FUNCTIONAL & INNOVATIVE FOODS PVT LTD

1/374 – A, Andipalayam Village
Andipalayam Post,
Tiruchengode – 637214, Namakkal Dt,
Tamilnadu, India.

FSSAI No : 12420014000931
GSTIN : 33AAICC9720G1ZQ
Mail ID : functionalinnovativefoods@gmail.com
Mob : +91 8110064775

DIRECTORS' REPORT

Dear Shareholders,

Your Directors take pleasure in presenting the 03rd Annual Report of the Company along with the audited financial statements for the year ended 31st March, 2023.

Your Directors submit the following particulars/disclosures and information as required under Section 134(3) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 and other applicable rules thereunder.

1. PERFORMANCE OF THE COMPANY:

The financial results of the Company for the year ended 31st March, 2023 are summarized below:

Particulars	Current Year 31st March 2023 (Rs. in '000)	Previous Year 31st March 2022 (Rs. in '000)
Revenue from Operations	1,65,777.00	54,748.89
Other Income	519.86	150.23
Total Income	**1,66,296.86**	**54,899.13**
Total Expenses	**1,64,105.63**	**49,607.40**
Expenses before Interest, Financial Charges and Depreciation	**1,52,771.72**	**45,909.96**
Add/Less: Interest and Financial Charges	2,013.61	131.21
Add/Less: Depreciation and Amortization	9,320.30	3,566.23
Profit/Loss before taxation for the year	**2,191.23**	**5,291.73**
Add/Less: Current tax Expenses	488.25	979.26
Add/Less: Deferred Tax Liability/Asset	-108.32	-70.51
Profit/Loss after taxation for the year	**1,811.30**	**4,382.98**

2. REVIEW OF OPERATIONS:

During the year under review, the Company has registered a total turnover of Rs. 16,57,77,000/-, as against a turnover of Rs. 5,47,48,890/- in the previous year.

The Company has earned a net profit of Rs. 18,11,300/- during the year as against a net profit of Rs.43,82,980/- in the previous year.

3. DIVIDEND:

The Directors have not recommended any dividend in order to conserve funds for the further growth of the Company.

4. TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013:

During the year under review, the Company has made a profit of Rs. 18,11,300/- which has been transferred to Reserves and Surplus.

5. STATE OF COMPANY'S AFFAIRS:

The company engaged in manufacturing, processing, trading, importing, and exporting food products and consumables for human and animal consumption. It also aims to function as retailers, wholesalers, distributors, and agents for various goods, including consumer durables and office automation products. Additionally, the company is engaged in promotional activities, participate in exhibitions, and engage in procurement, sale, and trading of articles and spare parts domestically and internationally.

6. CHANGE IN THE NATURE OF BUSINESS:

There is no change in the nature of business activities of the Company during the year under review.

7. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

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There are no significant material changes affecting the financial position of the company happened during the year. Also, between the end of the financial year and the date of this report of the Board of Directors.

8. CAPITAL STRUCTURE:

The Authorized Share Capital of the Company is Rs15,00,000/- divided into 15,000 equity shares of Rs. 100 /- each. During the year under review, the Company has made no change in the Authorized Share Capital of the Company.

The Issued, Subscribed and Paid-up Share Capital of the Company is Rs. 2,00,000/-divided into 2000 Equity shares of Rs.100/- each. The Company has not issued any shares during the year under review.

9. CREDIT RATING OF SECURITIES:

The necessity to obtain credit rating does not arise for the Company during the year under review.

10. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The Company has not yet declared any dividend and hence transfer of unclaimed dividend to Investor Education and Protection Fund does not arise.

11. BOARD CONSTITUTION AND CHANGES:

The Constitution of Board of Directors of the Company is as on 31.03.2023

DIN	Name of the Director	Designation	Date of Appointment
03598902	Chinnusamy Senthilkumar	Director	12-09-2020
07800818	Thangaraj Karthik	Director	12-09-2020

1. Mr. Thirumangalam Sengodan Kumarasamy has been appointed as the Director of the Company at the Board Meeting held on 25th Day of May 2022 and

Mr. Thirumangalam Sengodan Kumarasamy has been resigned from the Company with effect from 24th day of January 2023 at the Board Meeting held on 24th day of January 2023.

12. STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:

The Company being a Private Limited Company, the provisions relating to the appointment of Independent Directors and the requirement of declaration pursuant to Section 149 (6) of the Companies Act, 2013 is not applicable to the Company.

13. COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND OTHER MATTERS PROVIDED UNDER SECTION 178(3) OF THE COMPANIES ACT, 2013:

The provision of Section 178 (1) relating to constitution of Nomination and Remuneration Committee is not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178 (3) of the Companies Act, 2013.

14. NUMBER OF MEETINGS CONDUCTED DURING THE PERIOD UNDER REVIEW:

During the financial year 2022 - 23, the Board of Directors of the Company had seven board meetings and the same is summarized below.

S. No.	Date of Meeting	Total No. of Directors entitled to attend the meeting	Total No. of Directors attended the meeting
1.	25.05.2022	2	2
2.	05.08.2022	3	3
3.	29.09.2022	3	3
4.	26.12.2022	3	3
5.	24.01.2023	2	2
6.	13.02.2023	2	2
7.	15.03.2023	2	2

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During the financial year 2022 - 23, the company had one General Meeting and the same is summarized below.

S. No.	Date of Meeting	Type of Meeting	Total No. of Members attended the meeting
1.	29.09.2022	AGM	2

15. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 134(3)(c) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed and there are no material departures from those standards;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis;

(e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorized, recorded and reported to the management. The company is following all the applicable accounting standards for properly maintaining the books of accounts and reporting Financial Statements.

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17. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12) OF THE COMPANIES ACT, 2013 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

During the year under review, the Statutory Auditors have reported to the Board under Section 143(12) of the Companies Act, 2013 that there are no instances of any fraud committed in the Company by its officers or employees, the details of which would be required to be mentioned in this Report.

