

आत्मनिर्भरता THROUGH DIGITALIZATION





VALUES

- ✓ Quality at each level
- ✓ Trust
- ✓ Accountability
- ✓ Mutual Co-operation
- ✓ Innovation
- ✓ Passion
- ✓ Long Term view
- ✓ Honesty & Transparency



MISSION

Maahi Milk Producer Company Limited is committed for giving maximum return to the members through dairying.



VISION

With strong commitment to our values, Maahi will be known as one of the World's leading companies in the area of milk business.



**MAHENDRASINH
JADEJA**

To all my beloved milk producer members and members of the Board.

With the continuous and consistent support of all members, sahayaks, employees, customers and all the stakeholders who are associated with the Company, Company has achieved sales turnover of Rs. 1526.56 Crores, while the Profit Before Tax is Rs.28.68 Crores during the financial year 2021-22.

"Tauktae" Cyclone which occurred in the month of May 2021 hit the coastal area of Saurashtra Kutch region, has caused extensive damages in those areas. Operations of our several BMCs have also affected due to the Cyclone and we could not procure milk during those few days from the members associated with such BMCs.

On the other side, second wave of COVID-19 has also adversely affected all the businesses and employment of the entire Nation. During such difficult times also, members have kept their unbroken faith in the Company for which I am grateful to all our members. You are aware that Company has relaxed the criteria for payment of Incentives to affected members due to the "Tauktae" cyclone, considering the number of days milk procurement was affected.

In spite of the adverse situations of second wave of COVID-19 and natural calamity of "Tauktae" cyclone, our Company has maintained its commitment and paid average milk price Rs. 46.20 per litre throughout the year which includes the payment of incentive of Rs. 30.11 Crore, based on the fulfillment of criteria.

Earlier, I appealed to all the members to feed Maahi Daan to their animals to improve the health of the animals and to increase animal's productivity, I appreciate to all our members that you have positively responded to my humble appeal. I like to share with you that with the support of the members, sale of Maahi Dan has increased by 134% as compared to the last year. Increase in sales of Maahi Dan reflects the awareness of our members for better animal health and increasing productivity.

I am thankful to all officers and employees of the company for the efficient operations of the company and successfully conducting various programs. Further, I am thankful for the co-operation and active support provided by the Expert Directors, Producer Directors, Members, Mother Dairy, Customers, Bankers, Service providers and all other stakeholders. I express my sincere gratitude to NDDB and NDDB Dairy Services for technical guidance provided during the year.



**Dr. SANJAYKUMAR
GOVANI**

Today whole country is taking a huge leap in the field of Digitalization and is becoming self-dependent. We are also progressing towards the "Atmanirbharta through Digitalization". Company's employees have in-house developed and is maintaining various digital systems like Automatic Milk Collection System (AMCS), which runs through android mobile, has been installed at all our MPPs and makes company's routine operational activities innovative, smooth and transparent, which in turn makes the company truly Atmanirbhar.

ERP Software for BMC, Milk on Mobile App for delivering Milk and various Milk Products at doorsteps of consumers, BMC Auto Monitoring System for testing of quality of raw milk at BMC level, all these Applications/Software have been developed in house with tireless efforts by Maahi's IT department with the help of FES & Milk Procurement Department.

Company has been providing quality milk and milk products to its urban consumers and now with the implementation of concept of the Maahi Mall, company has started to serve village based consumers by offering fortified milk and milk products and thereby generates employment at rural level and makes needy people Atmanirbhar. Day by day, company is increasing the number of Maahi Mall and endeavor would be to make one Maahi Mall in each Maahi's operational area.

During the year under review, our company has launched various new products like Buffalo Ghee of Jamkhambadiya region, delicious Shrikhand-made with natural ingredients and introduced the "Naye India Ka Naya Dessert" Misti Doi. Company has also re-launched flavored milk in new packing and new design.

All these products have received good response from the consumers. Now, company's market is not just restricted to Gujarat as our products are also available in Maharashtra state.

I would like to appreciate all the employees of the company who have worked determinedly, even during the tough time of second wave of COVID-19 and natural calamities of Tauktae cyclone, for the betterment of the members of the Company.

Even during the adverse situation, company has given competitive rate of milk to our milk producer members. I am really grateful to all our milk producer members for their immense trust and continuous support. I am also thankful to the Expert Directors and Producer Directors for their valuable guidance.

I am grateful to the National Dairy Development Board (NDDB), NDDB Dairy Services (NDS), Mother Dairy Fruits and Vegetable Private Ltd. (MDFVPL) and all other stakeholders.

BOARD OF DIRECTORS

Board of directors as on 28th July, 2022



CHAIRMAN

Shri Mahendrasinh Jadeja



DIRECTOR

Shri Rambhai Ram



DIRECTOR

Shri Lalabhai Algotar



DIRECTOR

Shri Vishvasbhai Dodiya



DIRECTOR

Shri Mathurbhai Raiyani



DIRECTOR

Smt. Shobhanaben Patoriya



DIRECTOR

Shri Nagabhai Odedara



DIRECTOR

Shri Goganbhai Kandoriya



DIRECTOR

Smt. Sushilaben Pandya



DIRECTOR

Shri Vijaybhai Odedara



EXPERT DIRECTOR

Shri Sriram Singh



EXPERT DIRECTOR

Dr. C. P. Devanand



CHIEF EXECUTIVE & DIRECTOR

Dr. Sanjaykumar Govani

CORPORATE INFORMATION

Company Secretary

Shri Sanjay Talati

Sr. Manager - Accounts & Finance

Shri Vinay Kumar Inani

Statutory Auditors

S. B. Billimoria & Co. LLP
Chartered Accountants

Internal Auditors

Ernst & Young LLP
Chartered Accountants

Bankers

Axis Bank Ltd. State Bank of India
HDFC Bank Ltd. Union Bank of India
ICICI Bank Ltd.

Registrar & Transfer Agent

Link Intime India Pvt. Ltd.

Registered Office

3rd & 4th Floor, Sakar Building, Opp. Rajkumar College,
Dr. Radhakrishnan Road, Rajkot-360 001, Gujarat.

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Journey Towards – Atmanirbharta Through Digitalization

The initiators in the business are those who understand that there is little difference between obstacle and opportunity and able to turn both to their advantage. After the emergence of the internet, digitalization has set its foot in the world. India has also moved a long way towards achieving its vision of Atmanirbharta or self-reliance through technology. In the global world of ever changing technology, India can achieve its vision of Atmanirbharta or self-reliance through optimum utilization of information technology (IT). The industrial world is facing urgent challenges where rapidly changing technology and models need to be adopted to ensure speed, flexibility, quality and efficiency of production or assembly as well as enabling new business models. Most importantly, the world's resources are finite and getting scarcer and we all need to make more with less. In other words, we need to become more efficient and flexible so that we can drive sustainable innovation for a world we want to live in today and tomorrow. What is really going to help all these challenges is digitalization and a complete and holistic

digitalization flow across the different aspects of business. Self-reliance brings-in efficiency, better control of processes and leads to innovative solutions thus helps in serving the interests of customers in best possible manner.

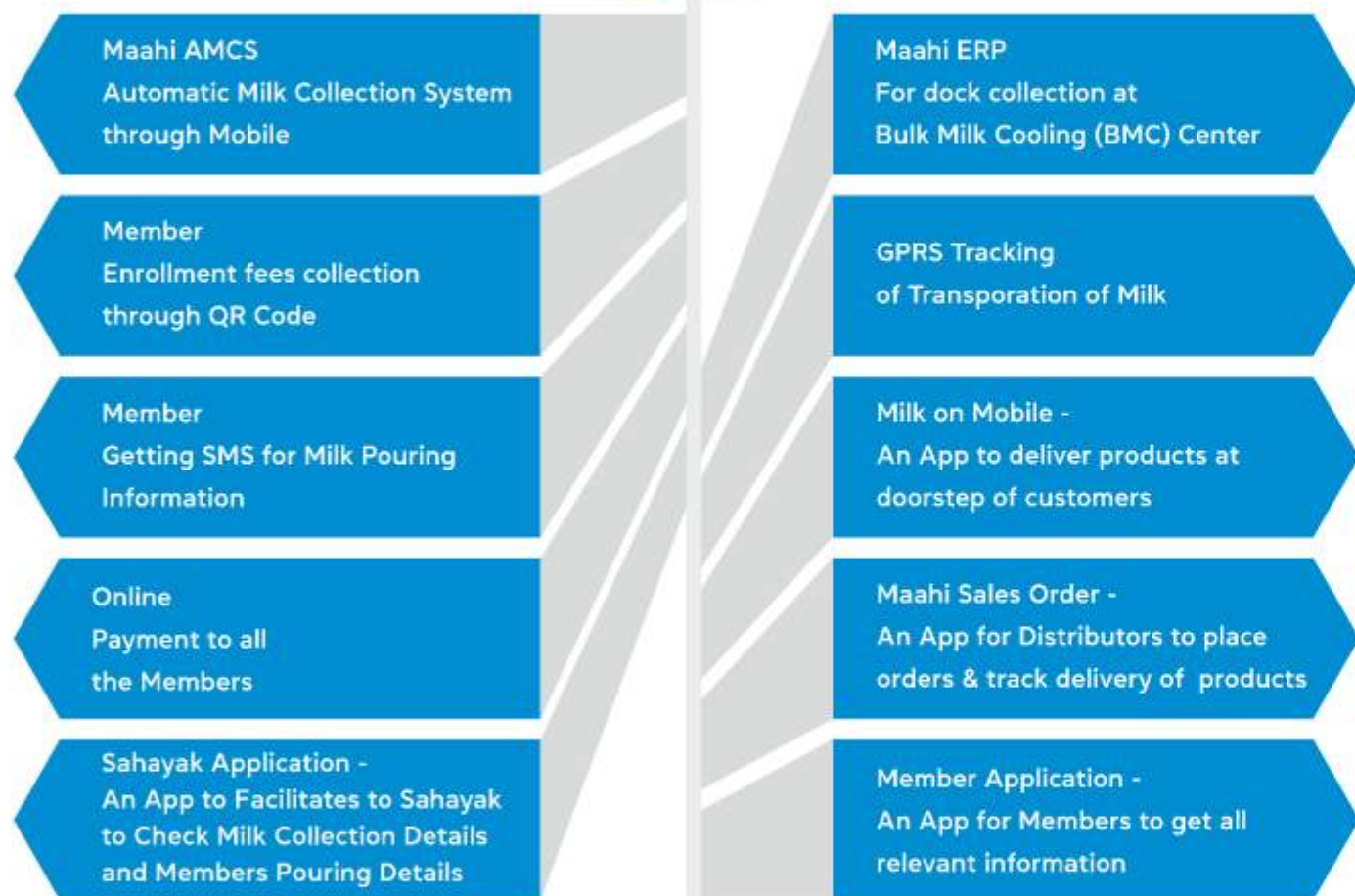
We, at Maahi, are firm believer in our values which imbibe the passion and long term view for innovation which helped us to turn the obstacles like COVID-19 pandemic into the opportunities. Digitalization helped the company to make a giant leap towards its goal of Atmanirbharta.

Atmanirbharta is not just a word, it is the matter of pride and a dream of everyone to become self-reliant. Here in Maahi, self –reliant doesn't mean reliant on one's own powers and resources rather to make its stakeholders viz., members, distributors, retailers, transporters and various stakeholders also self –reliant.



Journey Towards Atmanirbharta Through Digitalization

Digitalization Initiatives by Maahi MPCL



All the digitalization initiatives have been developed in-house by the company which has helped to eliminate dependency on any third party developers and at the same time also helped the company to save huge amount of cost on maintenance. By utilizing our thorough understanding of nitty-gritty of processes, we have been able to develop holistic IT enabled solutions.

As there is saying that 'the real travelers is the one who continues his journey even if the road ends. Same way, Maahi's journey of Atmanirbharta through Digitalization will continue and there is always a way to do anything better and Maahi always strives to find it.





Business and Operations

Company is in the business of pooling, purchasing, processing of milk and milk products and marketing of the same and deal in activities that are part of or incidental to any activity related thereto. Brief of the activities carried out and achievements made by the Company during the year is highlighted below :

(A) Milk Procurement

At the end of the year, there were 1,01,641 members belonging to 2,430 Milk Pooling Points (MPPs) spread across 11 districts of Saurashtra and Kutch. They have poured average 7.06 LKGPD milk during the year, thus 7.53% Milk procurement growth as compared to last year. Company carries out chilling of milk through 49 BMCs.

Second wave of COVID pandemic and "Tauktae" Cyclone have affected the operations of the Company during the year. However, learning from the first wave of COVID, we gained experience to stand against all Odds and with focus on optimum utilization of resources with appropriate safety measures resulted into growth of 15% in volume of milk procurement per Milk Pooling Point (MPP) compared to last year.

With consistent commitment towards ensuring maximum returns, yearly average milk rate paid to the members was Rs. 46.20 per liter. During the year under review, incentive amount of Rs. 30.11 Cr have been paid to eligible members.



Average Price Paid to Members (Rs. Per Litre)

Towards women empowerment efforts and as a step towards the "Atmanirbharta", 27 flexi biogas plants with improved technology have been installed under New National Biogas and Organic Manure Programme (NNBOMP) by the NDDB, Anand. This has resulted into dual benefits viz., families who have installed biogas have become **Atmanirbhar** for cooking gas and are getting highly organic enriched bio-manure. This also improves the sanitation of the villages and nearby area.



Considering the preference of consumers towards cow milk and milk products, additional cow milk separation facilities have been created at Vadod, Chotila, Soladi and Vadgam BMCs.

