terms : (Continued)

(in ₹ Million)

Particulars	March 31, 2024	March 31, 2023	Interest rate	Repayment Period	Secured against
L-2	2,046.39	1,249.94	5.25%	On Completion of tenure of the WC DL facility	1. First Pari passu charge on the Current assets (Raw materials, Book debts, Finished goods) of the borrower both present and future. 2. Exclusive charge over residential and commercial property being Part of property no.95 and old no. 51 and present Nagar Nigam no. 2/200 situated at Surya Nagar (civil line), Hari parwat ward Tehsil & Distt. Agra in the name of Agra better home LLP . 3. Unconditional and Irrevocable personal guarantee of Gulzar Ahmed, Zulfikar Ahmed Qureshi, Wajid Ahmed, Gulzeeb Ahmed and Zawiya Qureshi to remain valid during entire tenor of facility. 4. Unconditional and Irrevocable personal/corporate guarantee of collateral owner to remain valid during entire tenor of facility.
L-3	1,782.61	-	91 Days T Bill Rate + 115 bps	On Completion of tenure of the WC DL facility	1. Pari Passu charge: Over company's entire current assets such as raw materials, stocking-process, finished goods, stores, spares & book-debts and other current assets lying in factory premises and existing Trading offices/ branches or elsewhere, both present & future. Pari Passu charge Receivables/ book debts/ foreign bills. 2. Collateral Property: i. Lien over cash collateral securities in the form of STDRs to the tune of ₹ 20.00 cr. ii. Lien over cash collateral securities in the form of STDRs to the tune of ₹ 4.00 cr. iii. Equitable Mortgage of Commercial plot located at Khasra No. 65, 67, 77/2, 78, 84, 87, 84/2 Etmadpur, Agra iv. Equitable Mortgage of Shop No. 2, 2nd Floor, Over Plot No. 1, Part of Kothi No. 31, part of NN No. 2/220, Swadesi Beema Nagar, MG Road, Agra v. Equitable Mortgage of Flat No. 4, 3rd Floor, Over Plot No. 1, Part of Kothi No. 31, Pan of NN No. 2/220, Swadesi Beema Nagar, MG Road, Agra vi. Equitable Mortgage of Commercial land and building situated at Village Behra, HB No. 198, Tehsil Derra Bassi, SAS Nagar, Punjab vii. Equitable Mortgage of Shop No. 3, 1st Floor, Over Plot No. 1, Part of Kothi No. 31, Part of NN No. 2/220, Swadesi Beema Nagar, MG Road, Agra viii. Equitable Mortgage of Part of Khasra No. 287min, Mauza Kuberpur, Etmadpur, Agra ix. Equitable Mortgage of Part of Khasra No. 287min, Mauza Kuber ur, Etmadpur. 3. Personal Guarantees of : Zulfikar Qureshi, Gulzar Ahmad, Mohammad Mehmood Qureshi, Mohammad Kamil Qureshi, Wajid Ahmed, Mohammad Ashraf Qureshi, Parvez Alam, Gulzeeb Ahmed Corporate Guarantee of: i. Tajview Builders And Promoters Private Limited ii. Tajview Constructions Private Limited iii. HMA Food Export Private Limited iv. Federal Agro Industries Private Limited
L-4	632.43	4.42	Not applicable	Payable on demand	Unsecured Loans given by directors are repayable with no interest rate.
L-5	412.95	552.50	8.35%	7 years (20 quarterly repayment after two years of moratorium)	1. Secured against fixed deposits amounting to Rs 176 Million. 2. Collateral Properties i. 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, Zulfikar Ahmad Qureshi, Wajid Ahmad, Gulzeeb Ahmed. 4. Corporate Guarantee of HMA Agro Industries Limited
L-6*	19.00	19.91	NA	Payable on demand	Unsecured loan from other parties. No interest is payable on the same.
Total	4,893.38	3,433.19			

*Pertains to loans in Indus Farmers Food Co. LLP where the Company is partner and controls the operations

The Company has borrowings from banks or financial institutions on the basis of security of book debts, inventory and other time deposits. The quarterly statements of current assets filed by the Company with banks are in primarily in agreement with the books of accounts and there are not material differences.