18. DETAILS RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:

The Company does not have any Subsidiaries, Joint Ventures or Associate Companies.

19. CONSOLIDATED FINANCIAL STATEMENTS:

The Company does not have any subsidiaries/associates and so there is no need to prepare Consolidated Financial Statements for the Financial Year 2022 -23.

20. DEPOSITS:

The Company has neither accepted nor renewed any deposits/ money during financial year ending 31st March 2023 falling within the meaning of Deposits as defined under Section 2(32) of the Companies Act, 2013.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS PROVIDED UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The company has neither provided any loans, guarantees or nor made any investments under the provisions of Section 186 of the Companies Act, 2013 during the year under review

22. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All the contracts or arrangements or transactions entered by the Company during the financial year with the related parties referred in section 188(1) of the Companies Act, 2013 and the rule 15 of the Companies (Meetings of Board and its powers) Rules, 2014 are on arm's length basis and in the ordinary course of business. Henceforth AOC-2 is attached as the annexure to this report.

23. UNSECURED LOAN FROM DIRECTORS AND RELATIVES OF DIRECTOR:

The particulars of the outstanding unsecured loans of the Company, received from its directors, during the year as on 31st March, 2023 are as detailed below:

From Director:

S.No	Name of the Director	Amount in Rs./-
1	Chinnusamy Senthilkumar	6,54,72,560/-

From Relative of Director – Nil

24. CORPORATE SOCIAL RESPONSIBILITY:

The provisions of Section 135 (Corporate Social Responsibility) of the Companies Act 2013, is not applicable to the Company.

25. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

A. CONSERVATION OF ENERGY: The Company believes in prudent use of the scarce precious resources and is supportive of the energy saving mechanism.		
(i)	The Steps taken or impact on conservation of energy;	NIL
(ii)	The Steps taken by the Company for utilizing alternate sources of energy;	NIL
(iii)	Future Plan of action	NIL
(iv)	The Capital investment on energy conservation equipment;	NIL

B. TECHNOLOGY ABSORPTION:		
(i)	The efforts made towards technology absorption;	NA

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(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution;	NA
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)	NA
	(a) The details of technology imported:	NA
	(b) The year of import:	
	(c) Whether the technology been fully absorbed;	
	(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	
(iv)	The expenditure incurred on Research and Development	NA

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

S.No	Particulars	2022-2023 (All values are in Rs.)
1	Foreign Exchange Earnings	-
2	Foreign Exchange Out Go	-

26. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company has taken adequate measures to effectively manage the risk and have a separate strategic analysis on the same. Furthermore, we consistently review and refine our strategies to ensure they remain effective and relevant. Consequently, the elements of risk threatening the Company's existence are very minimal.

27. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND VIGIL MECHANISM:

The provisions of Section 177 of the Companies Act, 2013 read with rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

28. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE:

There are no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.

29. STATUTORY AUDITOR:

Mr. G Sathiyan, Membership No: 237652 Chartered Accountants, Tiruchengode, will continue to hold office as the Statutory Auditors of the Company till the conclusion of 06th Annual General Meeting.

30. COST AUDIT AND RECORDS:

Cost Audit is not applicable to the Company and as a result the Company is not required to maintain cost records under Section 148(1) of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014, as amended from time to time.

31. AUDITORS' REPORT:

There are no qualifications, reservations or adverse remarks or disclaimers made by Auditors of the Company in their report.

32. SECRETARIAL AUDIT REPORT:

The provisions relating to submission of Secretarial Audit Report are not applicable to the Company.

33. BOARDS' COMMENT ON THE AUDITORS REPORT:

The Auditors Report and notes given therein by the auditors have been explained in the relevant notes to the financial statements for the period ended on 31st March, 2023 which are self- explanatory and need not require any further comments by the Board.

34. STATEMENT ON COMPLIANCE OF APPLICABLE SECRETARIAL STANDARDS:

The Company has complied with all the applicable Secretarial Standards during the financial year 2022-2023.

35. APPLICATION MADE OR PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016:

There were no applications made and no proceedings were pending under Insolvency and Bankruptcy Code, 2016 as on 31.03.2023.

36. COPY OF ANNUAL RETURN:

The Company does not have a functional website and hence the provisions of Section 92(3) of the Companies Act, 2013 are not applicable.

However, the Annual return will be available for inspection at the registered office of the company. The Shareholders shall be allowed to inspect during the working hours of the company upto the ensuing AGM .

37. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

The provisions of the POSH (Prevention of Sexual Harassment) are not applicable to the company. However, the company has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed there under and the company has zero tolerance for the same. Additionally, no complaints of this nature were received during the year.

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ACKNOWLEDGEMENTS

The Directors acknowledge with appreciation, the cooperation and assistance received from the Government, Banks, Authorities and other Business Constituents during the year. The Directors wish to place on record their appreciation for the contribution made by employees , customers and suppliers for their continuous support given by them to the company at all levels during the period under report.

Your Board of Directors also takes this opportunity to convey their gratitude and sincere thanks for the co-operation & assistance received from the shareholders. The Board acknowledge your confidence and continuous support and looks forward for the same in future as well.