Continual efforts towards strengthening of milk procurement system and continual improvement in the quality of milk, by chilling the collected fresh milk of members at village level itself, 5 nos. of BMC have already been operationalized at 5 MPPs in



various districts and during the year under review, another two 5 KL BMCs have been installed- viz., one at Kodiya MPP of Bhavnagar district and other at Dhaturia MPP of Jamnagar district under Hub-spoke model.

(B) Field Engineering Service (FES)

Along with the progress of the company, there is also development in the field of technology. Details of progress in the Field Engineering Service is provided hereunder :

Under the "Maahi AMCS (Automatic Milk Collection System)" Project, Company has Successfully implemented the transfer of data related to FAT % & SNF% determined by Analyzer and Weight Parameters measured by Electronic Weight Scale in to the **Maahi AMCS**, android based application through Bluetooth devise.

During the year under review, "Maahi AMCS" project has been implemented at approximately 1,500 MPPs and further it has extended to all MPPs which has helped to overcome many limitations of the DPU in the DPMCU set and may help to switch over to 5G Technology.

With the implementation of **Maahi AMCS** project, company truly becomes **Atmanirbhar** as company has no longer dependent on any third party service provider for maintenance and services of milk testing equipment.

To enhance the safety and also to meet the ISO

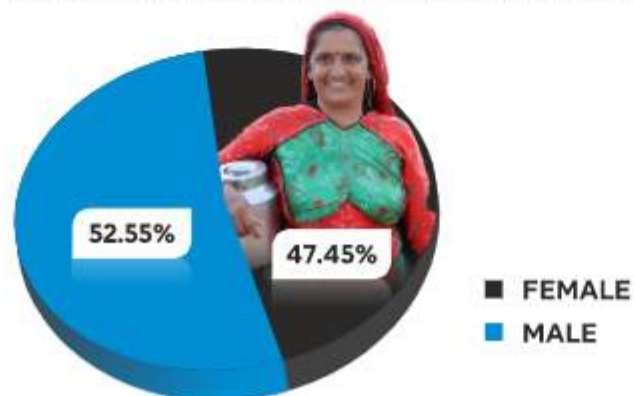
standards, Rapar BMC and the admin block of the AFNU plant have been strengthened by increasing the infrastructure facilities.

"Gravitational Roller Conveyors" have been installed at Jamnagar, Bhavnagar and Chalala which helps smooth dumping of milk cans, reduced the dock receiving time, reduced damage of milk cans and protect milk receiving docks.



(C) Producer Institution Building (PIB)

During the year under review, two membership drives were undertaken and total 23,815 new members were added. Out of total 1,01,641 registered members, 47.45% are female members.



% of Total Members



During the year under review, various awareness programmes and trainings have been conducted as below :

- ❑ 1,208 Member Awareness Programs (MAPs) in which 24,274 members have participated.
- ❑ 4 Leadership Development Programs (LDPs) in which total 75 members were trained.

- ❑ 23 Youth Awareness Programs (YAP) under which 628 youth from rural, have participated.
- ❑ 191 MRG Training through which 1,973 MRG Members were trained.
- ❑ To disseminate latest information and services provided by the Company and to resolve the alarming queries of members, 11,064 VCG Meetings & 700 MRG Meetings were conducted with pre-planned agenda. To promote the Digitalization, all the VCG meeting recorded on **VCG meeting app** - an android based mobile application developed for conducting VCG meeting which helps to reduce the use of paper and makes compilation of data easy.
- ❑ Company publishes Quarterly magazine "Maahimitra" to make members aware about operations of the company, major events, success stories of our members and frequently asked questions along with their answers.

As a part of the training programme for the producer Directors and to develop the skill and knowledge of new and experienced producer directors, an exposure visit conducted at Maalav Mahila Milk Producer Company Limited, Madhya Pradesh from 25-27 March, 2022.



- ❑ Keeping in view the standards of Hygiene and with excellent infrastructure facilities, Model MPP has been developed in each of our operational districts i.e. Amreli, Bhavnagar, Gir-Somnath, Jamnagar, Junagadh, Kutch and Porbandar as an example of ideal MPP.

(D) Productivity Enhancement Services (PES)

Artificial Insemination (AI) Services

- ❑ 3,067 villages of 5 districts covered under the services by 210 trained Mobile AI Technicians.
- ❑ Total 91,325 Nos. of AI were carried out following SOPs.
- ❑ 2,825 high genetic merit female calves were born under the programme.
- ❑ 121 Farmers Awareness Meetings were organized.
- ❑ 40 infertility camps were conducted and 887 nos. of animals treated in the camps for various type of disorders.



Fodder Development Programme

Total 164 MT high quality Fodder seed of Maize & Jowar variant was distributed to 19,157 members at free of charge.



Deworming

Deworming is a process to kill worms. It is economically important to deworm adult cattle at strategic times to improve production and re-production.

In order to help the members to keep their animals healthy & free from worm infestation with an effective & safe anthelmintic, Maahi has started to provide bolus regularly and during the year, total 24,585 doses have been supplied to milk producers at subsidized rate.

Ration Balancing Programme (RBP)

RBP is being continued through qualified veterinarian providing advice to interested milk producers for reducing feed cost of their animals.

Mastitis Control Popularization Project (MCP)

- 20 MPPs were selected and covered under MCP project.



- Total 411 nos. of pooled milk samples tested by CMT for subclinical mastitis from MCP MPPs. Total 20 milk samples were found positive and treated with Tri-Sodium Citrate powder (TSC Powder) and other EVM preparation.
- Total 154 nos. of cases found with various types of disorders and treated with EVM practices out of which 108 nos. of cases were cured by using EVM Practice.
- Under the project, Antibiotic Residue and somatic cell count test have also been conducted.
- Total 3,650 EVM books have been distributed to VCG, MRG & milk producers.

Maahi Pashu Seva App

Keeping in view the long demands from our members to provide the veterinary services at a doorstep, company is planning to start the veterinary services from the next fiscal year.

To provide the best and effective veterinary services, tagging of animals of our members is crucial which will help to keep track of history and accordingly the treatment of any disease becomes more effective.



For better animal welfare through Digitalization, Company has developed in-house android based application i.e. **Maahi Pashu Seva** for field staff/MAITS/Veterinary Doctors. This App will help our staff to deliver timely and effective veterinary services.

With an objective to cover 100% animals of milk producer members under ear tagging campaign, during the year under review, total 30,146 animals have been tagged from 346 MPP villages.

(E) Quality and Manufacturing

Company is committed to its Values and offers best quality and tasty products to its consumers.

Milk undergoes through 32 quality checks at the BMC level itself and is passed through strict hygienic protocol that makes the Maahi's milk and milk products safe. Company has focused view to continuously improve quality of raw milk in terms of improving MBRT to provide best quality of finished products to the consumers.

During the year under review, Company has launched 5 new products; namely Premium Buffalo Ghee, Peda, Shrikhand, Mishti Doi and Kathiyavadi Chhash.



In addition, it has also launched 6 kg and 20 Kg Shrikhand pack in bucket and 1 litre Premium Cow Ghee in Jar.

During the year under review, company has received 5 Star Rating from FSSAI for our Vallabhipur BMC.

(F) Sales & Marketing



Sales

With the strong sales network consisting of 18,036 – Retailers, 955- Distributors, 15 Milk Booth, 14- CODO, 38-DODO, 260-Shoppe, 144- MPO, 4 Mobile parlours and Milk on Mobile, company has achieved average sale of 2.96 lakh liter packed milk per day, Butter Milk 76,629 LPD, Dahi – 10,722 KGPD, Paneer – 145 KGPD, Flavored Milk – 188 LPD. Further, during the year, sale of Ghee was 1,698 MT, Shrikhand – 23,525 KG, SMP- 34,340 KG and Misti Doi- 2,128 KG.



Milk on Mobile

During the tough time of COVID- 19 pandemic, company has taken innovative steps of Digitalization by launching Milk on mobile services, where consumers of Rajkot city can avail Maahi's products at their door step with one click without any delivery charges. The system has been expanded to include the facility to subscribe for 7 days or 30 days for company's products. Company is successfully catering several households in Rajkot City by delivery of quality Milk and Milk Products at the doorsteps of consumer through Milk on Mobile Application.

Expanding Sales Network

Company has expanded its sales network in new territories of Gujarat & Maharashtra in both General Trade and Modern Trade. Through general trade our products are available in Ahmednagar Maharashtra and through Modern Trade, products of the company are available in Reliance Retail-Mumbai having around 50 stores across Mumbai as well as 49 stores in various cities of Gujarat.



Maahi Mall



Concept of "Maahi Mall" is developed in order to fulfil gap of reach on availability of Maahi's quality products at a reasonable rate throughout the day to milk producers and residents of the village including servicemen, landless workers, and small business entrepreneurs through its Milk Pooling Point (MPP) across villages falling under Saurashtra & Kutch Region.

Till date, 22 Maahi Mall have been operationalized at Amerli, Bhavnagar, Gir Somanth, Jamnagar, Junagadh, Kutch and Porbandar. "Maahi Mall" not only provides the quality milk products to the rural consumers but also created an opportunity for self-employment and made the rural youth **Atmanirbhar**.

(G) Logistic -Supply Chain System

Entire dairy value chain at Maahi is served by Inbound and Outbound logistics and

transportation network which connects nearly 2,430 Milk Pooling Point (MPP), 10 manufacturing plants, 18,036 retailers and 955 distributors by its robust infrastructure.

Digitalization in logistic has made easy to track the vehicles right from the picking up of the raw milk to the delivery of the finished products to the distributors. It also improved routing to make the timely delivery to ensure best quality milk is available from farmer to customer. Further to facilitate our Distributor, an android based application has been developed i.e. **Maahi Sales Order** through which our distributor can place order and also track the delivery status through Application.

The entire supply chain connects approximately 1,20,000 KM transportation daily, providing employment/ income opportunity to several households and contributing their social economic growth and made them **Atmanirbhar**.



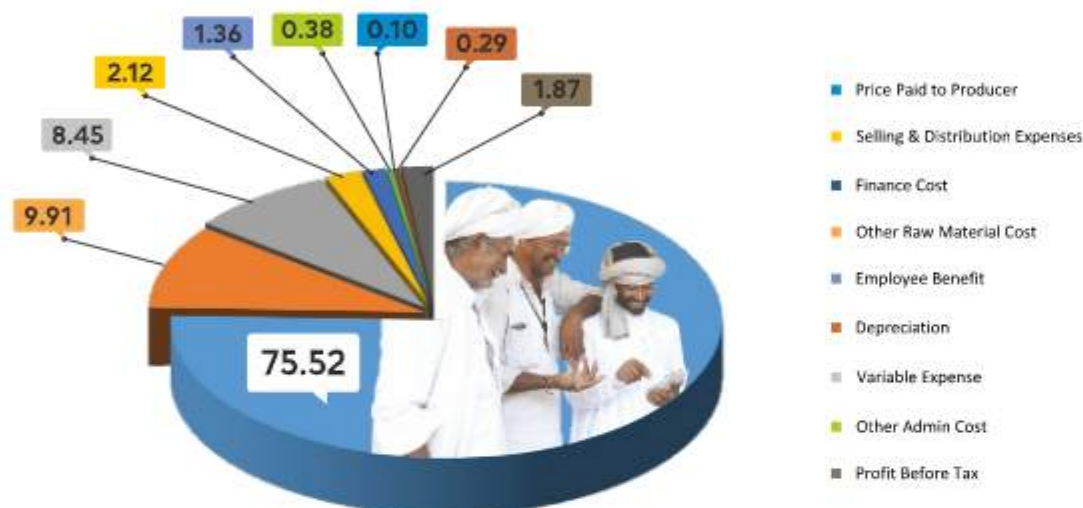
(H) Accounts & Finance

As a part to promote Digitalization, collection of share application money & membership Fees in membership drive from rural area is done through QR code also.

Efficient fund management has lead to increase in Finance Income by 18.56% & reduction in Finance Cost by 26.40% in FY 2021-22 as compared to FY 2020-21.

CARE Rating Ltd. ('CARE') retained the "AA-" (Double A Minus) rating in FY 2021-22. The Credit rating is an assessment of creditworthiness of the company.

Consumer Rupee Distribution (%) : FY 2021-22



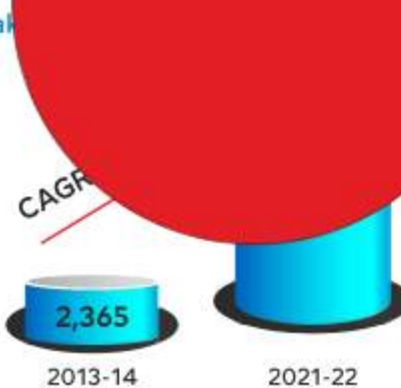
Share Capital (Rs. in Lakhs)



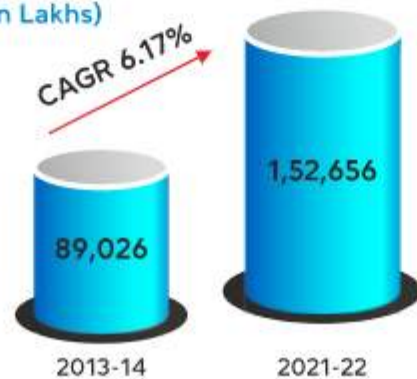
Book Value (Rs. per share)



Net Worth (Rs. in Lakhs)



Total Turnover (Rs. in Lakhs)



(I) Information Technology (IT)

Company's IT Dept. has taken various innovative steps to develop various in-house software / applications. IT team has been tirelessly working across various departments to make the company frontrunner in Digitalization in the milk business. It has developed various android based applications like Maahi Member, Maahi VCG Meeting, Maahi Sahayak, Maahi Sahayak Agreement System, BMC Energy Management, Cattle Feed Indent, Milk on Mobile etc.