Loan covenants :

The Group has satisfied debt covenants prescribed in the terms of bank loan.

The other loans do not carry any debt covenant.

The Group has not defaulted on any loans payable.



For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

- (34) Particulars of subsidiaries and associates considered in the preparation of the consolidated financial statements:

Subsidiaries	Country of incorporation/ Principal place of business	As at March 31, 2024	As at March 31, 2023
(a) Subsidiaries directly held			
Federal Agro Industries Private Limited		60.00%	60.00%
HMA Food Export Private Limited		100.00%	100.00%
FNS Agro Foods Limited		100.00%	100.00%
HMA Natural Foods Private Limited		90.36%	90.36%
Swastik Bone and Gelatines Private Limited		100.00%	100.00%
Laal Agro Food Private Limited	India	99.99%	99.99%
United Farm Products Private Limited		100.00%	100.00%
JFF Export Private Limited		100.00%	100.00%
Indus Farmers Food Co. LLP		50.00%	50.00%
Reliable Agro Foods		95.00%	95.00%

*International Agro Food Exports is a joint operation and hence is not part of above list

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For HMA AGRO INDUSTRIES LIMITED

Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(35) Additional information pursuant to paragraph 2 of Division II - Schedule III to the Companies Act 2013 - " Part II - General instructions for the preparation of the consolidated financial statements"

(in ₹ Million)

Name of the entities in the Group	Net Assets , i.e. Total Assets minus total liabilities		Share in Profit or loss		Share in Other comprehensive income		Share in Total Comprehensive Income	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or Loss	Amount	As % of Consolidated Other comprehensive income	Amount	As % of Total comprehensive income	Amount
March 31, 2024								
Parent								
HMA Agro Industries Limited	99.95%	7,370.46	110.05%	1,106.92	95.97%	105.33	108.66%	1,212.26
Subsidiary								
HMA Food Export Private Limited	2.78%	205.15	5.84%	58.78	1.92%	2.11	5.46%	60.88
FNS Agro Foods Limited	0.67%	49.68	3.97%	39.89	0.00%	-	3.58%	39.89
Swastik Bone and Gelatines Private Limited	-0.14%	(10.67)	-0.24%	(2.45)	0.00%	-	-0.22%	(2.45)
Laal Agro Food Private Limited	-0.11%	(7.85)	-0.17%	(1.75)	0.00%	-	-0.16%	(1.75)
United Farm Products Private Limited	-2.48%	(183.12)	-13.68%	(137.59)	-0.42%	(0.46)	-12.37%	(138.05)
Indus Farmers Food Co. LLP	0.42%	31.07	-0.17%	(1.74)	0.00%	-	-0.16%	(1.74)
JFF Export Private Limited	-0.08%	(5.54)	-0.54%	(5.39)	0.00%	-	-0.48%	(5.39)
HMA Natural Foods Private Limited	0.32%	23.81	0.00%	(0.03)	0.00%	-	0.00%	(0.03)
Federal Agro Industries Limited	4.33%	319.22	0.31%	3.08	1.10%	1.21	0.39%	4.30
Reliable Agro Foods	1.42%	104.43	-4.86%	(48.88)	0.64%	0.71	-4.32%	(48.18)
Joint Operation								
International Agro Food Exports	0.38%	28.02	-0.13%	(1.32)	0.00%	-	-0.12%	(1.32)
Non Controlling Interest	0.65%	48.02	-0.05%	(0.54)	0.77%	0.85	0.03%	0.31
Consolidation adjustment	-8.12%	(598.43)	-0.31%	(3.12)	0.00%	-	-0.28%	(3.12)
Total	100%	7,374.27	100%	1,005.84	100%	109.75	100%	1,115.59