For and on behalf of the Board
For Functional & Innovative Foods Private Limited
(Formerly Known as Christy Novel & Innovative Foods Private Limited)

C. Senthil kumar	
Chinnusamy Senthilkumar	**Thangaraj Karthik**
Director	**Director**
DIN: 03598902	**DIN: 07800818**

Place: Tiruchengode
Date: 31.08.2023

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FORM NO. AOC.2

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis: **NIL**

2. Details of material contracts or arrangement or transactions at arm's length basis

**(All amounts are in Indian Rupees rounded off to nearest thousands)*

Name(s) of the related party and nature of relationship	M/s. Nalaas Foods *(Enterprises owned or significantly influenced by Key Management Personnel /Directors or their relatives)*
Nature of contracts/arrangements/transactions	1.)Outstanding Receivable
Duration of the contracts/arrangements/transactions	Whole Year
Salient terms of the contracts or arrangements or transactions including the value, if any:	1.)Outstanding Receivable=Rs.2,04,270
Date(s) of approval by the Board, if any	25.05.2022
Amount paid as advances, if any	

Name(s) of the related party and nature of relationship	M/s. Christy Foods *(Enterprises owned or significantly influenced by Key Management Personnel /Directors or their relatives)*
Nature of contracts/arrangements/transactions	1.)Outstanding Payable
Duration of the contracts/arrangements/transactions	Whole Year
Salient terms of the contracts or arrangements or transactions including the value, if any:	1.)Outstanding Payable=1,420
Date(s) of approval by the Board, if any	25.05.2022
Amount paid as advances, if any	

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Name(s) of the related party and nature of relationship	M/s. Christy Quality Foods Private Limited *(Enterprises owned or significantly influenced by Key Management Personnel /Directors or their relatives)*
Nature of contracts/arrangements/transactions	1.)Outstanding Payable
Duration of the contracts/arrangements/transactions	Whole Year
Salient terms of the contracts or arrangements or transactions including the value, if any:	1.)Outstanding Payable=Rs.2,32,240
Date(s) of approval by the Board, if any	25.05.2022
Amount paid as advances, if any	-

Name(s) of the related party and nature of relationship	M/s. Rebala Nutri Foodee Pvt Ltd *(Enterprises owned or significantly influenced by Key Management Personnel /Directors or their relatives)*
Nature of contracts/arrangements/transactions	1.)Outstanding Payable
Duration of the contracts/arrangements/transactions	Whole Year
Salient terms of the contracts or arrangements or transactions including the value, if any:	1.)Outstanding Payable=Rs.59,51,360
Date(s) of approval by the Board, if any	25.05.2022
Amount paid as advances, if any	-

For and on behalf of the Board
For Functional & Innovative Foods Private Limited
(Formerly Known as Christy Novel & Innovative Foods Private Limited)

C. Senthil kumar

Chinnusamy Senthilkumar
Director
DIN: 03598902

Thangaraj Karthik
Director
DIN: 07800818

Place:Tiruchengode
Date:31.08.2023

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LIST OF SHAREHOLDERS AS ON 31.03.2023

S. No.	Name & Address	Type of Share	Nominal Amount Per Share (Rs.)	No of Shares Held	Percentage
1	Chinnusamy Senthilkumar 121 PCM House, S V S Extension, Tiruchengode, Namakkal, Tamilnadu-637211, India	Equity	100	1000	50%
2	Thangaraj Karthik D 136, TNHB Colony, Kollapatty, Animur, Namakkal, TamilNadu-637214,India	Equity	100	1000	505
		Total		2000	100

For Functional & Innovative Foods Private Limited
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Thangaraj Karthik
Director
DIN: 07800818

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LIST OF DIRECTORS AS ON 31-03-2023

S. NO.	DIN	NAME OF DIRECTOR & ADDRESS	DESIGNATION	DATE OF APPOINTMENT
1	03598902	Mr. Chinnusamy Senthilkumar 121 PCM House, S V S Extension, Tiruchengode, Namakkal, Tamilnadu-637211, India	Director	12-09-2020
2.	07800818	Mr.Thangaraj Karthik D 136, TNHB Colony, Kollapatty, Animur , Namakkal, TamilNadu-637214,India	Director	12-09-2020

For and on behalf of the Board
For Functional & Innovative Foods Private Limited
(Formerly Known as Christy Novel & Innovative Foods Private Limited)

Thangaraj Karthik
Director
DIN: 07800818

G. Sathiyan F.C.A.,
CHARTERED ACCOUNTANT

INDEPENDENT AUDITOR'S REPORT

To the Members of M/s. **FUNCTIONAL & INNOVATIVE FOODS PRIVATE LIMITED**

Report on the Audit of the Standalone Financial Statements

Opinion

I have audited the accompanying standalone financial statements of M/s. **FUNCTIONAL & INNOVATIVE FOODS PRIVATE LIMITED** ('the Company'), which comprise the Balance Sheet as at **31st March 2023**, the Statement of Profit and Loss, Cash Flow Statement, notes to the financial statements and a summary of significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2023,** and its **Profit** for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to my audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters

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

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

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Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the standalone financial statements and my auditor's report thereon.

My opinion on the standalone financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

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

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

Management's Responsibility for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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 financial statements.

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

- Identify and assess the risks of material misstatement of the 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 my 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, I am also responsible for expressing my opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence and, where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

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

2. As required by Section 143(3) of the Act, based on my audit I report that:

(a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.

(b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books;

(c) The Balance Sheet and the Statement of Profit or Loss dealt with by this Report are in agreement with the relevant books of account;

(d) In my opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors as on **31st March, 2023** taken on record by the Board of Directors, none of the directors is disqualified as on **31st March, 2023** from being appointed as a director in terms of Section 164 (2) of the Act;

(f) The company being a private limited company not covered under the reporting criteria u/s 143(3)(i) read with the MCA Notification No. 583(E) dt. 13th June 2017, a separate report with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls is not applicable;

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

The company has not paid any remuneration to its directors during the year.

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

- The Company does not have any pending litigations which would impact its financial position;

- The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

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

- The management has represented that, to the best of its knowledge and belief,

  i. No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

  ii. No funds have been received by the company from any person(s) or entity(ies), including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

  iii. Based on audit procedures carried out by me, that I have considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

(i) The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.