Following is the glimps of innovative steps taken by the Company :

Maahi AMCS (Automatic Milk Collection System)

Maahi AMCS is an application for MPP by which Automatic milk collection of registered members is done through mobile application which is unique initiative in the field of Digitalization in the milk business.

Maahi AMCS works only in the registered mobile of Sahayaks.

Real time data is received on the server through this Applications and instant SMS is received by the member which has increased trust and

transparency among members.

Maahi AMCS can also be run offline (without internet).

Deduction pertaining to Maahi Product from the Milk bill of members, can also be made through Applications.

Different types of reports like shift member / summary / dispatch / deduction reports are available in the Applications.

New Product launched/ revision in rate of Maahi Products is automatically updated in the Applications.

Maahi ERP

Maahi ERP software is developed and maintained in house by IT Dept. for dock collection at Bulk Milk Cooling (BMC) Center.

BMC staff can easily and quickly collect data of Raw Milk Reception Dock (RMRD) in the software.

Data integration is also easily done in SAP ERP

Daily reports like variation / shift summary / member passbook / payment register are easily available through software.



Private Cloud for SAP

Company has implemented Hybrid cloud solution (Private Cloud for SAP) through IBM and Airtel sharing with 5 Milk Producer Companies.

(J) Animal Feed & Nutrition Unit

With the ISO 9001:2015 certified production facilities, company has achieved animal feed variants sales of 21,672 MT against budgeted target of 18,520 MT

During the year under review, Company has appointed new 71 distributors for sales of Cattle Feeds & sold total 3,118 MT of Cattle feed variants through these distributors.

During the year under review, company has launched new product Makai Bhardo in 35 Kg which has got good response from our distributors.

Company has provided various sales scheme to its members on all variants of Maahi Dan amounting to Rs.125.46 lakhs.

To increase awareness among members about importance & benefits of Maahi Mineral Mixture, company has provided 1 kg Maahi Mineral Mixture Pack as a complimentary along with 1 bag of cattle feed variant by which total of 35,042 packs (1 kg each) were given to members at free of cost. As a result, we have achieved highest sale of cattle feed during the year.

“MAAHIDAN POWER” & “MAAHIDAN SAMPOORN” - the maximum selling variants possesses ISI mark, certified by Bureau of Indian Standards.

To promote renewable energy and to reduce electricity cost 115 KW solar plants have been installed at AFNU.

(K) Inventory Management

For Better Inventory Management and Tracking of the Assets and Critical Spares and Consumables, District Wise Cluster Stores for all Districts developed.

As per defined SOP, Scrap Disposal activity for non-working and non-repairable and scrap items carried out at regular interval for better hygiene of the Stores and better inventory management.

(L) Human Resource

During the post pandemic era, company's Human Resource goals were primarily focused on restoring the social security among the employees. Accordingly, various efforts were exhilarated to enhance the company's social security benefits across all category of employees in terms of introducing employee contributed parents medi-claim benefits, extension of family medi-claim to temp staff and ensuring complete vaccination for all employees.

Towards the objective of improving employees well being as well as to relieve and manage their stress levels, spiritual, yoga and meditation programs were organised for the employees for upgrading their spiritual quotient.

(M) Corporate Social Responsibility

Company believes in inclusive growth encompassing health, welfare and development of the people working with it and communities around the workplace. During the year under review, following projects were undertaken:

Project “Atmasamman”

Under the Project, milk producers are educated by experts in the dairy industry on how to make animal

husbandry an important means of livelihood as well as animal welfare in a scientific manner, which includes:

- Understanding about the importance of doing business of animal husbandry in a scientific manner to milk producer in rural areas through which they can enhance their livelihood.
- To make animal husbandry more profitable through increasing production.
- Women's participation in animal husbandry.
- Knowledge of Ethno veterinary practices for important diseases in animals.
- Informing about the importance of Ration Balancing in animal husbandry.

Project “Swasthya Sathe Vidhya”

The Project aims to eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation and also to promote Education Under the project, 17 child awareness programs have been conducted through which 1,250 rural school children have been benefited.



Exposure visit at cattle feed factory (AFNU), Rajkot.

Under the CSR Project “Atmasamman”, total 2,092 beneficiaries were given valuable information about importance of animal husbandry to enhance their livelihood and animal welfare through scientific manner.



Contribution to Prime Ministers National Relief Fund

Company has contributed Rs. 31,73,400/- towards Prime Ministers National Relief Fund.



Yes!
We Are **आत्मनिर्भर**



देशने आत्मनिर्भर बनाववा माटे सौ प्रथम आपणो आत्मनिर्भर बनवुं पडशे
 माही मिल्क प्रोड्यूसर कंपनी द्वारा देशना उपमां स्वातंत्र्य दिननी उजवली

माही मोलना नवा कन्सेप्ट थकी ग्राम्यकक्षाअे रोजगारीनुं सर्जन थशे
 गीर सोमनाथना सवनी तेमज भावनगरना नीया कोटाड गांमे माही मोल शरू कराया

माही डेरीने आपेला बेंक रिटर्न केसमां 6 मासनी सज्ञा इटकारती कोर्ट
 दूध विक्रीतीनां पैसा न थूववे तो वधुं 6 मासनी सज्ञा

गज्जू आरोगवाना शोजिनो माटे 'देस्टी' माहिती दूध बाह एवे श्रीभंड लधने आव्युं छे
 'माही' : धलायथी - केसरनो स्वाद

जशकराबाटी बेसनुं प्रीमियम घी पल लोन्च करायुं

वन विभागना सहयोगथी माही कंपनी द्वारा वृक्षारोपण सुंभेश

माही कंपनीअे कोरोना काणमां पल दूध उत्पादकोने स्थिरता बक्षी छे
 कंपनीना दूध उत्पादक सदस्यो स्वाभिमानपूर्वक मुजरान थवावी रखा छे : कंपनी द्वारा नवी प्रोडक्ट माही मिठी दौठ लोन्च करायुं : माही कंपनीनी कामगीरीना नव वर्ष पूरुं यता कार्यक्रम योजयौ

कोरोना महामारीनी परिस्थितिमां राज्यना पशुपालको माटे आपकारदायक निर्वाय
माहीदाणना भावमां ३.१००नी धरभम राहत : अेक बेगमां ३.१००नो घटाओ पशुपालको माटे अनशे आशिर्वादरूप

निर्भर नेयर क्लब



Directors' Report



To,
The Members of
Maahi Milk Producer Company Limited.

The Directors of the Company are pleased to present their Tenth (10th) Annual Report together with the Audited Financial Statements for the financial year ended 31st March, 2022.

1. Financial Results and State of companies Affairs

The company's financial performance for the year ended on 31st March, 2022 is summarized below.

(Rs. in Lakhs)

Particulars	2021-22	2020-21
Total Revenue	153,406.61	127,316.47
Total Expenses	150,538.42	126,467.28
Profit Before Tax/ (Loss)	2,868.19	849.19
Tax Expense		
a. Current Tax	737.56	212.00
b. Deferred Tax	(11.66)	1.92
Net Tax Expense	725.90	213.92
Net Profit After Tax/ (Loss)	2,142.29	635.27

Operations of the company was affected in the first quarter of the year due to the second wave of COVID-19. Further, during the same period "Tauktae" cyclone hit the coastal area of Saurashtra and Kutch region due to which operations of several BMCs were affected for few days. Even in adverse situations at the beginning of the financial year, company has achieved total revenue of Rs. 153,406.61 Lakhs as against Rs. 127,316.47 Lakhs for the

previous year i.e. increase of 21% compared to the previous financial year. Further, the company has earned a profit after tax of Rs. 2,142.29 Lakhs as against Rs. 635.27 Lakhs of the previous year.

2. Limited Return (Dividend)

Your Directors have pleasure to recommend a dividend of Rs. 8/- per equity share on 36,81,635 Equity Shares of Rs. 100/- each for the financial year ended on 31st March, 2022. The dividend on Equity Shares is subject to the approval of members at the 11th Annual General Meeting ("AGM"). The dividend once approved by the members will be paid to those members whose names appear in the Register of Members as on 31st March, 2022. If approved, the dividend would result in cash outflow of Rs. 294.53 Lakhs.

3. Transfer to Reserve

The Board proposes to transfer an amount of Rs. 100 Lakhs to the credit of General Reserve in terms of relevant provisions of the Articles of Association of the Company read with Section 378ZI of the Companies Act, 2013.

4. Change in nature of Business

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

5. Material Changes and Commitments

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report.

6. Transfer to Investor Education and Protection Fund

Pursuant to the provisions of Section 124(5) of the Companies Act, 2013, if the dividend transferred to the Unpaid Dividend Account of the Company remains unpaid or unclaimed for a period of seven years from the date of such transfer, then such unclaimed or unpaid dividend shall be transferred by the Company along with interest accrued, if any to the Investor Education and Protection Fund ('the IEPF'), a fund established under sub-section (1) of section 125. During the year under review, Company has transferred Unpaid/unclaimed dividend pertaining to FY 2013-14 amounting to Rs. 4.14 Lakhs to the Investor Education and Protection Fund. Year-wise amounts of unclaimed / un-encashed dividends lying in the unpaid dividend account of the company, which are liable to be transferred to the IEPF, have been uploaded on the website of the Company <https://www.maahimilk.com/Members/Unclaimed-Dividend> and also on the website of the Ministry of Corporate Affairs.

7. Share Capital

The Paid up share capital of the Company at the close of the financial year remained Rs. 3,681.63 Lakhs while there were 1,01,641

members appeared on its Register of Members as on 31st March, 2022.

After the close of the financial year, because of admission of new members, cancellation of membership due to violation of Articles of Association and surrender of shares by the members, there are 99,706 members on the Register of members and the share capital of the Company stood at Rs. 3,625.44 Lakhs up to the date of this report.

Voting rights and attendance at Annual General Meeting

With regard to exercise of voting right at the ensuing Annual General Meeting of the Company, out of 1,01,641 members as on 31st March, 2022, only 53,106 members are entitled to voting right and 48,535 members who did not pour milk for at least 200 days totaling to 500 liters in a previous financial year (2021-22) have lost their voting rights and are not entitled to vote at the ensuing Annual General Meeting.

Further, out of 53,106 members who were entitled for voting, 130 members have surrendered their shares while membership of 40 members have been cancelled and up to the date of this report, effectively only 52,936 members will be entitled to exercise voting right at the ensuing Annual General Meeting of the Company.

Those milk producers who were members as on 31st March 2022, but whose membership have been cancelled post 31st March, 2022 will be entitled to get the dividend for financial year 2021-22, if any declared by the members at the 11th AGM, but shall not be entitled to any



share/membership related rights or benefits (including attendance & voting at AGM) as they have ceased to be the members of the Company. Similarly, new members, who were admitted as members of the Company post 31st March, 2022 will not be entitled for dividend for FY 2021-22 as well as voting right at ensuing AGM.

hence not eligible for re-appointment. In his place, Shri Vijaybhai Arabhambhai Odedara (DIN: 09254982) (Class-B) was appointed as Director at the 10th AGM.

Smt. Sushilaben Pandya (DIN: 09116789) (Class- C) who was appointed by the Board as an additional director has been appointed as a Director at the 10th AGM.

(b) Cessation of Directors approved at the Board Meeting

Shri Arvindbhai Makvana (DIN: 08915484) (Class-C) has resigned from the directorship and Board has accepted his resignation w.e.f. 8th January, 2022.

Tenure of Expert Director, Prof. Madhavi Mehta (DIN: 07055527), completed on 30th December, 2021 and accordingly she ceased to be director from the date of completion of her tenure.

Stakeholders Relationship Committee

Pursuant to requirement of Section 178(5) of the Companies Act, 2013, Stakeholders Relationship Committee was constituted by the Board at the 61st Board Meeting held on 30th March, 2021 to resolve the grievances of shareholders of the Company. The Committee consists of:

Sr. No.	Name of Director	Designation
1	Shri Mahendrasinh Jadeja	Chairman
2	Shri Vishvasbhai Dodiya	Member
3	Dr. Sanjaykumar Govani	Member

During the year under review, one Committee meeting was held on 24th March, 2022.

10. Composition of Board

Article 9.4 to Article 9.6 of the Articles of Association of the company deals with the composition of Board. Article 9.4 provides for the criteria for categorizing the members into different classes, Article 9.5 provides that to the extent possible, representation on the Board shall be based on the patronage of the respective class and Article 9.6 provides that one fourth of the total elected directors shall retire by rotation at every Annual General Meeting and the directors who have been longest in office since their last appointment shall retire. As per Article 9.6 i, as between persons who became directors on the same day, those who are to retire shall, in default of and subject to any agreement among themselves, be determined by lot.

Considering the above provisions, the new composition of the Board has been explained as below:

There were 1,01,641 members on the Register of members as on 31st March, 2022. Based on pouring pattern of members for FY 2021-22, there were 62,966 i.e. 61.95% of members who have fulfilled all the criteria of membership including those members who are admitted during the year 2021-22, but are deemed to belong to the class chosen by them and acquired the shares for that chosen class. Out of this 5.62% belongs to class – A, 15.52% belongs to class – B and 78.86% belongs to class – C. Whereas, the proportionate percentages of Quantity of milk supplied during the year 2021-22 by the said Class – A, Class- B and Class – C of members were respectively 32.34%, 31.37% and 36.29%.