(in ₹ Million)

Name of the entities in the Group	Net Assets , i.e. Total Assets minus total liabilities		Share in Profit or loss		Share in Other comprehensive income		Share in Total Comprehensive Income	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or Loss	Amount	As % of Consolidated Other comprehensive income	Amount	As % of Total comprehensive income	Amount
March 31, 2023								
Parent								
HMA Agro Industries Limited	97.97%	4,844.40	111.22%	1,373.22	99.73%	(111.02)	112.36%	1,262.20
Subsidiary								
HMA Food Export Private Limited	2.92%	144.27	0.95%	11.72	0.00%	-	1.04%	11.72
FNS Agro Foods Limited	0.20%	9.79	0.00%	(0.04)	0.00%	-	0.00%	(0.04)
Swastik Bone and Gelatines Private Limited	-0.17%	(8.22)	-0.09%	(1.16)	0.00%	-	-0.10%	(1.16)
Laal Agro Food Private Limited	-0.12%	(6.08)	-0.02%	(0.24)	0.00%	-	-0.02%	(0.24)
United Farm Products Private Limited	-0.91%	(45.07)	-16.65%	(205.61)	0.00%	-	-18.30%	(205.61)
Indus Farmers Food Co. LLP	0.66%	32.81	0.00%	(0.05)	0.00%	-	0.00%	(0.05)
JFF Export Private Limited	0.00%	(0.15)	0.00%	(0.05)	0.00%	-	0.00%	(0.05)
HMA Natural Foods Private Limited	0.48%	23.84	0.00%	(0.04)	0.00%	-	0.00%	(0.04)
Federal Agro Industries Limited	6.37%	314.92	3.75%	46.28	0.16%	-0.18	4.10%	46.11
Reliable Agro Foods	3.09%	152.61	-0.89%	(10.98)	0.00%	-	-0.98%	(10.98)
Joint Operation								
International Agro Food Exports	0.59%	29.35	0.00%	(0.05)	0.00%	-	0.00%	(0.05)
Non Controlling Interest	0.96%	47.71	2.47%	30.54	0.11%	-0.12	2.71%	30.42
Consolidation adjustment	-12.04%	(595.32)	-0.72%	(8.89)	0.00%	-	-0.79%	(8.90)
Total	100%	4,944.87	100%	1,234.66	100%	(111.31)	100%	1,123.35



For HMA AGRO INDUSTRIES LIMITED

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[Handwritten signature] Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(36) Investments in subsidiaries

The summarised financial information of subsidiaries (including acquisition date fair valuation and adjustments thereto, and accounting policies alignment) having material NCI is as follows

(in ₹ Million)

Summarised balance sheet	Federal Agro Industries Private Limited		Reliable Agro Foods	
	As of March 31, 2024	As of March 31, 2023	As of March 31, 2024	As of March 31, 2023
Assets				
Non-current assets	281.40	295.15	202.42	187.92
Current assets	388.73	170.70	31.79	18.20
Liabilities				
Non-current liabilities	4.56	6.54	2.52	1.96
Current liabilities	295.73	96.63	129.84	51.59
Equity	369.84	362.68	101.85	152.57
% of ownership interest held by NCI	40.00%	40.00%	5.00%	5.00%

(in ₹ Million)

Summarised statement of profit and loss	Federal Agro Industries Private Limited		Reliable Agro Foods	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue	5,143.76	13,679.90	326.77	208.35
Net profit@	5.14	77.44	(51.46)	(11.56)
Other comprehensive income/(loss) @	2.02	(0.30)	0.74	-
Total comprehensive income/(loss) @	7.16	77.14	(50.71)	(11.56)
Profit / (loss) allocated to NCI	2.86	30.86	(2.54)	(0.58)

-@represents respective entities owner's share.