C.A. G. SATHIYAN, F.C.A.
M.No.237652
Tiruchengode
637 211
Chartered Accountants

G. Sathiyan
Chartered Accountant
M. No: 237652
UDIN: 23237652BGYXFL4108

Tiruchengode
31.08.2023

'ANNEXURE – A' REFERRED TO PARAGRAPH 5 (1) OF MY REPORT OF EVEN DATE

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date to the financial statements of the Company for the year ended 31st March 2023)

i. In respect of its Property, Plant & Equipment:

   a. (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

      (ii) The Company is not having any intangible asset. Therefore, the provisions of Clause (i)(a)(B) of Paragraph 3 of the Order is not applicable to the company

   b. The Property, plant and equipment of the company were physically verified during the period by the management. According to the information and explanations given to me no material discrepancies were noticed on such verification.

   c. The title deeds of immovable properties shown in the Financial Statements are held in the name of the company.

   d. The company has not revalued its Property, Plant, and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company

   e. No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.

ii. (a) The management has conducted the physical verification of inventory at reasonable intervals and the coverage and procedure of such verification by the management are appropriate. As informed to me, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.

   (b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

iii. According to the information and explanations given to me, the Company has granted unsecured loans to corporate, covered in the register maintained under section 189 of the Companies Act, 2013.Therefore other reporting matters for this clause are not applicable.

a) The Company has provided loans, the details of which are given below:

(Rs.'000)

To Whom	The aggregate amount granted/provided during the year	Balance Outstanding at the balance sheet date
Parties other than subsidiaries, joint ventures and associates	-	1,107.70
Subsidiaries, joint ventures and associates	-	-

(b) In my opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

(c) With regard to the loans and advances made by the company, the repayment of Interest and principal are regular and there are no deviations.

(d) During the year under review, there is no amount which is overdue amount remaining outstanding as at the balance sheet date

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

(f) According to the information and explanations given to me and on the basis of my examination of the records of the Company, the Company has granted loans or advances during the year either repayable on demand or without specifying period of repayment. The details of said loans or advances are as follows:

Loans provided to	Aggregate amount granted during the year (Rs. In '000)	Percentage of the Total loan granted	Closing Balance (As on 31.03.2023) (Rs. In '000)
a. Promoters	-	-	-
b. Related Parties	-	-	1,107.70
c. Others	-	-	-

iv. In my opinion and according to the information and explanations given to me, the Company has not granted any loan or made any investment or provided any guarantees or securities to the parties covered under section 185 and 186 of the Companies Act, 2013. Therefore, the provisions of clause 3 (iv) of the said order are not applicable.

v. The Company has not accepted any deposit from the public and hence the directives issued by the Reserve Bank of India and the provisions of Section 73 and 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

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

vii. According to the information and explanation given to me and on the basis of my examination of the books of accounts, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Goods and Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities.

According to the information and explanations given to me there were no undisputed statutory dues as on 31st March 2023 for a period of more than six months from the date on which they become payable.

viii. In my opinion and according to the information and explanations given to me, there are no transactions, which were not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. a) In my opinion and according to the information and explanation given to me, the company has not defaulted in repayment of dues to financial institutions, or banks, or debenture holders.

b) In my opinion and according to the information and explanations given to me, the company has not been a declared wilful defaulter by any bank or financial institution or other lender.

c) In our opinion and according to the information and explanations given to me, the loans were applied for the purpose for which the loans were obtained.

d) In our opinion and according to the information and explanations given to me, there are no funds raised on short-term basis which have been utilised for long-term purposes.

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

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

x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi. (a) To the best of my knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up-to the date of this report.

(c) As represented to me by the Management, there were no whistle blower complaints received by the Company during the year (and up to the date of this report).

xii. In my opinion, the Company is not a Nidhi Company. Therefore, the provision of Clause 3(xii) of the Order is not applicable to the Company.

xiii. According to the information and explanations given to me, all transactions with the related parties are in compliance with section 177 and 188 of The Companies Act, 2013 as applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

xiv. In my Opinion, and based on my examination, the company does not have an internal audit system commensurate with the size and nature of its business and is not required to have an internal audit system as per the provisions of section 138 of the companies act 2013.

xv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with the directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.

xvi. (a) In my opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

xvii. In my opinion the company has not incurred cash losses in the financial year covered by my audit and in the immediately preceding financial year.

xviii. There has been no instance of any resignation of the statutory auditors occurred during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and Management plans and based on my examination of the evidence supporting the assumptions, nothing has come to my attention, which causes me to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. I, however, state that this is not an assurance as to the future viability of the Company. I further state that my reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. There is no liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.

xxi. The company has not made investments in the subsidiary company. Therefore, the company does not require to prepare a consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company

C.A. G. SATHIYAN, F.C.A
CA
M.No.237652
Tiruchengode
637 211
Chartered Accountant

G. Sathiyan
Chartered Accountant
M. No: 237652
UDIN: 23237652BGYXFL4108

Tiruchengode
31.08.2023

FUNCTIONAL & INNOVATIVE FOODS PRIVATE LIMITED

(Formerly Known as CHRISTY NOVEL & INNOVATIVE FOODS PRIVATE LIMITED)

CIN - U15400TZ2020PTC034564

1/374A, Andipalayam Village, Andipalayam Post - 637 214

Tiruchengode Taluk, Namakkal District

(Rs'000)

Balance Sheet as at 31st March 2023

Equity and Liabilities	Note	As at March 31, 2023	As at March 31, 2022
Shareholders' Fund			
(a) Share Capital	1	200.00	200.00
(b) Reserves & Surplus	2	13,582.24	11,770.94
Sub Total		13,782.24	11,970.94
Non-Current Liabilities			
(a) Long Term Borrowings	3	96,629.86	28,375.03
(b) Other Long Term Liabilities		0.00	0.00
(c) Deferred Tax Liabilities	8	0.00	0.00
Sub Total		96,629.86	28,375.03
Current Liabilities			
(a) Trade Payables	4	31,741.28	9,741.93
(b) Other Current Liabilities	5	300.25	101.75
(c) Short Term Provisions	6	1,542.49	1,435.76
Sub Total		33,584.02	11,279.45
Total		1,43,996.11	51,625.41