On the basis of the Qty. of milk poured by the respective class of members, the desirable no. of Directors on the Board should be 4 Directors of Class- A, 3 Directors of Class- B and 4 Directors of Class – C.

As per Article 9.6 i of the Articles of Association, 1/4th i.e. three directors will retire at the ensuing AGM.

Taking into account the provisions of Articles and present representation of the directors of the respective class on the Board, the retirement and re-appointment of directors on the basis of the recommendation of Nominating committee is as under:

Out of the 10 elected directors on the Board of the Company, Shri Rambhai Ukabhai Ram, Shri Lalabhai Algotar and Shri Goganbhai Arshibhai Kandoriya have been longest in the office from the date of their last appointment/re-appointment.

8. Board of Directors

(a) Appointment / Re-appointment / Retirement at the 10th Annual General Meeting held on 7th September, 2021

Smt. Shobhanaben Patoriya (DIN: 08190006) (Class-A) and Shri Nagabhai Lakhbhai Odedara (DIN: 08190536) (Class-B) were retiring at the 10th Annual General Meeting and being eligible for re-appointment, were re-appointed at the AGM.

Shri Mahendrabhai Goletar (DIN: 07888303) had fall down to 'Class-C' from 'Class-B' and

9. Board Meetings & Committee Meetings

During the year under review, six Board meetings were held. The details of the Board Meeting conducted during the year is as under:

Board Meeting No.	Date of Board Meeting	Board Strength	No. of Directors Present
62 nd Board Meeting	28 th May, 2021	15	15
63 rd Board Meeting	29 th July, 2021	15	14
64 th Board Meeting	29 th September, 2021	15	11
65 th Board Meeting	29 th November, 2021	15	12
66 th Board Meeting	27 th January, 2022	13	11
67 th Board Meeting	25 th March, 2022	13	10

Member Related Committee Meetings

For the approval of applications for Transmission of Shares of the Company and name correction of members, company has Member Related Committee. During the year under review, Committee met six times as under

Committee Meeting No.	Date of Board Meeting
18 th Committee Meeting	10 th June, 2021
19 th Committee Meeting	21 st July, 2021
20 th Committee Meeting	22 nd September, 2021
21 st Committee Meeting	17 th November, 2021
22 nd Committee Meeting	06 th January, 2022
23 rd Committee Meeting	11 th March, 2022



Shri Rambhai Ukabhai Ram (Class-B) and Shri Lalabhai Algotar (Class-B) were re-appointed as Directors on 7th September, 2018 and on 10th September, 2019 respectively. Whereas, Shri Goganbhai Arshibhai Kandoriya (Class-B) was appointed as Director on 10th September, 2019 and he will retire at the 11th Annual General Meeting and being eligible offered himself for the re-appointment. The Board on the recommendation of the Nominating Committee, recommended the re-appointment of Shri Goganbhai Arshibhai Kandoriya.

Shri Rambhai Ukabhai Ram and Shri Lalabhai Algotar will retire at the ensuing 11th AGM as they will complete their two consecutive terms as Directors. Thus, they are not eligible for re-appointment as per the provisions of Article of Associations. In their place Board has on the basis of the recommendation of Nominating Committee recommended the appointment of Shri Sharadkumar Mohanlal Mota (DIN: 09680368) representing Class - A and Shri Rambhai Bavkubhai Budhas (DIN: 09680410) representing Class - A as director on the Board.

Further, to fill the vacant position on the Board for Class- C, Board has on the basis of the recommendation of Nominating Committee recommended the appointment of Smt. Nilamben Makabhai Golitar (DIN: 09676104) representing Class- C members.

11. Directors' Responsibility Statement

In terms of Section 134 (5) of the Companies Act, 2013, the Directors state that:

a) In the preparation of the annual accounts

for the financial year ended 31st March, 2022, the applicable accounting standards have been followed and there are no material departures from the same.

b) They have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit of the Company for the financial year ended on that date;

c) They have 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) They have prepared the annual accounts for the financial year ended 31st March, 2022 on a going concern basis;

e) They have devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

12. Statutory Auditors

S.B.Billimoria & Co.LLP, Chartered Accountants have been appointed at the 10th Annual General Meeting to hold office upto the conclusion of the 11th Annual General Meeting of the Company.

The Auditor's Report for financial year 2021-22 does not contain any qualification, reservation or adverse remark.

During the year under review, the Statutory

Auditors have not reported any instances of frauds committed in the Company by its officers or employees to the Board under Section 143(12) of the Companies Act, 2013 details of which would need to be mentioned in this Report.

Pursuant to the provisions of section 139(2) of Companies Act, 2013 read with rules thereunder and provisions of Chapter XXI-A, tenure of S.B.Billimoria & Co.LLP, Chartered Accountants as a Statutory Auditors will end after the 11th Annual General Meeting and in their place appointment of Price Waterhouse Chartered Accountants LLP as Statutory Auditors has been recommended by the Board of Directors for the FY 2022-23.

13. Internal Auditors

Ernst & Young LLP, Chartered Accountants, New Delhi have been appointed as Internal Auditors of the Company for the Financial Year 2021-22 by the Board of Directors in terms of Section 378ZF of the Companies Act, 2013 and rules and regulations, made thereunder. The internal auditors conduct extensive audit throughout the year across all functional areas and submit their report to the Board.

During the year under review, no reportable material weakness in the operations was observed.

14. Corporate Social Responsibility

In compliance with the requirements of Section 135 of the Companies Act, 2013 read with Companies (CSR) Rules, 2014 as amended from time to time, Company has adopted the CSR policy and the same is

provided on the website of the company at <https://www.maahimilk.com/Members/CSR-Policy>

Disclosure as required under the Companies (CSR) Rules, 2014 read with Companies (Accounts) Rules, 2014 as amended from time to time is enclosed as **Annexure-A**.

15. Cost Audit

As per the provisions of the Companies (Cost Records & Audit) Amendment Rules, 2014, Cost Audit is not Applicable to the Company.

16. Policy relating to Anti Sexual Harassment of Women at workplace

The Company has a policy to treat women employees with dignity and no discrimination against them plus zero tolerance towards any sexual abuse. The policy is in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules framed there under. During the year under review, no complaint was received.

17. Deposits

The Company has neither accepted nor renewed any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 as amended from time to time.

18. Particulars of Loans, Guarantees given and Investments made by the Company

The Company has not granted any loans, nor given any guarantee or securities or made investments within the meaning of Section 186 of the Act.



19. Secretarial standards

The Company complies with applicable provisions of secretarial standards issued by the Institute of Company Secretaries of India.

20. Particulars of Contracts, Arrangements with related parties referred in Section 188 of the Companies Act, 2013:

All contracts/arrangements/transactions entered into by the Company during the year under review with Related Parties were in ordinary course of business and on arm's length basis in terms of provisions of the Act. There were no materially significant related party transactions entered into by the Company with the Promoters, Directors, Key Managerial Personnel or other designated persons which might have potential conflict with the interest of the Company at large. Further, during the year, Company had not entered into any contract / arrangement / transaction with related parties which could be considered material or which is required to be reported in the Form no. AOC-2 in terms of Section 134(3) (h) read with section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014. **Annexure- B.**

21. Internal Financial Control

Company believes that internal control is a pre-requisite for better governance and that business plans should be exercised within a framework of checks and balances. Internal financial control over financial reporting have been designed for creating management efficiency, to provide reasonable assurance on efficient conduct of business, ensure safeguarding of assets and reliability of accounting practices.

The Company uses renowned SAP system to record day to day transactions for accounting and financial reporting. The ERP system is configured to ensure that all transactions are integrated seamlessly with the underlying books of account.

As per Section 378 ZF of the Companies Act, 2013, Company has appointed Ernst & Young LLP, Chartered Accountants as Internal Auditors of the Company for the year 2022-23. The audit is based on internal audit plan. The Internal Auditors independently conduct extensive audit throughout the year across all functional areas and submit their report to the Board.

22. Risk Management

Company operates in a volatile and uncertain world with a rapid changes. These changes bring a mix of opportunities and uncertainties impacting the company's objectives. Risk Management is embedded in the company's operating framework. The company's approach to addressing business risk is comprehensive and includes periodic review, evaluation and monitoring key risks and mitigation and effectiveness thereof. Pursuant to Section 134 (3) (n) of the Companies Act, 2013, a Risk Management Policy has been framed by the Board. Company's senior management identifies and monitors the risk on regular basis and evolves process and system to control and minimize it. Company believes that managing risks helps in maximizing returns. With regular check and evaluation, business risk can be forecasted to the maximum extent and thus corrective measures can be taken in time.

23. Vigil Mechanism

Company has a Whistle Blower Policy and has established the necessary vigil mechanism for directors and employees in confirmation with Section 177(9) of the Act and, to report concerns about unethical behavior. The Policy provides for framework and process to encourage and facilitate its employees and Directors to voice their concerns or observations without fear, or raise reports to the Management, of instance of any unethical or unacceptable business practice or event of misconduct/unethical behaviours, actual or suspected fraud etc. This Policy is available on the Company's website on <https://www.maahimilk.com/Members/Vigil-Mechanism-Policy>.

During the year, there have been no complaints received under the Vigil Mechanism.

24. Energy Conservation, Environmental Protection, Technology Absorption & Foreign Exchange Earnings and Outgo

The particulars required to be disclosed under Section 134(3)(m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 and provisions of Chapter XXIA, relating to energy conservation, environmental protection, technology absorption and foreign exchange earnings and outgo, are provided in **Annexure-C** to this Report.

25. Annual Return

Annual Return of the Company as on 31st March, 2022 in accordance Section 92 (3), Section 134(3)(a) of the Act read with

Companies (Management and Administration) Rules, 2014, is available on the company's website at www.maahimilk.com

26. Details of significant and Material Orders passed by the Regulators, Courts and Tribunals

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

27. Acknowledgement

The Board of Directors place on record their deep appreciation to employees at all levels for their hard work, dedication and commitment. The enthusiasm and unstinting efforts of the employees have enabled the Company to achieve a milestone.

The Board places on record its appreciation for the support and co-operation, Company has been receiving from National Dairy Development Board, NDDB Dairy Services, Mother Dairy Fruit & Vegetable Private Limited, Customers, Suppliers, Distributors, Retailers and Members.

The Directors mourn the loss of life due to COVID-19 pandemic and are deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic.

For and on behalf of the Board of Directors

Sd/-

Mahendrasinh Jadeja

Date : 28th July, 2022
Place : Rajkot

Chairman
(DIN: 07566111)



ANNEXURE- A TO THE DIRECTORS' REPORT

THE ANNUAL REPORT ON CSR ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 and as per Rule 8(1) of Companies (Corporate Social Responsibility Policy) Rules, 2014]

1) Brief Outline on CSR Policy of the Company

The Company's CSR Policy includes activities which are in line with Schedule VII of the Companies Act, 2013. By prioritizing, Maahi focus on education, skilling and self employment, it seeks to help people and communities to bridge the opportunity gap. It aims to actively involve itself in the social and economic development of the society, in which it operates, share profits with the society through responsible business practices as well as good governance and bring positive changes to the lives of mankind. The Company believes in delivering high quality products to meet the needs of the society.

2) Composition of CSR Committee

Not applicable as per Section 135(9) of the Companies Act, 2013.

3) Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company

<https://www.maahimilk.com/Members/CSR-Policy>

4) Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):-

Not Applicable

5) Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any :-

Not Applicable

6) Average net profit of the company as per Section 135(5):

Rs. 1586.66 Lakhs

7) (a) Two percent of average net profit of the company as per Section 135 (5):

Rs. 31.73 Lakhs

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. :- Not Applicable

(c) Amount required to be set off for the financial year :- Not Applicable

(d) Total CSR obligation for the financial year (7a+7b-7c): Rs. 31.73 Lakhs

8. (a) CSR amount spent or unspent for the financial year

Total Amount Spent for the Financial Year. (Rs. In Lakhs)	Amount Unspent (Rs. In Lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
43.72	NA	NA	NA	NA	NA

(b) Details of CSR amount spent against ongoing projects for the financial year : Not Applicable

(c) Details of CSR amount spent against other than ongoing projects for the financial year :

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sr. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local Area (Yes / No).	State	District	Amount spent for the project (Rs. In Lakhs)	Mode of Implementation Direct (Yes/ No).	NAME	CSR registration number
1	NA	PM National Relief Fund - Item (viii) of the schedule VII	NA	NA	NA	31.73	YES	NA	NA
2	Atma-samman	Livelihood enhancement program and Animal Welfare Item (ii) & (iv) of the schedule VII	YES	Gujarat	Rajkot	9.77	YES	NA	NA
3	Swas-thya sathe Vidhya	Eradicating malnutrition, promoting health care & Promote Education Item (i) & (ii) of the schedule VII	YES	Gujarat	Amreli Bhavnagar Girsomnath Jamnagar Junagadh Kutch Porbandar Surendranagar	2.22	YES	NA	NA
TOTAL						43.72			

(d) Amount spent in Administrative Overheads : Not Applicable

(e) Amount spent on Impact Assessment, if applicable : Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 43.72 Lakhs



(g) Excess amount for set off, if any :-

Sr. No.	Particulars	Amount (Rs. In Lakhs)
i.	2% of average net profit of the Company as per Section 135(5)	31.73
ii.	Total amount spent for the financial year	43.72
iii.	Excess amount spent for the financial year [(ii)-(i)]	11.99
iv.	Surplus arising out of the CSR projects or programs or activities of the previous financial years, if any	Nil
v.	Amount available for set-off in succeeding financial years [(iii)-(iv)]	11.99

9. (a) Details of Unspent CSR amount for the preceding three financial years

Not Applicable

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s)

Not Applicable

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

Not Applicable

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135 (5)

Not applicable

ANNEXURE 'B' TO THE DIRECTORS' REPORT

Particulars of Contracts/arrangements made with Related Parties [Pursuant to Clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013, and Rule 8(2) of the Companies (Accounts) Rules, 2014 – AOC-2]

This Form pertains to the 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.