(in ₹ Million)

Summarised statement of cash flows	Federal Agro Industries Private Limited		Reliable Agro Foods	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Net cash (outflow)/inflow from operating activities	(142.14)	30.55	40.62	19.33
Net cash (outflow)/inflow from investing activities	(26.94)	(22.71)	(40.77)	(17.23)
Net cash inflow from financing activities	170.95	-	-	-
Net cash inflow / (outflow)	1.87	7.84	(0.15)	2.10

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For HMA AGRO INDUSTRIES LIMITED

Director



HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(37) Earnings per share

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Profit attributable to the equity holders of the Company (in ₹ Millions)	1,006	1,204
Weighted average number of equity shares for EPS (in no's)*	49,46,58,075	47,51,28,750
Adjustment for calculation of Diluted EPS (in no's)	-	-
Weighted average number of equity shares for Diluted EPS (in no's)	49,46,58,075	47,51,28,750
Earnings per share		
- Basic	2.03	2.53
- Diluted	2.03	2.53
Face value per equity share (₹)	1.00	1.00

The weighted average number of equity shares outstanding during the current period presented is adjusted for split of each equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. The number of ordinary shares outstanding before the split of each share issue are adjusted for the proportionate change in the number of ordinary shares outstanding as if the event had occurred at the beginning of the earliest period presented i.e. from April 01, 2022.

(38) 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 March 31, 2024	Year ended March 31, 2023
(in ₹ Million)		
(a) Profit and loss		
Current tax		
- for the year	396.30	521.13
- for the prior years	2.48	-
	398.78	521.13
Deferred tax		
- for the year	(41.16)	(20.26)
- for the prior years	(31.89)	-
Income tax expense	325.73	500.87

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

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
(in ₹ Million)		
Profit before tax	1,331.57	1,735.53
Tax rate	25.17%	25.17%
Computed tax expense	335.13	436.80
Deferred tax reversed owing to certainty of future profits	-	-
Expenses not deductible for tax purpose	7.73	5.97
Tax expense relating to prior years	(2.48)	-
Deferred tax relating to earlier years	(31.89)	-
Impact of difference in tax rate	8.13	(1.23)
Deferred tax not created on losses of subsidiaries	18.26	57.43
Utilisation of carry forward loss against capital gains	(2.75)	-
Others	(6.38)	1.90
Income tax expense	325.73	500.87

The Group has not recognised deferred tax asset in respect of carried forward losses and unabsorbed depreciation amounting to Rs 69.35 million (March 31, 2023 : Rs 224.23 million). The aforeside tax losses will lapse in subsequent years as follows:

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
(in ₹ Million)		
Within 0 - 5 years	-	-
From 5 - 8 years	68.74	214.94
Unabsorbed depreciation	0.61	9.29

(39) 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 Group's performance and allocating the resources based on an analysis of various performance indicators by business segments and geographic segments.

The Group is engaged into business of processing and export of buffalo frozen meat and meat products which is single reportable business segment. Hence the Group's financial statements reflect the position for a reportable segment and no separate disclosure is required. The Group has its manufacturing operations in India and sales products across various geographies in the world.

For HMA AGRO INDUSTRIES LIMITED

[Signature]

[Signature]

[Signature]

[Signature]
Director

HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(39) Segment reporting (continued)

The information relating to revenue from external customers of its single reportable segment has been disclosed as below:

Revenue from operations

(in ₹ Million)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Vietnam	11,679.44	6,612.87
Malaysia	10,512.94	9,593.49
Hongkong	233.68	1,337.60
Indonesia	1,627.87	2,111.93
Egypt	6,953.58	2,667.92
India	3,319.84	2,328.54
Rest of the world	13,805.55	7,439.85
Total	48,132.90	32,092.19

All the non-current operating assets are located in India.