Assets	Note	As at March 31, 2023	As at March 31, 2022
Non-Current Assets			
(a) Property, Plant and Equipments	7		
(i) Tangible Assets		60,155.14	21,132.67
(ii) Intangible Assets		0.00	0.00
(iii) Capital Work-in-Progress		0.00	0.00
Sub Total		60,155.14	21,132.67
(b) Non-Current Investments		0.00	0.00
(c) Deffered Tax Assets (Net)	8	149.91	41.59
(d) Long Term Loans & Advances	9	2,494.06	0.00
(e) Other Non-Current Assets		0.00	0.00
Sub Total		2,643.96	41.59
Current Assets			
(a) Inventories	10	7,795.62	10,639.19
(b) Trade Receivables	11	45,826.47	6,630.70
(c) Cash and Cash Equivalents	12	23,373.98	585.93
(d) Short Term Loans and Advances	13	1,419.64	5,628.92
(c) Other Current Assets	14	2,781.29	6,966.42
Sub Total		81,197.01	30,451.15
Total		1,43,996.11	51,625.41

"Accompanying notes form part of the financial statements"

For and on behalf of the Board

"In terms of my report of even date"

C. Senthil Kumar
Director
DIN: 03598902

T. Karthick
Director
DIN: 07800818

G. Sathiyan
Chartered Accountant
Membership No : 237652
UDIN : 23237652BGYXFL4108

C.A.G. SATHIYAN, F.C.A. CA M.No. 237652 Tiruchengode 637 211 Chartered Accountant

Place : Tiruchengode
Date : 31.08.2023

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FUNCTIONAL AND INNOVATIVE FOODS P LTD

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CIN - U15400TZ2020PTC034564

1/374A, Andipalayam Village, Andipalayam Post - 637 214

Tiruchengode Taluk, Namakkal District

(Rs'000)

Statement of Profit & Loss Account for the year ended 31st March 2023

Sl. No.	Particulars	Note	Year ended March 31, 2023	Year ended March 31, 2022
I	Revenue from Operation	15	1,65,777.00	54,748.89
II	Other Incomes	16	519.86	150.23
III	**Total Revenue**		1,66,296.86	54,899.13
IV	**Expenses**			
	Cost of Materials Consumed			
	Purchase of Stock in Trade	17	1,27,226.84	45,437.44
	Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade	18	2,843.57	-9,532.18
	Employee Benefit Expenses	19	4,793.24	3,638.12
	Finance Cost	20	2,013.61	131.21
	Depreciation and Amorisation Expenses	7	9,320.30	3,566.23
	Other Expenses	21	17,908.07	6,366.57
	Sub Total		1,64,105.63	49,607.40
V	**Profit / (Loss) before exceptional and extra-ordinary Items (III - IV)**		2,191.23	5,291.73
VI	Exceptional Items		0.00	0.00
VII	**Profit / (Loss) before extra-ordinary Items and tax (V - VI)**		2,191.23	5,291.73
VIII	Extra-ordinary Items		0.00	0.00
IX	**Profit / (Loss) before tax (VII - VIII)**		2,191.23	5,291.73
X	Tax Expenses			
	1. Current Tax		488.25	979.26
	2. Deffered Tax	8	-108.32	-70.51
XI	**Profit / (Loss) for the period from continuing operation**		1,811.30	4,382.98
XII	Profit / (Loss) for the period from		0.00	0.00
XIII	Tax Expenses for discontinuing operations		0.00	0.00
XIV	**Profit / (Loss) from the discontinuing operation after tax**		0.00	0.00
XV	**Profit / Loss for the period (XI + XIV)**		1,811.30	4,382.98
XVI	**Earning per Equity Shares**			
	1. Basic	(In Rs.)	905.65	2,191.49
	2. Diluted	(In Rs.)	905.65	2,191.49

"Accompanying notes form part of the financial statements"

For and on behalf of the Board

C. Senthil Kumar
Director
DIN: 03598902

T. Karthick
Director
DIN: 07800818

"In terms of my report of even date"

G. Sathiyan
Chartered Accountant
Membership No : 237652
UDIN : 23237652BGYXFL4108

C.A.G. SATHIYAN F.C.A. CA M.No. 237652 Tiruchengode 637 211 Chartered Accountant

Place : Tiruchengode
Date : 31.08.2023

FUNCTIONAL & INNOVATIVE FOODS PRIVATE LIMITED
(Formerly Known as CHRISTY NOVEL & INNOVATIVE FOODS PRIVATE LIMITED)
CIN - U15400TZ2020PTC034564
1/374A, Andipalayam Village, Andipalayam Post - 637 214
Tiruchengode Taluk, Namakkal District

CASH FLOW STATEMENT FOR THE YEAR ENDED 31-Mar-2023

(Rs'000)

	PARTICULARS	YEAR ENDED 31-Mar-2023	YEAR ENDED 31-Mar-2022
A.	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net Profit before Tax and Extraordinary items	2,191.23	5,291.73
	Adjustments for:		
	Depreciation	9,320.30	3,566.23
	Preliminary Expenses written off	0.00	0.00
	Interest Paid	2,013.61	0.00
	Operating Profit Before Working Capital changes	**13,525.14**	**8,857.95**
	Increase/(Decrease) in Working Capital		
	Trade Receivables	-39,195.77	-4,689.96
	Other Assets	5,900.34	1,232.26
	Inventories	2,843.57	-9,532.18
	Trade Payables etc.,	21,999.35	7,858.86
	Other Liabilities	305.22	-743.44
	Cash Generated from Operations	**5,377.85**	**2,983.49**
	Direct Taxes Paid	-488.25	-979.26
	Net Cash Flow from Operating Activities	**4,889.60**	**2,004.23**
B.	**Cash Flow from Investing Activities**		
	Other non current assets	0.00	0.00
	Purchase of Fixed Assets	-48,342.77	-15,443.51
	Deletion of Fixed Assets	0.00	0.00
	Net Cash Flow from Investing Activities	**-48,342.77**	**-15,443.51**
C.	**Cash Flow from Financing Activities**		
	Long Term Borrowings	68,254.83	13,355.93
	Increase in Share Capital	0.00	0.00
	Interest Paid	-2,013.61	0.00
	Net Cash Flow from Financing Activities	**66,241.22**	**13,355.93**
		22,788.05	**-83.34**
	Cash & Cash Equivalents - Opening Balances	**585.93**	**669.27**
	Cash & Cash Equivalents - Closing Balances	**23,373.98**	**585.93**