Details of contracts or arrangements or transactions not at arm's length basis.

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2022, which were not at arm's length basis.

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

There were no material contracts or arrangements or transactions entered into during the year ended March 31, 2022.

Sd/-
Mahendrasinh Jadeja
 Chairman & Director
 DIN : 07566111

Sd/-
Dr. Sanjaykumar Govani
 Chief Executive & Director
 DIN : 08814861

Date : 28th July, 2022
 Place : Rajkot

Date : 28th July, 2022
 Place : Rajkot

Sd/-
Mahendrasinh Jadeja
 Chairman
 DIN : 07566111


ANNEXURE 'C' TO THE DIRECTORS' REPORT

Statement regarding Conservation of Energy, Environmental Protection, Technology Absorption and Foreign Exchange Earnings and Outgo for the year ended on 31st March, 2022 as required under Section 134 (3) (m) and provisions of chapter XXIA of the Companies Act, 2013, which forms part of the Directors' Report.

A. Conservation of Energy
(I) The steps taken or impact on conservation of energy & (II) the steps taken by the company for utilizing alternate sources of energy

In line with the commitment of the company towards conservation of energy through adopting automation, development and modification in new technologies and renewable Source of Energy, use of solar energy. Efforts are being made to reduce electricity and furnace oil consumption with the steps taken as under:

- To use renewable source of green energy and reduce electricity power consumption, 115 KW solar rooftop power system installed at AFNU plant.
- By modified refrigeration condenser system to water cooled in Instant Milk Chilling Unit, we continuously improve quality of milk. Even during the high temperature, the water cooled system worked efficiently compared to air cooled system.
- With continuous use of Solar water heater system to increase raw water temperature passes through boiler helps in saving in consumption of furnace oil.

Impact of Energy conservation measure

- By installing solar rooftop power system, we can save approximately Rs. 13.28 Lakhs/annum.

ii. Modification in Instant Milk Chilling Unit (IMCU) helped in reducing milk chilling cost by approx. Rs. 0.06 / Lts. and reduction in milk chilling process time which improve the quality of Milk with reduction in chilling cost.

iii. Reduction in Furnace oil consumption by 0.71 liter Per MT of Cattle Feed production in FY: 2021-22. As a result we are saving approx. Rs. 2.20 Lakhs in furnace oil consumption in boiler.

(III) The capital investment on energy conservation equipment during the FY 2021-22 is Rs. 43.25 Lakhs.

B. Environmental Protection

Maahi Milk Producer Company Ltd. is fully committed to and always comply with all industry specific laws and regulations in all sphere of activities in the Company without any leniency. Apart from compliance of the company specific, product specific laws and regulations, Maahi has been collecting, processing and disposing of consumer plastic waste as a part of EPR activity.

C. Technology Absorption

Company continues to use the latest technologies for improving the productivity and quality of its services and products. The Company's operations do not require significant import of technology.

D. Total Foreign Exchange Earnings and Outgo

Details of foreign Exchange Earnings and outgo during the year is as under : Foreign Exchange Earning Rs. 0.87 Lakhs (USD 1,178.10) Foreign Exchange outgo - Nil

Date : 28th July, 2022
 Place : Rajkot

Sd/-
Mahendrasinh Jadeja
 Chairman
 DIN : 07566111



Independent Auditors' Report



TO THE MEMBERS OF MAAHI MILK PRODUCER COMPANY LIMITED Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **MAAHI MILK PRODUCER COMPANY LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March, 2022, and the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2022, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the

Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the 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 financial statements.

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

- ❑ The Company's Board of Directors is responsible for the other information. The other information comprises the Director's Report, but does not include the financial statements and our auditor's report thereon.
- ❑ Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to

liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibility for the Audit of the 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 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(l) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Company as on 31 March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended,

In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
- (h) With respect to the other matters to be

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

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer note 28 to the financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 39 to the financial statements, 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.

(b) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 39 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities.

(c) Based on the audit procedures performed that have been considered reasonable and

Materiality is the magnitude of misstatements in



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. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with section 123 of the Act, as applicable.

As stated in note 29 to the financial statements, the Board of Directors of the Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend proposed is in accordance with section 123 of the Act, as applicable.

- 2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 3. As required by Section 378ZG of the Part IV of the Companies Act, 2013, we give in the "Annexure C" a statement on the matters specified in that Section.

For S. B. Billimoria & Co. LLP
 Chartered Accountants
 (Registration No. 101496W/W100774)

Place : New Delhi
 Date : 28th July, 2022

Jitendra Agarwal
 Partner
 (Membership No. 87104)
 (UDIN: 22087104ANTWAY8519)

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

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

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

We have audited the internal financial controls over financial reporting of Maahi Milk Producer Company Limited ("the Company") as of 31 March, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.



Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Place : New Delhi
Date : 28th July, 2022

Jitendra Agarwal
Partner
(Membership No. 87104)
(UDIN: 22087104ANTWAY8519)

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

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

In terms of the information and explanations sought by us and given by the Company and the books of accounts and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (I) (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
B. The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a program of verification of property, plant and equipment, so to cover all the items once every 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain such assets were due for physical verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company does not have any immovable properties and hence

reporting under clause (i)(c) of the Order is not applicable.

- (d) The Company has not revalued any of its property, plant and equipment and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at 31 March, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventories except for goods-in-transit and stocks held with third parties, were physically verified during the year by the Management at reasonable intervals. In our opinion and based on information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. For stocks held with third parties at the year-end, written confirmations have been obtained and in respect of goods in transit, the goods have been delivered subsequent to the year-end. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories/alternate procedures performed as applicable, when compared with the books of account.

(b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks on the basis of security of current assets. The quarterly returns filed by the Company with such banks are in agreement with the unaudited books of account of the Company of the respective quarters.

- (iii) The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the Order is not applicable.
- (iv) The Company has not granted any loans, made investments or provided guarantees or securities and hence reporting under clause (iv) of the Order is not applicable.
- (v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause (v) of the Order is 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.
- (vii) In respect of statutory dues:
 - (a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, cess and other material statutory dues



applicable to the Company have been generally deposited by it with the appropriate authorities in all cases during the year.

There are no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Goods and Services Tax, Cess and other material statutory dues in arrears as at 31 March, 2022 for a period of more than six months from the date they became payable.

(b) Details of dues of Income-tax, which have not been deposited as on 31 March, 2022 on account of disputes are given below:

- (c) The Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year and hence, reporting under clause (ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(e) of the Order is not applicable.

(Rupees in Lakhs)

Name of statute	Nature of dues	Forum where dispute is pending	Period to which the amount relates	Amount of demand [^]	Amount paid under protest
Income Tax Act, 1961	Income Tax	CIT (Appeals)	2014-15	272.30	152.83
	Income Tax	Assessing officer	2018-19	11.94	11.94

[^] Excludes statutory interest which is subject to final order.

(viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

(ix) (a) The Company has not defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lender during the year.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(f) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(f) of the Order is not applicable.

(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 (x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or

private placement of shares or fully, partly and optionally convertible debentures and hence reporting under clause (x)(b) of the Order is not applicable.

(xi) (a) 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 upto the date of this report.

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

(xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

(xiii) The Company is in compliance with Section 188 of the Companies Act for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards. The Company is a private company and hence the provisions of Section 177 of the Companies Act, 2013 are not applicable to the Company.

(xiv) (a) In our opinion the Company has an

adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports issued to the Company during the year and covering the period from April 2021 to September 2021 and the final of the internal audit reports which were issued after the balance sheet date covering the period October 2021 to March 2022 for the period under audit.

(xv) During the year, the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.

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

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) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and



expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report 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. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of Section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year

There is no amount remaining unspent under subsection (5) of Section 135 of the Companies Act for the current financial year, pursuant to any ongoing project. Hence, reporting under clause (xx)(b) of the Order is not applicable.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Place : New Delhi Jitendra Agarwal
Date : 28th July, 2022 Partner

(Membership No. 87104)
(UDIN : 22087104ANTWAY8519)

ANNEXURE C TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 3 under 'Reports on Other Legal and Regulatory Requirements' section of our report of even date)

- a) The amount of debts due from sale of goods and services are as disclosed in note 16 to the financial statements. According to the information and explanations given to us, no debts other than those disclosed in note 16 to the financial statements are considered as doubtful of recovery.
- b) According to the information and explanations given to us, the Company does not have cash on hand and does not hold any investment securities as at year-end.
- c) The details of assets and liabilities as at 31 March, 2022 are as per the financial statements of the Company as at and for the year ended 31 March, 2022.
- d) In our opinion and according to the information and explanations given to us, the Company has not done any transaction which appears to be contrary to the provisions of Chapter XXIA of the Companies Act, 2013.

- e) According to the information and explanations given to us, the Company has not granted any loan to its directors.
- f) According to the information and explanations given to us, the Company has not given any donations or subscriptions during the year.
- g) According to the information and explanations given to us, there are no other matters except stated above.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Place : New Delhi Jitendra Agarwal
Date : 28th July, 2022 Partner

(Membership No. 87104)
(UDIN: 22087104ANTWAY8519)



Balance Sheet



As at 31 March, 2022

Rupees in Lakhs

	Note No.	As at 31 March, 2022	As at 31 March, 2021
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital	3	3,681.63	3,542.40
(b) Reserves and surplus	4	11,225.09	9,134.62
		14,906.72	12,677.02
2. Deferred grant	5	567.93	709.94
3. Non - current liabilities			
(a) Other long-term liabilities	6	2,674.09	2,240.21
(b) Long - term provisions	7	59.01	74.46
		2,733.10	2,314.67
4. Current liabilities			
(a) Short - term borrowings	8	8,477.93	8,673.62
(b) Trade payables	9		
(1) Total outstanding dues of micro enterprises and small enterprises		387.47	232.98
(2) Total outstanding dues of creditors other than micro enterprises and small enterprises		8,150.50	7,435.26
(c) Other current liabilities	10	607.48	404.97
(d) Short - term provisions	11	101.64	108.29
		17,725.02	16,855.12
Total		35,932.77	32,556.75
B. ASSETS			
1. Non - current assets			
(a) Property, Plant and Equipment			
1. Tangible assets	12-A	2,566.34	3,142.12
2. Intangible assets	12-B	-	-
3. Capital work-in-progress		48.78	0.84
		2,615.12	3,142.96
(b) Deferred tax assets (net)	13	77.45	65.79
(c) Long - term loans and advances	14	510.54	651.43
		3,203.11	3,860.18
2. Current assets			
(a) Inventories	15	9,183.51	13,852.23
(b) Trade receivables	16	419.49	358.85
(c) Cash and cash equivalents	17	22,832.06	14,255.03
(d) Short - term loans and advances	18	129.56	106.87
(e) Other current assets	19	165.04	123.59
		32,729.66	28,696.57
Total		35,932.77	32,556.75

See accompanying notes forming part of the financial statements in terms of our report attached

 For S.B. BILLIMORIA & CO. LLP
Chartered Accountants

 Jitendra Agarwal
Partner

 Place : New Delhi
Date : 28th July, 2022

For and on behalf of the Board of Directors

 Mahendrasinh Jadeja
Director
(DIN: 07566111)

 Rambhai Ram
Director
(DIN: 07235592)

 Dr. Sanjaykumar Govani
Chief Executive & Director
(DIN: 08814861)

 Vinay Kumar Inani
Sr. Manager - Accounts & Finance

 Place : Rajkot
Date : 28th July, 2022

 Sanjay Talati
Company Secretary
Membership No. A27144


Statement of Profit & Loss Account



for the year ended 31 March, 2022

Rupees in Lakhs

	Note No.	Year ended 31 March, 2022	Year ended 31 March, 2021
1. Revenue from operations	20	1,52,656.02	1,26,622.47
2. Other income	21	750.59	694.00
3. Total revenue (1+2)		1,53,406.61	1,27,316.47
4. EXPENSES			
(a) Cost of materials consumed	22	63,189.06	63,771.93
(b) Purchases of traded goods	23	70,361.72	52,938.11
(c) Changes in inventories of finished goods	24	3,317.24	(2,740.22)
(d) Employee benefits expense	25	2,090.87	2,045.46
(e) Finance costs	26	152.33	206.98
(f) Depreciation and amortization expense	12C	446.74	428.21
(g) Other expenses	27	10,980.46	9,816.81
Total expenses		1,50,538.42	1,26,467.28
5. Profit before tax (3-4)		2,868.19	849.19
6. Tax expense:			
(a) Current tax		737.56	212.00
(b) Deferred tax charge / (credit)		(11.66)	1.92
Net tax expense (a+b)		725.90	213.92
7. Profit for the year (5-6)		2,142.29	635.27
8. Earnings per equity share :			
(Nominal value Rs. 100 per share)	33		
(a) Basic		64.26	19.11
(b) Diluted		64.26	19.11

See accompanying notes forming part of the financial statements in terms of our report attached