List of top customer from which revenue from sale of product is generated :

(in Percentage)

Customer	Year ended March 31, 2024	Year ended March 31, 2023
Customer A	7.17%	0.84%
Customer B	6.15%	5.20%
Customer C	3.52%	6.79%
Customer D	3.99%	0.00%

(40) Commitments and contingent liabilities

(in ₹ Million)

Particular	As at March 31, 2024	As at March 31, 2023
(a) Export obligation		
The Group has imported plant and machinery for their project under EPCG scheme for which		
- Export obligation pending against duty saved against which export has to be made in six years	570.00	705.58
(b) Contingent liabilities		
Claims against Group not acknowledged as debt		
- for matters under appeal against below revenue authorities*		
Service tax matters under appeal	#REF!	125.67
Goods and service tax under appeal	#REF!	199.30
Income tax matter under appeal	2,151.54	-

*The Group believes that these claims are not tenable and hence no provision has been made in this regards. The amount of contingent liabilities is disclosed based on the best possible estimate which in turn is based on the likelihood of possible outcomes of proceedings by the tax authorities and the possible cash outflow will be known on settlement of the proceedings by the tax authorities.

A search was carried out on November 5, 2022 by the Income-tax authorities at various locations of the Group and Directors (Executive directors) 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 Group and Directors. 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 Group Companies. The Group is not able to estimate the liabilities under this search and hence no amount is provided for in the financial statement for the year ended March 31, 2023.

A search was carried out on July 07, 2023 by the through the Intelligence Officer (IO), Directorate General of Goods and Service Tax Intelligence , Headquarters, New Delhi at the premises of the Company situated at /1, 15 and 16, Tala spur Khurd, Gulzar Factory, Near Mathura Bypass, Aligarh, Uttar Pradesh 20200 under sub-section (2) of Section 67 of the Central Goods and Service Tax Act, 2017, post the order of search the Company received Summons to remain present and submit documents as may be requested by DGGI. Since due to unavoidable circumstances, the representatives of the Company were not able to remain present, the Company has requested for extension of time to remain present. Thereafter, there is no communication from DGGI. The Company is not able to estimate the liability under this search.

(41) Corporate social responsibility

(in ₹ Million)

Particular	As at March 31, 2024	As at March 31, 2023
Corporate social responsibility expenditure		
Amount required to be spent as per Section 135 of the Companies Act, 2013*	32.47	25.65
Amount spent during the year on:		
(i) Construction / acquisition of an asset	-	-
(ii) Purposes other than (i) above	32.47	25.65
(iii) nature of CSR activities		
- Contribution to Charitable trusts	32.47	25.65
- Contribution to Government funds	-	-

For HMA AGRO INDUSTRIES LIMITED

Director



HMA Agro Industries Limited

Notes to Consolidated Financial statements for the year ended March 31, 2024

(42) Other Statutory Information

- (i) The Group do not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.
- (ii) The Group do not have any transactions with companies struck off.
- (iii) The Group do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period,
- (iv) The Group have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Group 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:
 - (a) 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
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Group 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 Group shall:
 - (a) 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
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(43) The financial statements were authorised for issue by the Company's Board of directors on May 30, 2024.

(44) Previous year figures have been regrouped / reclassified to confirm to current year presentation.

FOR MAPSS AND COMPANY

Chartered Accountants

Firm's Registration Number: 012796C

CA Gyan Chandra Misra

Partner

Membership Number: 078183

Place : Ghaziabad

Date : May 30, 2024



For and on behalf of the Board of Directors of
HMA Agro Industries Limited

CIN: U74110UP2008PLC034977

For HMA AGRO INDUSTRIES LIMITED

Gulzar Ahmad

Chairman

DIN : 01312305

Place : Agra

Date : May 30, 2024

Mohammed Mehmoood

Oureshi

Managing Director

DIN : 02839611

Place : Agra

Date : May 30, 2024

Nikhil Sundrani

Company Secretary

Membership number : 53307

Place : Agra

Date : May 30, 2024

Gulzeb Ahmed

Chief financial officer

DIN : 06546660

Place : Agra

Date : May 30, 2024