"Accompanying notes form part of the financial statements"

For and on behalf of the Board

"In terms of my report of even date"

C. Senthil Kumar
Director
DIN: 03598902

T. Karthick
Director
DIN: 07800818

G. Sathiyan
Chartered Accountant
Membership No :237652
UDIN : 23237652BGYXFL4108

C.A. G. SATHIYAN, F.C.A. CA M.No.237652 Tiruchengode 637 211 Chartered Accountants

Place : Tiruchengode
Date : 31.08.2023

FUNCTIONAL AND INNOVATIVE FOODS P LTD

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CIN - U15400TZ2020PTC034564

1/374A, Andipalayam Village, Andipalayam Post - 637 214
Tiruchengode Taluk, Namakkal District

(Rs'000)

Notes forming part of the Financial Statements

	Share Capital	As at March 31, 2023	As at March 31, 2022
1	Authorized Share Capital		
	15,000 Equity Shares of Rs.100 each	1,500	1,500
	Issued, Subscribed & Paid up Capital		
	2,000 Equity Shares of Rs.100 each	200	200

Reconciliation of Equity Shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Amt. In Rs.	No. of Shares	Amt. In Rs.
At the beginning of the period	-	-	-	-
Issued during the year	2,000	200	2,000	200
Outstanding at the end of the period	2,000	200	2,000	200

Details of Shareholders holding more than 5% of Shares in the Company

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	%	No. of Shares	%
Shri.C. Senthil Kumar	1,000	50%	1,000	50%
Shri.T. Karthik	1,000	50%	1,000	50%

Details of Shares held by Promoters at the end of the year 31st March 2023

Promoters Name	No. of Shares (In Nos)	% of Total shares	% Change during the year
Shri.C. Senthil Kumar	1,000	50.00%	50.00%
Shri.T. Karthik	1,000	50.00%	50.00%
Total	2,000	100.00%	

	Particulars	(Rs'000) As at March 31, 2023	(Rs'000) As at March 31, 2022
2	Reserves and Surplus		
	Opening Balance	11,770.94	7,387.96
	Profit for the year	1,811.30	4,382.98
	Closing Balance	13,582.24	11,770.94
3	Long Term Borrowings		
	Secured Loan and Considered Good		
	HDFC CC -50200072300897	4,958.52	
	HDFC Term Loan - 86804503	18,776.95	
	Sundaram Finance Ltd	558.33	1,520.03
	Unsecured Loan and Considered Good		
	Loans and Advances from Related Parties	72,336.06	26,855.00
		96,629.86	28,375.03
4	Trade Payables		
	Total Outstanding Dues of Micro and Small Enterprises	0.00	0.00
	Total Outstanding Dues of Creditors Other than Micro and Small Enterprises		
	Trade Payables	31,741.28	9,741.93
	Interest Dues	0.00	0.00
		31,741.28	9,741.93
5	Other Current Liabilities		
	Statutory Dues Payable	300.25	101.75
	Other Payables	0.00	0.00
		300.25	101.75
6	Short Term Provisions		
	Provision for Employee Benefits	91.93	11.50
	Salary Payable	865.81	356.13
	Others	96.50	88.87
	Provision for Income Tax	488.25	979.26
		1,542.49	1,435.76

(Rs'000)

7 **Property, Plant and Equipments**

Particulars	Rate of Depreciation	Gross Block				Depreciation				Net Block	
		As at 01.04.2022	Addition during the year	Deletion during the year	As at 31.03.2023	As at 01.04.2022	Addition during the year	Deletion during the year	As at 31.03.2023	As at 31.03.2022	As at 31.03.2023
Land	0.00%	0.00	6,275.71	0.00	6,275.71	0.00	0.00	0.00	0.00	0.00	6,275.71
Plant & Machinery	18.10%	21,079.90	42,067.06	0.00	63,146.96	2,966.81	8,236.23	0.00	11,203.04	18,113.09	51,943.92
Vehicles	25.89%	4,187.22	0.00	0.00	4,187.22	1,167.64	1,084.07	0.00	2,251.71	3,019.58	1,935.51
Electricals	25.89%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Computers	63.16%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Office Equipments	45.07%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total		**25,267.12**	**48,342.77**	**0.00**	**73,609.89**	**4,134.45**	**9,320.30**	**0.00**	**13,454.75**	**21,132.67**	**60,155.14**
Previous Year		**9,823.61**	**15,443.51**	**0.00**	**25,267.12**	**568.22**	**3,566.23**	**0.00**	**4,134.45**	**9,255.39**	**21,132.67**