 For S.B. BILLIMORIA & CO. LLP
Chartered Accountants

 Jitendra Agarwal
Partner

 Place : New Delhi
Date : 28th July, 2022

For and on behalf of the Board of Directors

 Mahendrasinh Jadeja
Director
(DIN: 07566111)

 Rambhai Ram
Director
(DIN: 07235592)

 Dr. Sanjaykumar Govani
Chief Executive & Director
(DIN: 08814861)

 Vinay Kumar Inani
Sr. Manager - Accounts & Finance

 Place : Rajkot
Date : 28th July, 2022

 Sanjay Talati
Company Secretary
Membership No. A27144


Cash Flow Statement

for the year ended 31 March, 2022



Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before tax	2,868.19	849.19
Adjustments for :		
Finance costs	149.56	196.07
Interest income	(666.90)	(542.16)
Provision for doubtful debts	(0.27)	0.27
Loss / (Profit) on sale of property, plant and equipments	(1.68)	(18.90)
Depreciation and amortization expense	446.74	428.22
Liabilities no longer required written back	(35.31)	(123.76)
Operating profit before working capital changes	2,760.33	788.93
Adjustments for movement in working capital :		
(Increase)/Decrease in inventories	4,668.72	(5,825.52)
(Increase)/Decrease in trade receivables	(60.37)	6,294.47
(Increase)/Decrease in long term loans and advances	5.33	10.34
Decrease in short term loans and advances	(22.69)	8.61
Increase in other long-term liabilities	433.88	501.55
(Increase)/Decrease in provision	(22.10)	29.45
Increase/(Decrease) in trade payables	905.04	(179.82)
Increase/(Decrease) in other current liabilities	177.26	(440.84)
Cash generated from operations	8,845.40	1,187.17
Net income tax paid	(602.00)	(339.38)
Net cash flow from operating activities - (A)	8,243.40	847.79
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of property, plant and equipment (including capital work in progress)	(86.63)	(56.03)
Proceeds from sale of property, plant and equipment	58.27	50.73
Net proceeds from bank balances not considered as cash and cash equivalents	(11,433.65)	342.68
Interest received	625.45	474.04
Net cash flow from/(used in) investing activities - (B)	(10,836.56)	811.42



Cash Flow Statement

for the year ended 31 March, 2022



Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from issue of share capital	139.23	(445.08)
Security premium received	231.57	362.72
Dividend paid	(288.95)	(258.91)
Finance costs paid	(149.62)	(214.39)
Increase/(Decrease) in short term borrowings	(195.69)	2,886.29
Net cash flow used in financing activities - (c)	(263.46)	2,330.63
Net increase/(decrease) in Cash and cash equivalents (A+B+C)	(2,856.62)	3,989.84
Cash and cash equivalents at beginning of the year	7,554.96	3,565.12
Cash and cash equivalents at the end of the year	4,698.34	7,554.96
Components of Cash and cash equivalents as at :		
Cash on hand	-	0.54
Balances with banks :		
- in current accounts	4,698.34	5,393.42
- in deposit accounts	-	2,161.00
Cash and cash equivalents as per Cash Flow Statement	4,698.34	7,554.96
Add: Bank balances not consider as cash and cash equivalents		
- Deposits (original maturity of more than 3 months)	13,114.22	1,775.01
- Balances held as security against bank borrowings	5,000.00	4,900.00
- In earmarked accounts - Unpaid dividend accounts	19.50	25.06
Cash and cash equivalents as per Balance Sheet (Note 17)	22,832.06	14,255.03

See accompanying notes forming part of the financial statements in terms of our report attached

For S.B. BILLIMORIA & CO. LLP
Chartered Accountants

Jitendra Agarwal
Partner

 Place : New Delhi
Date : 28th July, 2022

For and on behalf of the Board of Directors

Mahendrasinh Jadeja
Director
(DIN: 07566111)

Rambhai Ram
Director
(DIN: 07235592)

Dr. Sanjaykumar Govani
Chief Executive & Director
(DIN: 08814861)

Vinay Kumar Inani
Sr. Manager - Accounts & Finance

Sanjay Talati
Company Secretary
Membership No. A27144

 Place : Rajkot
Date : 28th July, 2022


Notes forming parts of the Financial Statements



1. Corporate information

Maahi Milk Producer Company Limited ("the Company") was incorporated on 7 June 2012 under Part IXA of the Companies Act, 1956.

The Company procures milk directly from milk producers through 'Milk Pooling Points' in the villages of Gujarat. The Company trades in raw milk and also processes the milk procured for the manufacture of Polypack Milk (PPM), Butter Milk, Ghee, Dahi, Shrikhand, Paneer, Flavoured Milk, Skimmed Milk Powder, White Butter. The Company also manufactures Cattle Feed and Mineral Mixtures.

2. Significant accounting policies

The significant accounting policies are as follows:

a. Basis of accounting

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). The financial statements are prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the period in which results are known/materialize.

c. Cash and cash equivalents (for the purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

d. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future

cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

e. Revenue recognition

Sales are recognized, net of returns and trade discounts, on transfer of significant risk and rewards of ownership to the buyers, which generally coincides with the delivery of goods to customers.

f. Other income

Interest income on deposits is recognized on accrual basis.

g. Property, Plant and Equipment and Intangible Assets

Property, Plant and Equipment

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of Property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying Property, plant and equipment up to the date the asset is ready for its intended use. Subsequent expenditure on Property, plant and equipment after its purchase is capitalized only of such expenditure results in an increase in the future benefits from such asset beyond its previous assessed standard of performance.

Intangible assets

Intangible assets are stated at their cost of acquisition, less accumulated amortization and impairment losses. An intangible asset is recognized, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. The depreciable amount of intangible assets is allocated over the best estimate of its useful life on a straight-line basis.

The company capitalizes software costs where it is reasonably estimated that the software has an enduring useful life. Software is depreciated over the management's estimate of its useful life of three years.

h. Capital work-in-progress

Assets which are not ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest if any.

i. Depreciation and amortisation

Depreciation on tangible assets has been provided on straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the life of the assets assessed as under based on technical advice, taking into account the nature of asset, the estimated usage of assets, the operating condition of the asset, past history of replacements, anticipated technological changes, manufactured warranties and maintenance support etc.



The useful life specified for class of assets is as follows :

Description	Useful life (in years)
Building	20
Plant and equipment	3 - 10

Depreciation is provided pro-rata from the date of addition.

j. Inventories

Inventories comprise raw materials and packing material, finished goods and stores and spares. Inventories are valued at lower of cost and net realizable value after providing for obsolescence and other losses, where considered necessary. Cost is determined using weighted average method. Cost includes all charges incurred in bringing the inventories to their present location and condition. Finished goods include appropriate proportion of overheads.

k. Grants

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidies will be received. Government grants related to depreciable Property, plant and equipment are treated as deferred grants which is recognised in the statement of profit and loss on a systematic and rational basis over the useful life of the asset, i.e., depreciation charge on assets procured from such grants is appropriated from Deferred Grant and recognized in the Statement of Profit and Loss by way of reduced depreciation charge.

Revenue government grants and subsidies are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis and are deducted in reporting the related expense.

l. Employee benefits

Employee benefits include Provident Fund, Employee State Insurance scheme, Gratuity and compensated absences.

a. Defined contribution plans

The Company's contributions to Provident Fund and Employees State Insurance scheme is considered as defined contribution plan and are charged to the Statement of Profit and Loss based on the amount of contributions required to be made as and when services are rendered by the employees.

b. Defined benefit plans

Gratuity is considered as defined benefit plan. Gratuity is provided based on actuarial valuation carried out at the balance sheet date. The incremental liability based on an actuarial valuation as per the 'Projected Unit Credit' method, as at the reporting date, is charged to the Statement of Profit and Loss Account. Actuarial gains and losses are recognized in the Statement of Profit and Loss.

c. 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 recognised during the year

when the employees render the services. These benefits include performance incentives and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related services.

d. Long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of the defined benefit obligation as at the balance sheet date on the basis of actuarial valuation.

m. Earnings per share

Basic earnings per share is computed by dividing the net profit after tax by weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year as adjusted to the effects of all dilutive potential equity shares, except where results are anti-dilutive.

n. Taxes on income

Income tax comprises current tax and deferred tax. Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognized on timing differences; being the difference between taxable incomes and accounting income that

originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized. However, if there are unabsorbed depreciation and carry forward losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realize such assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legal enforceable right for such set off.

o. Borrowing cost

Borrowing costs includes interest and ancillary costs incurred. Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset, pertaining to the period from commencement of activities relating to construction / development of qualifying asset upto the date of capitalization of such asset, are capitalized as part of the cost of that asset. All other borrowing costs are recognized as an expense in the statement of profit and loss in the year in which they are incurred.



p. Impairment of assets

At each balance sheet date, the Company reviews the carrying values of its Property, plant and equipment to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an assets net selling price and value in use. In assessing value in use the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-discount rate that reflects the current market assessments of time value of money and the risks specific to the asset.

Reversal of impairment loss is recognized as income in the statement of profit and loss.

q. Segment Information

Business Segments (Primary)

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organization and management structure. The Company is primarily engaged in procurement and sale of milk and milk products. This has been considered as a single business segment.

r. Provisions and contingencies

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

employee benefits) are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent Assets are not recognized in the financial statements. Contingent liabilities are disclosed in the notes to accounts. Contingent assets are not recognized in the financial statements.

s. Leases

Lease arrangements where the risks and rewards incident to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rent under operating leases are recognized in the statement of profit and loss account on straight line basis over the lease term.

t. Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3. Share Capital

(in Lakhs)

Particulars	As at 31 March, 2022		As at 31 March, 2021	
	Number of Shares	Amount Rupees	Number of Shares	Amount Rupees
(a) Authorised share capital Equity Shares of Rs. 100 each	50.00	5,000.00	50.00	5,000.00
(b) Issued, subscribed and fully paid up share capital Equity Shares of Rs. 100 each See notes (i) to (v) below	36.81	3,681.63	35.42	3,542.40

Note :

(i) Rights, preferences and restrictions attached to shares

The Company has issued one class of equity shares having face value of Rs. 100 each. Each member is entitled to one vote. Members are entitled to limited return and bonus in accordance with Articles of Association of the Company.

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

(in Lakhs)

Particulars	Year Ended 31 March, 2022		Year Ended 31 March, 2021	
	Number of Shares	Amount Rupees	Number of Shares	Amount Rupees
Shares outstanding at the beginning of the year	35.42	3,542.40	32.42	3,242.60
Shares issued during the year	5.42	542.01	8.54	854.28
Shares cancelled / surrendered during the year	(4.03)	(402.78)	(5.54)	(554.48)
Shares outstanding at the end of the year	36.81	3,681.63	35.42	3,542.40

(iii) None of the members holds 5% or more of the share capital of the Company.

(iv) No share has been issued for a consideration other than cash or by way of bonus shares during the year or 5 years immediately preceding the financial year



(v) Details of Share holding of Promoters :

Sr. No.	Promoter Name	Share held by Promoters at the end of the year				
		31 March 2022		31 March 2021		% change during the year
		No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	
1.	Shri Mahendrasinh Mahipatsinh Jadeja	162	0.004%	162	0.005%	0%
2.	Shri Rambhai Ukabhai Ram	158	0.004%	158	0.004%	0%
3.	Shri Mathurbhai Rambhai Raiyani	19	0.001%	19	0.001%	0%
4.	Shri Lalabhai Algotar	93	0.003%	74	0.002%	25.68%
5.	Smt. Shobhanaben Dineshbhai Patoriya	224	0.006%	224	0.006%	0%
6.	Shri Vishvasbhai Ramsingbhai Dodiya	38	0.001%	38	0.001%	0%
7.	Shri Mahendrabhai Bhupatbhai Goletar*	NA	0.000%	54	0.002%	0%
8.	Shri Nagabhai Lakhabhai Odedara	48	0.001%	48	0.001%	0%
9.	Shri Goganbhai Arashibhai Kandoriya	61	0.002%	61	0.002%	0%
10.	Shri Arvindbhai Lakhmanbhai Makvana**	NA	0.000%	38	0.001%	0%
11.	Shri Vijaybhai Arabhambhai Odedara#	101	0.003%	NA	0.000%	0%
12.	Smt. Sushilaben Rajendrakumar Pandya#	27	0.001%	NA	0.000%	0%

* Ceases to be director of the company w.e.f. 07 September, 2021.

** Ceases to be director of the company w.e.f. 08 January, 2022.

Appointed as director of the company w.e.f. 07 September, 2021.