	Particulars	As at March 31, 2023	As at March 31, 2022
8	**Deferred Tax Assets/(Liabilities)**		
	Opening Balance	41.59	-28.92
	Change During the Year	108.32	70.51
	Closing Balance	149.91	41.59
9	**Long Term Loans and Advances**		
	Security Deposit	2,494.06	0.00
	Unsecured and Considered Good	0.00	0.00
	Rent Deposit	0.00	0.00
		2,494.06	0.00
10	**Inventories**		
	Raw Materials	2,580.48	9,427.66
	Work in Process	-	0.00
	Finished Goods	5,215.14	1,211.53
		7,795.62	10,639.19
11	**Trade Receivables**		
	Unsecured and Considered Good		
	Outstanding for a Period Exceeding Six Months	3,101.75	57.23
	Outstanding for a Period Equal to/Less than Six Months	42,724.72	6,573.48
		45,826.47	6,630.71
12	**Cash and Cash Equivalents**		
	(a) Cash on hand	185.88	197.42
	(b) Balance with Banks		
	Indian Bank CA No.6925817485	710.33	165.91
	Indian Bank CA No.6953322090	395.62	105.60
	Indian Bank CA No.6953321642	44.20	117.01
	City Union Bank CA No.510909010218849	11,856.32	
	City Union Bank RD 500807070029342	10,181.62	
		23,373.98	585.93
13	**Short Term Loans and Advances**		
	Others		
	Unsecured and Considered Good		
	Others	1,419.64	5,626.92
	Advances Due by Employees	0.00	2.00
		1,419.64	5,628.92
14	**Other Current Assets**		
	GST Input Tax Credit	2,096.29	1,305.08
	TDS, TCS & Advance Tax	685.01	2,813.34
		2,781.29	6,966.42
15	**Revenue from Operation**		
	Sale of Products		
	Sales	1,61,922.75	40,067.44
	Sale of Services		
	Job Work Income	206.55	12,962.97
	Forwarding Charges	465.82	329.98
	Freight/Transportation Income	3,161.80	1,388.51
	Packing Charges	20.08	
		1,65,777.00	54,748.89
16	**Other Incomes**		
	Freight Charges	0.00	38.50
	Other Non-operative Income		
	Freight Charges Received	148.13	107.91
	Interest On Income Tax Refund	240.35	3.82
	Interest Received	119.67	
	Discount Received	7.95	
	Sample	3.76	
		519.86	150.23
17	**Purchases of Stock in Trade**		
	Purchases	1,27,226.84	45,437.44
		1,27,226.84	45,437.44

	Particulars	As at March 31, 2023	As at March 31, 2022
18	**Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade**		
	Opening Stock	10,639.19	1,107.01
	Less: Closing Stock	7,795.62	10,639.19
		2,843.57	-9,532.18
19	**Employee Benefits Expenses**		
	Salary - Staff	2,299.80	1,454.39
	Wages - Workers	2,230.94	2,030.31
	EPF & ESI Employer Contribution	171.23	125.35
	Staff Welfare Expenses	91.27	28.07
		4,793.24	3,638.12
20	**Finance Charges**		
	Bank Charges	577.90	7.12
	Interest on Vehicle Loans	126.83	124.09
	Interest Paid - Unsecured Loans	418.31	
	Interest on Term Loan	727.57	
	Interest on CC	163.01	
		2,013.61	131.21
21	**Other Expenses**		
	Production Expenses		
	Power & Fuel	2,040.28	53.70
	Repair & Maintenance - Machinery	0.00	3,019.87
	Freight Charges	1,303.93	1,175.67
	Loading and Unloading Expenses	0.00	28.84
	Design Charges	0.00	342.10
	Jobwork Expenses	841.86	5.34
	Other Production Expesnes	22.33	39.05
	Tax on Purchase	988.51	
		5,196.91	4,664.58
	Administrative Expenses		
	Audit Fees	75.00	50.00
	Consultancy	0.00	0.00
	Commission	588.37	211.33
	Discount Allowed	0.00	100.66
	Freight Charges	3,320.85	133.87
	Insurance	180.20	99.70
	Late Fee & Penalty	0.00	3.98
	Licenses & Taxes	73.93	104.58
	Diesel Expenses	1,429.19	608.06
	Pooja Expenses	27.39	11.15
	Printing and Stationeries	49.76	5.44
	Other Expenses	1.83	21.79
	Rent	498.04	24.00
	Telephone Expenses	0.46	12.28
	Travelling Expenses	396.15	213.93
	Vehicle Maintenance	430.43	101.24
	Loading & Unloading Charges	76.70	0.00
	Production Charges	99.32	0.00
	ROC Fees	18.36	0.00
	Interest On Tds	62.45	0.00
	Maintenance Expenses	5,324.23	0.00
	Postage & Courier	1.41	0.00
	Designing Charges	2.00	0.00
	Disount Allowed	3.43	0.00
	Transport charges	10.90	0.00
	Tax On Purchase	0.13	0.00
	Vehicle Toll Charges	40.64	0.00
		12,711.16	1,702.00
		17,908.07	6,366.57

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SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH,2023

I. a) Basis of preparation:

The financial statements have been prepared to comply in all material respects with the accounting standards specified under Section 133 of Companies act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

b) Use of estimates:

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, disclosures relating to contingent liabilities and assets as at the balance sheet date and the reported amounts of income and expenses during the year. Difference between the actual amounts and the estimates are recognized prospectively in the year in which the events are materialized.

II. Fixed Assets, Depreciation & Amortization and Impairment:

Fixed Assets are stated at original cost net of tax / duty credits availed, if any, less accumulated depreciation, accumulated amortization and cumulative impairment.

III. Investments:

No Investment held by the company during the Financial Year.

IV. Valuation of Inventories:

Inventories are valued at lower of cost and net realizable value. Raw Material and Packing Material costs are determined on First in First out basis. Cost of Finished Goods are determined on the basis of cost of manufacturing, which includes material cost and overhead cost till the stage of completion.

V. Revenue Recognition:

a) The company follows the mercantile system of accounting and recognizes income and Expenditure on an accrual basis except those with significant uncertainties.
b) Sale of goods is recognized when the risk and rewards of ownership are passed on to the customers, which is generally on dispatch of goods.
c) The Service income are recognized only after receipt of acknowledgement from the customers.
d) Dividend Income is recognized when the right to receive the dividend is unconditional at the Balance Sheet date.
e) Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

VI. Foreign Currency Transactions:

Initial Recognition:

Transactions in foreign currency entered into by the Company are accounted at the exchange rate prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Measurement:

Foreign currency monetary items (other than derivative contracts) of the Company outstanding at the Balance Sheet date are restated at year end exchange rates. Non-monetary items are carried at historical costs.