4. Reserves and surplus

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(a) General Reserve		
Opening balance	4,029.10	3,929.10
Add : Transferred from surplus in Statement of Profit and Loss	100.00	100.00
Closing balance	4,129.10	4,029.10
(b) Security Premium		
Opening balance	1,356.01	993.29
Add : Premium on shares issued during the year	271.01	428.26
Less : Premium paid on cancellation/surrender of shares	39.44	65.54
Closing Balance	1,587.58	1,356.01
(c) Surplus in Statement of Profit and Loss		
Opening balance	3,749.51	3,473.65
Add : Net profit for the year	2,142.29	635.27
Less : (1) Final limited return (dividend) to members for the year ended 31 March, 2021 (Rs. 8 per share)	283.39	259.41
(2) Transferred to general reserve	100.00	100.00
Closing balance	5,508.41	3,749.51
	11,225.09	9,134.62


5. Deferred grant

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(a) Opening balance	709.94	842.77
(b) Less : Depreciation on assets acquired from capital grant (see note 12)	137.70	125.20
(c) Less : Loss / (Gain) on write-off of property, plant and equipment	4.31	7.63
	567.93	709.94

6. Other long-term liabilities

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(a) Trade / security deposits received	2,674.09	2,240.21
	2,674.09	2,240.21

7. Long term provisions

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(a) Provision for employee benefits:		
(i) For compensated absences (see note 11(a)(i))	59.01	74.46
	59.01	74.46

8. Short term borrowings

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
From banks :		
(a) Secured loan		
(i) Working capital loans repayable on demand (see note (i) and (ii) below)	4,147.93	3,963.62
(ii) Working capital loans repayable other than demand (see note (iii) below)	2,830.00	3,210.00
(b) Unsecured loans		
(i) Working capital loan (see note (iv) below)	1,500.00	1,500.00
	8,477.93	8,673.62

Note :

(i) The Company has taken working capital loan in the nature of bank overdraft facility from Axis Bank for a period of 12 months which is repayable on demand. The balance outstanding at the year end was Rs. 4,147.89 Lakhs (previous year Rs. 3,963.62 Lakhs). During the current year, the rate of interest was in the range of 3.95% to 4.15% (previous year interest was in the range of 4.01% to 5.36%). The loan is secured against fixed deposits of the Company with the bank (See Note 17).



- (ii) The Company has taken cash credit facility from HDFC Bank which is repayable on demand. The applicable rate of interest on is Repo Rate + 2.30%. The balance outstanding at the year end was Rs. 0.04 Lakhs (previous year Rs. 0.01 Lakhs). During the current year, the rate of interest was in the range of 6.30% to 7.45% (previous year interest was in the range of 6.50% to 7.45%). The loan is secured by hypothecation of inventories and trade receivables of the Company (See Note 15 and 16).
- (iii) The Company has taken working capital demand loan from HDFC Bank. The loan can be for taken for a maximum period of upto 180 days. The applicable rate of interest is Repo Rate + 1.20%. During the current year, the rate of interest ranges from 5.20% to 5.80% (previous year interest rate ranges from 5.80% to 7.40%). The loan is secured by hypothecation of inventories and trade receivables of the Company (See Note 15 and 16).
- (iv) The Company has taken an unsecured one time short term facility of working capital loan from ICICI Bank for a period of upto 90 days or upto the period of facility, whichever is earlier. During the current year, the rate of interest was in the range of 5.00% to 5.20% (previous year 5.20%).

9. Trade payables

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(Other than acceptances)		
Total outstanding dues of micro enterprises and small enterprises (See note 38)	387.47	232.98
Total outstanding dues of creditors other than micro enterprises and small enterprises	8,150.50	7,435.26
	8,537.97	7,668.24

9.1 Trade Payable Ageing Schedule

Rupees in Lakhs

Particulars	Not Due	Outstanding for following periods from due date of payments as at 31 March, 2022				Total
		Less than 1 year	1-2 year	2-3 year	more than 3 year	
(I) MSME	281.24	104.40	0.77	1.06	-	387.47
(ii) Others	8,024.13	109.43	4.83	1.13	10.98	8,150.50
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total	8,305.37	213.83	5.60	2.19	10.98	8,537.97



Trade Payable Ageing Schedule

Rupees in Lakhs

Particulars	Not Due	Outstanding for following periods from due date of payments as at 31 March, 2021				Total
		Less than 1 year	1-2 year	2-3 year	more than 3 year	
(I) MSME	-	205.12	19.96	1.21	6.69	232.98
(ii) Others	7,369.62	49.43	1.72	5.32	9.17	7,435.26
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total	7,369.62	254.55	21.68	6.53	15.86	7,668.24

9.2 Relationship with struck off companies, As at 31 March 2022

Rupees in Lakhs

Name of struck off company	Nature of Transaction	Relationship	Transaction during the year	Balance Outstanding
No Such Case	No Such Case	No Such Case	-	-

As at 31 March 2021

Rupees in Lakhs

Name of struck off company	Nature of Transaction	Relationship	Transaction during the year	Balance Outstanding
Jay Khodiyar Tours & Travels Pvt. Ltd.	Payable	Vendor	3.50	-

10. Other current liabilities

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(a) Advances from customers	342.37	228.93
(b) Interest accrued but not due on borrowings	4.23	4.29
(c) Unclaimed / unpaid dividends	19.50	25.06
(d) Application money received for allotment of securities and due for refund	1.18	-
(e) Payable on purchase of property, plant and equipment	49.53	18.66
(f) Statutory remittances	182.88	126.36
(g) Others	7.79	1.67
	607.48	404.97

11. Short term provisions

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(a) Provision for employee benefits		
(i) For compensated absences (net of fund value of Rs. 386.79 Lakhs; Previous year Rs. 330.40 Lakhs)	88.19	85.35
(ii) For gratuity (net of fund value of Rs. 291.78 Lakhs; previous year Rs. 254.16 Lakhs)	13.45	22.94
	101.64	108.29



12. Property, Plant and Equipment

Particulars	Gross Block			Accumulated Depreciation				Net Block		
	As at 1 April, 2021	Additions	Disposals	As at 31 March, 2022	As at 1 April, 2021	Adjustment	Depreciation charge for the year	On Disposals	As at 31 March, 2022	As at 31 March, 2021
A. Tangible assets (owned)										
Building	201.52 (204.13)	- (-)	0.33 (2.61)	201.19 (201.52)	55.63 (47.99)	- (-)	8.38 (10.25)	0.33 (2.61)	137.51 (145.89)	145.89 -
Plant & Equipment	6,492.53 (6,594.27)	19.57 (34.45)	140.14 (136.19)	6,371.96 (6,492.53)	3,573.34 (3,151.85)	8.00 (-)	518.39 (523.44)	92.18 (101.95)	2,364.41 (2,919.19)	2,919.19 -
Furniture and fixtures	183.40 (209.39)	1.35 (-)	3.56 (25.99)	181.19 (183.40)	170.94 (190.80)	- (-)	2.97 (1.57)	3.22 (21.43)	10.50 (12.46)	12.46 -
Computers	730.60 (821.52)	37.77 (0.46)	10.51 (91.38)	757.86 (730.60)	727.42 (813.79)	- (-)	6.51 (5.00)	10.51 (91.37)	34.44 (3.18)	3.18 -
Office Equipment	142.82 (144.65)	10.87 (0.99)	13.29 (2.82)	140.40 (142.82)	81.42 (69.97)	- (-)	48.19 (13.15)	8.69 (1.70)	19.48 (61.40)	61.40 -
Total	7,750.87 (7,973.96)	69.56 (35.90)	167.83 (258.99)	7,652.60 (7,750.87)	4,608.75 (4,274.40)	8.00 (-)	584.44 (553.41)	114.93 (219.06)	5,086.26 (4,608.75)	3,142.12 (3,142.12)
B. Intangible assets (other than self generated)										
Computer Software	195.90 (198.71)	- (-)	0.35 (2.81)	195.55 (195.90)	195.90 (198.71)	- (-)	- (-)	0.35 (2.81)	195.55 (195.90)	- -
Total	195.90 (198.71)	- (-)	0.35 (2.81)	195.55 (195.90)	195.90 (198.71)	- (-)	- (-)	0.35 (2.81)	195.55 (195.90)	- -



C. Depreciation and amortisation:

	Year ended 31 March, 2022		Year ended 31 March, 2021	
Tangible assets	584.44	553.41	-	-
Intangible assets	-	-	137.70	125.20
Less: Depreciation pertaining to assets acquired on grant	446.74	428.21	-	-

D. Figures in brackets represent the previous year figures.

Note: (i) The details of assets purchased out of capital grant and included in the above schedule are given below (see note 34):

Particulars	Gross Block			Accumulated Depreciation				Net Block		
	As at 1 April, 2021	Additions	Disposals	As at 31 March, 2022	As at 1 April, 2021	Adjustment*	Charge for the Year	On Disposals	As at 31 March, 2022	As at 31 March, 2021
Tangible assets :										
Buildings	69.35 (69.35)	- (-)	- (-)	69.35 (69.35)	18.28 (14.81)	- (-)	3.30 (3.47)	- (-)	21.58 (18.28)	47.76 (51.07)
Plant and equipment	1,569.94 (1,577.73)	- (-)	16.35 (7.79)	1,553.59 (1,569.94)	926.78 (814.60)	8.00 (-)	116.09 (116.52)	14.08 (4.34)	1,036.79 (926.78)	643.16 (643.16)
Office equipment	53.47 (53.67)	- (-)	5.32 (0.20)	48.15 (53.47)	31.09 (26.20)	- (-)	18.01 (5.00)	3.31 (0.11)	45.79 (31.09)	22.38 (22.38)
Furniture and fixtures	149.49 (175.43)	- (-)	1.85 (25.94)	147.64 (149.49)	148.17 (169.35)	- (-)	0.30 (0.20)	1.82 (21.38)	146.65 (148.17)	1.32 (1.32)
Computers	631.33 (718.05)	- (-)	- (86.72)	631.33 (631.33)	631.31 (718.03)	- (-)	- (-)	- (86.72)	631.31 (631.31)	0.02 (0.02)
Intangible assets :										
Computer Software	168.78 (168.78)	- (-)	- (-)	168.78 (168.78)	168.78 (168.78)	- (-)	- (-)	- (-)	168.78 (168.78)	- (-)
Total	2,642.36 (2,763.01)	- (-)	23.52 (120.65)	2,618.84 (2,642.36)	1,924.41 (1,911.77)	8.00 (-)	137.70 (125.19)	19.21 (112.55)	2,050.90 (1,924.41)	717.95 (717.95)

* The adjustment of Rs. 8 Lakhs is on account of amount unpaid for the assets purchased in Financial year 2014-15 which is written off during the Financial year 2021-22.
(ii) Capital-work-in progress ageing schedule:

Particulars	As at 31 March, 2022			Total
	Amount in CWIP for a period of			
	Less than 1 year	1-2 years	2-3 years	
Project in Progress : Plant and equipment	48.24	-	-	48.24
Computers	0.54	-	-	0.54



Capital-work-in progress ageing schedule:

Rupees in Lakhs

Particulars	As at 31 March, 2021				Total
	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in Progress: Plant and equipment	0.84	-	-	-	0.84

13. Deferred tax assets/(liabilities) (net)

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(i) Tax effect of items constituting deferred tax assets:		
a. On difference between book balance and tax balance of property, plant and equipment & intangible assets	36.75	19.46
b. Provision for compensated absences and gratuity	40.43	45.99
c. Others	0.27	0.34
Net deferred tax assets/(liabilities)	77.45	65.79

14. Long - term loans and advances

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(Unsecured, considered good)		
(a) Security deposits	84.11	86.98
(b) Prepaid Expenses	-	2.46
(c) Income tax paid under protest	164.77	123.05
(d) Advance income tax (net of provision of Rs. 1,182.50 Lakhs; previous year Rs.1,382.00 Lakhs)	261.66	438.94
	510.54	651.43

15. Inventories

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(At lower of cost and net realisable value)		
(a) Raw and packing materials	5,730.69	7,215.42
(b) Raw materials in transit	391.01	264.81
	6,121.70	7,480.23
(c) Finished goods	3,009.66	6,326.89
(d) Stores and spares	52.15	45.11
	9,183.51	13,852.23

Note : Inventories are pledged against secured working capital loan (See Note 8).

16. Trade receivables

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
(a) Outstanding for a period exceeding six months from the date they were due for payment		
(i) Secured, considered good	-	-
(ii) Unsecured, considered good	-	-
(iii) Unsecured, considered doubtful	1.06	1.33
	1.06	1.33
Less : Provision for doubtful debts	1.06	1.33
	-	-
(b) Others		
(i) Secured, considered good	86.46	89.67
(ii) Unsecured, considered good	333.03	269.18
	419.49	358.85

Note : Trade receivables are pledged against secured working capital loan (See Note 8).

16.1 Trade Receivable Ageing Schedule

Rupees in Lakhs

Particulars	Not Due	Outstanding for following periods from due date of payments as at 31 March, 2022					Total
		Less than 6 month	6 month - 1 year	1-2 year	2-3 year	More than 3 years	
(a)Undisputed Trade Receivable							
(i) Consider Good	321.50	97.99	-	-	-	-	419.49
(ii) Consider Doubtful	-	-	-	-	-	-	-
(b) Disputed Trade Receivable							
(i) Consider Good	-	-	-	-	-	-	-
(ii) Consider Doubtful	-	-	-	-	-	1.06	1.06
Total	321.50	97.99	-	-	-	1.06	420.55

Trade Receivable Ageing Schedule

Rupees in Lakhs

Particulars	Not Due	Outstanding for following periods from due date of payments as at 31 March, 2021					Total
		Less than 6 month	6 month - 1 year	1-2 year	2-3 year	More than 3 years	
(a) Undisputed Trade Receivable							
(i) Consider Good	239.69	96.82	22.34	-	-	-	358.85
(ii) Consider Doubtful	-	-	-	-	-	-	-
(b) Disputed Trade Receivable							
(i) Consider Good	-	-	-	-	-	-	-
(ii) Consider Doubtful	-	-	-	-	-	1.33	1.33
Total	239.69	96.82	22.34	-	-	1.33	360.18



17. Cash and cash equivalents

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(a) Cash on hand	-	0.54
(b) Balance with banks:		
(i) In current accounts	4,698.34	5,393.42
(ii) In deposit accounts - original maturity of 3 months or less	-	2,161.00
Cash and cash equivalents as per AS -3 - Cash flow statement	4,698.34	7,554.96
(c) Other bank balances		
(i) In deposit accounts - original maturity of more than 3 months and upto 12 months	13,114.22	1,775.01
(ii) Balances held as security against bank borrowings - see note (i)	5,000.00	4,900.00
(iii) In earmarked accounts - Unpaid dividend accounts	19.50	25.06
	22,832.06	14,255.03

Note : (i) Fixed deposits amounting to Rs.5,000/- Lakhs (Previous year Rs. 4,900/- Lakhs) have been pledged against working capital loan (see note 8)

18. Short - term loans and advances

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(Unsecured, considered good)		
(a) Advances to vendors	86.25	60.30
(b) Prepaid expenses	43.31	44.68
(c) Grant receivable from NDDB		
(i) MCPP Project	-	1.89
	129.56	106.87

19. Other current assets

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
(Unsecured, considered good)		
(a) Interest accrued on bank deposits	145.52	69.02
(b) Interest subvention receivable	19.52	54.57
	165.04	123.59


20. Revenue from operations

	Rupees in Lakhs	
	Year ended 31 March, 2022	Year ended 31 March, 2021
(a) Sale of products		
(i) Gross sale	1,52,435.90	1,48,760.88
(ii) Less: sale to third parties (milk processors) for repurchase (see note (i) below)	-	22,301.91
(iii) Net sales (see note (ii) below)	1,52,435.90	1,26,458.97
(b) Other operating revenue (see note (iii) below)	220.12	163.50
	1,52,656.02	1,26,622.47

Note :

(i) This represents sales made to third parties for processing and packaging of milk which is re-purchased from them for sale to customers.