Treatment of exchange differences:

Exchange differences arising on settlement/restatement of short-term foreign currency monetary assets and liabilities of the Company are recognized as income/expense in the Statement of Profit and Loss.

VII. Research and Development:

No Research and Development activities undertaken by the company during the year.

VIII. Employee Benefits:

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

IX. Borrowing Costs:

Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized as part of cost of that asset. Other borrowing costs are recognized as expenses in the period in which they are incurred.

X. Taxes on Income:

a) Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year).

b) The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date.

Deferred tax assets are recognized only to the extent that there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and written down or written up to reflect the amount that is reasonably / virtually certain as the case may be to be realized.

XI. Operating Leases:

No Lease arrangements have taken by the company during the Financial Year.

XII. Government Grant and Subsidies:

No government grants and subsidies received by the company during the Financial Year.

XIII. Earnings per Share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

XIV. Provisions and Contingencies:

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources would be required to settle the obligation, in respect of which a reliable estimate can be made.

XV. Cash and Cash equivalents:

Cash and cash equivalents in the balance sheet comprise of cash at bank and in hand and short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

NOTES FORMING PART OF ACCOUNTS

(Rs'000)

1. **DIRECTOR'S REMENURATION** **NIL**

2. **AUDITORS REMUNERATION** **75.00**

3. **DEFERRED TAX**

(Rs'000)

Deferred Tax Assets/(Liabilities)	As at 31 March 2023	As at 31 March 2022
Opening Balance	41.59	-28.92

Change During the Year	108.32	70.51
Closing Balance	**149.91**	**41.59**

4. **EARNINGS PER SHARE** (Basic/Diluted):

(Rs'000)

Particulars	As at 31.03.2023	As at 31.03.2022
Net Profit/(Loss) attributable to equity shareholders [A]	1,811.30	4382.98
Weighted Average Number of Equity Shares [B]	2000	2000
Face Value of Shares (in Rs.)	100	100
Earnings Per Share - Basic (in Rs.) [A/B]	**905.65**	**2191.49**
Earnings Per Share - Diluted (in Rs.) [A/B]	**905.65**	**2191.49**

5. **RELATED PARTY DISCLOSURE (AS IDENTIFIED BY THE MANAGEMENT)**

Name of Related Party and Description of Relationship

A. **Key Management Personnel:**
   a) C. Senthil Kumar - Director
   b) T. Karthick - Director

B. **Relatives of Key Management Personnel:**

NIL

C. **Enterprises owned or significantly influenced by Key management personnel /Directors or their relatives:**

1. Christy Foods - Partner
2. Nalaas Foods - Partner
3. Sri Paghalavan Knitters Ltd - Director
4. Christy Infrastructure Limited - Director
5. Christy Apparels Private Limited - Director
6. Christy Quality Foods Private Limited - Director
7. EEE Energy Private Limited - Director
8. Christy Super Foods Private Limited - Director
9. Rebala Nutri Foodee Private Limited - Director

D. **Holding Company – NIL**

E.

F. Related Party Transactions

Transactions with Related Parties

Outstanding Balances

(Rs'000)

Sl. No	Particulars	As at 31.03.2023	As at 31.03.2022
1	**Unsecured Loans**		
	C Senthilkumar	65,472.56	26,855.00
	Christy Quality Foods Private Limited	6,863.50	
2	**Outstanding Receivables**		
	Nalaas Foods	204.27	286.59
	Christy Foods	-	1,279.40
3	**Outstanding Payables**		
	Christy Foods	1.42	-
	Christy Quality Foods Private Limited	232.24	36.00
	Rebala Nutri Foodee Private Limited	5,951.36	(91.11)

6. FINANCIAL RATIOS:

Particulars	As at 31.03.2023	As at 31.03.2022	% of variance
Liquidity Ratio			
Current Ratio (times)	2.42	2.70	-10.45
Solvency Ratio			
Debt-Equity Ratio (times)	7.01	2.37	195.83
Debt Service Coverage Ratio (times)	11.98	7.36	62.78
Profitability ratio			
Net Profit Ratio (%)	1.09%	8.01%	-86.36
Return on Equity Ratio (%)	13.14%	36.61%	-64.10
Return on Capital employed (%)	3.81%	13.44%	-71.66
Return on Investment (%)	30.51%	45.30%	-32.65
Utilization Ratio			
Trade Receivables turnover ratio (times)	6.32	12.77	-50.51
Inventory turnover ratio (times)	17.99	9.32	92.97
Trade payables turnover ratio (times)	6.13	7.82	-21.56
Net capital turnover ratio (times)	3.48	2.86	21.74

7. Income from services is recognized once our services are acknowledged by the customers, expenses relating to those services are recognized only after receipt of bill from the vendors along with service completion acknowledgement.

8. The Company had not revalued its Property, Plant and Machinery During the Year.

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9. The company has not advanced/loaned/invested or received funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

10. No charges or satisfaction is yet to be registered with Registrar of Companies beyond the statutory period.

11. The Company has complied with the no. of layers prescribed u/s 2(87) read with the applicable Rules

12. There is no Scheme of Arrangements that has been approved in terms of sections 230 to 237

13. There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

14. The company is not covered under section 135 of the Companies Act 2013.

15. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

16. The Previous Year Figures Are Rearranged and Regrouped Wherever Necessary.

17. Figures have been rounded off to the nearest thousand up-to two decimals as per the requirement schedule III, unless otherwise stated and previous year figures have been regrouped / rearranged wherever necessary to conform to Current year presentation.

For and on behalf of the Board **As per my report of even date**

C. Senthil Kumar

C. Senthil Kumar
Director
DIN: 03598902

T. Karthick
Director
DIN: 07800818

G. Sathiyan
Chartered Accountant
Membership No: 237652
UDIN: 23237652BGYXFL4108

CA G. SATHIYAN
CA
M.No.237652
Tiruchengode
637 211
Chartered Accountants

Date: 31.08.2023
Place: Tiruchengode