(ii) Sales of products comprises :

	Year ended 31 March, 2022	Year ended 31 March, 2021
a. Manufactured goods		
i. Polypack milk	49,195.72	47,101.63
ii. Milk products	22,102.08	20,463.42
iii. Cattle feed	4,356.93	1,975.28
iv. Others	136.97	57.71
	75,791.70	69,598.04
b. Traded goods		
i. Raw milk	76,644.20	56,860.93
	1,52,435.90	1,26,458.97
(iii) Other operating revenue comprises :		
a. Sale of scrap	108.89	49.85
b. Crate recovery charges	32.33	41.84
c. Others	78.90	71.81
	220.12	163.50

21. Other income

	Rupees in Lakhs	
	Year ended 31 March, 2022	Year ended 31 March, 2021
(a) Interest income		
(i) On deposits with banks	620.52	523.39
(ii) On others	46.38	18.77
(b) Other non-operating income		
(i) Membership fees	12.75	0.04
(ii) Liabilities no longer required written back	35.31	123.76
(iii) Profit on sale of property, plant and equipment (net)	1.68	18.90
(iv) Write back of provision for doubtful debts	0.27	-
(v) Miscellaneous income	33.68	9.14
	750.59	694.00



22. Cost of materials consumed

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
Raw and packing material		
(a) Opening stock	7,480.23	4,390.61
(b) Add: Purchases	61,830.53	66,861.55
	69,310.76	71,252.16
(c) Less: Closing stock	6,121.70	7,480.23
	63,189.06	63,771.93
Notes:		
(i) Raw and Packing material consumed comprises		
a. Raw milk	57,675.92	61,219.34
b. Raw materials used for cattle feed	3,269.96	1,412.83
c. Packing material	2,243.18	1,139.76
	63,189.06	63,771.93

23. Purchases of traded goods

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
(a) Raw milk	70,361.72	52,938.11
	70,361.72	52,938.11

24. Changes in inventories of finished goods

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
Decrease/(increase) in inventories of finished goods		
(a) Inventories at the beginning of the year	6,326.90	3,586.68
(b) Inventories at the end of the year	3,009.66	6,326.90
Net : (increase)/decrease	3,317.24	(2,740.22)

25. Employee benefits expense

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
(a) Salaries and wages	1,854.35	1,823.77
(b) Contribution to provident and other fund (see note 30)	175.11	182.30
(c) Staff welfare expenses	61.41	39.39
	2,090.87	2,045.46

26. Finance costs

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
(a) Interest expense		
(i) On borrowings	144.65	191.53
(ii) On trade/security deposits	4.91	4.54
(b) Interest on delayed payment of taxes	-	0.03
(c) Other borrowing costs	2.77	10.88
	152.33	206.98

27. Other expenses

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
(a) Consumption of stores and spare parts	450.80	340.80
(b) Power and fuel	309.50	287.32
(c) Processing charges	4,081.99	3,359.29
(d) Rent	338.43	345.40
(e) Repair and maintenance - machinery	282.01	160.31
(f) Repair and maintenance - buildings	94.97	30.36
(g) Repair and maintenance - others	25.91	35.65
(h) Insurance charges	11.87	14.79
(i) Rates and taxes	7.45	5.18
(j) Water charges	2.22	2.49
(k) Advertisement and business promotion	174.76	134.15
(l) Distribution, freight and forwarding expenses	2,866.65	3,106.38
(m) Legal and professional fees	349.97	316.16
(n) Auditor's remuneration (see note (i) below)	22.53	18.09
(o) Travelling and conveyance	186.83	129.26
(p) Sales discount and other charges	206.50	121.85
(q) Printing and stationery expenses	36.49	36.06
(r) Telephone and internet expenses	124.50	108.41
(s) Labour charges	1,206.10	1,096.55
(t) Corporate Social Responsibility (CSR) expenditure (see note (ii) below)	31.73	45.10
(u) Provision for doubtful debts	-	0.27
(v) Miscellaneous expenses	169.25	122.94
	10,980.46	9,816.81



27. Other expenses

	Rupees in Lakhs	
	Year ended 31 March, 2022	Year ended 31 March, 2021
Note :		
(i) Auditors' remuneration comprises :		
a. Statutory audit fee	16.10	15.30
b. Tax audit fee	2.50	2.31
c. Reimbursement of expenses	1.24	0.41
d. Goods and Services Tax on above	2.69	0.07
	22.53	18.09
(ii) Details of corporate social responsibility expenditure :		
The Company has incurred expense under "Corporate Social Responsibility" as follows;		
1. Amount required to be spent by the company during the year	31.73	45.10
2. Amount spent during the year		
(i) Construction/acquisition of any asset	-	-
(ii) On purpose other than (i) above	43.72	45.10
Total	43.72	45.10
3. Excess Amount spent during the financial year	11.99	-
4. Set off available for succeeding financial years	11.99	-
5. Nature of CSR activities		
(i) Contribution to PM National Relief Fund		
(ii) Project Atmasamman: The project aims to provide the education and employment enhancing vocation skills and livelihood enhancement projects		
(iii) Project Swasthya sathe vidhya : The Project aims to eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation		

28. Contingent liabilities and commitments (to the extent not provided for)

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
Contingent Liabilities		
(1) Claims against the Company not acknowledged as debts : Disputed demands - Income Tax	284.24	240.43

29. In respect of the year ended 31 March, 2022, the directors in their meeting dated 28th July 2022 have proposed a final dividend of Rs. 294.53 Lakhs (Rs. 8/- per share) to be paid on fully paid equity shares. The equity dividend is subject to approval by shareholders at the Annual General Meeting and has not been included as a liability in the financial statements. The proposed equity dividend is payable to all holders of fully paid equity shares.


30. Employee benefit plans
Defined - Contribution Plans

The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

The Company has recognised Rs. 125.65 Lakhs (previous year Rs. 122.64 Lakhs) for Provident Fund contribution in the statement of profit and loss.

Defined benefit plan

The Company offers its employees defined-benefit plan in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plan is based on years of service and the employee's compensation immediately before separation. The gratuity scheme covers all employees. Actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to the statement of Profit and Loss.

The following tables set out the status of defined benefit scheme in respect of gratuity:

	Rupees in Lakhs	
	As at 31 March, 2022	As at 31 March, 2021
i. Change in defined benefit obligation		
Present value of obligation at the beginning of the year	334.69	286.38
Interest expense	20.81	17.74
Past service cost	-	-
Current service cost	54.28	55.97
Benefit Paid	(21.34)	(26.72)
Actuarial (gain)/loss	(6.89)	1.32
Present value of obligations at the end of the year	381.55	334.69
ii. Fair value of plan assets as on		
Fair value of plan assets at the beginning of the year	311.75	264.26
Expected return on plan assets	21.09	18.13
Actuarial gains/(losses)	(2.35)	(2.75)
Contribution during the year	50.62	46.87
Benefit Paid	(13.01)	(14.76)
Fair value of plan assets at the end of the year	368.10	311.75
The scheme is funded through LIC.		
iii. Amount recognised in the Balance Sheet		
Present value of defined benefit obligations	381.55	334.69
Fair value of plan assets	368.10	311.75
Net liability/(asset) recognised in the balance sheet	13.45	22.94



Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
iv. Expenses recognised in the Statement of Profit and Loss for the year ended		
Current service costs	54.28	55.97
Interest cost	20.81	17.74
Expected return on plan assets	(21.09)	(18.13)
Net actuarial (gain)/loss recognized during the year	(4.54)	4.07
Expenses recognized in the Statement of Profit and Loss	49.46	59.65
v. Balance Sheet reconciliation		
Present value of obligation at the beginning of the year	334.69	286.38
Fair value of plan assets at the beginning of the year	311.75	264.26
Net liability/(asset) at the beginning of the year	22.94	22.12
Expenses as above	49.46	59.65
Contributions	(50.62)	(46.87)
Benefits paid directly by the Company	(8.33)	(11.96)
Net liability/(asset) at the end of the year	13.45	22.94

vi. Categories of plan assets as a percentage of total assets

The planned assets of the Company are managed by Life Insurance Corporation of India (LIC) in terms of an insurance policy taken to fund obligations of the Company with respect to its gratuity plan.

vii. Estimated contribution to gratuity fund during the next financial year is Rs.56.60 Lakhs

The actuarial calculations used to estimate defined benefit obligations and expenses are based on the following assumptions, which if changed, would affect the defined benefit obligation and expense.

Rupees in Lakhs

	As at 31 March, 2022	As at 31 March, 2021
viii. Principal actuarial assumptions		
Discount rate	6.90% P.A.	6.55% P.A.
Expected salary escalations	10% P.A.	10% P.A.
Expected return on plan assets	6.90% P.A.	6.55% P.A.
Attrition rate	10% P.A.	10% P.A.
Remaining work life	21.24 year	21.96 year
Mortality table used	IALM (2012-14)	IALM (2012-14)

- The expected rate of return on plan assets is determined after considering several applicable factors such as the composition of the plan assets, investment strategy, market scenario etc.
- Discount rate is based on prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of the obligation which is equal to remaining working life.
- The estimates of future salary increases considered, takes into account the inflation, seniority, promotions, increments and other relevant factors.



Rupees in Lakhs

xi. Experience adjustments as on	31 March 2022	31 March 2021	31 March 2020	31 March 2019	31 March 2018
Present value of obligation	381.55	334.69	286.38	206.38	180.77
Fair value of plan assets	368.10	311.75	264.26	205.55	168.06
Funded status	(13.45)	(22.94)	(22.12)	(0.83)	(12.71)
Gain/(loss) on obligations	6.89	(1.32)	(34.08)	7.74	5.97
Gain/(loss) on plan assets	(2.35)	(2.75)	(4.11)	(4.20)	(2.04)

x. Actuarial assumptions for valuation of liability for long term compensated absences.

Actuarial assumptions used for valuation of liability for compensated absences is same as (viii) above.

31. Impact of Code on Social Security, 2020

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment, received presidential assent in September 2020. The Code has been published in gazette of India, however, the date on which Code will come into effect is yet to notified. The Company will assess the impact when Code and rules thereon will be notified and will record any related impact in the period the Code and rules thereon becomes effective.

32. Leasing arrangements

The Company has taken certain properties, equipment and vehicles under operating lease which can be renewed on mutually agreed terms and conditions. The lease rental expenses of Rs.338.43 Lakhs (previous year Rs. 345.40 Lakhs) in respect of obligation under operating leases have been recognized in the statement of profit and loss. The leases taken by the Company are cancellable in nature.

33. Earnings per Equity Share

Rupees in Lakhs

	Unit	Year ended 31 March, 2022	Year ended 31 March, 2021
Net profit after tax	Rupees	2,142.29	635.27
Weighted average number of equity shares outstanding during the year	Numbers	33,33,842	33,24,017
Nominal Value of Equity Shares	Rupees	100.00	100.00
Basic Earnings per Share	Rupees	64.26	19.11
Effect of allotment against share application money	Numbers	-	-
Equity shares used to compute diluted earnings per share	Numbers	33,33,842	33,24,017
Diluted Earnings per Share	Rupees	64.26	19.11



34. Details of Government grants

Rupees in Lakhs

	Year ended 31 March, 2022	Year ended 31 March, 2021
Details of grants received from NDDB and its utilisation is as under :		
(a) Revenue Grant		
(i) Opening Balance	(1.89)	-
(ii) Received during the year	5.14	-
(iii) Less: utilised/adjusted during the year	3.25	1.89
(iv) Balance carried forward	-	(1.89)

Note : Capital grant utilised for purchase of capital assets has been reflected as 'Deferred Grant'. Revenue grant utilised has been netted off with respective expense (see note 2k)

35. The Ratios for the year 31 March 2022 and 31 March 2021 are as follows:

Sr. No.	Ratio	Basis of Computation	31 March, 2022	31 March, 2021	Variance (%)
1	Current ratio (in times)	Current Assets/ Current Liabilities	1.85	1.70	8.82
2	Debt-Equity ratio (in times)	Total Debt ⁽¹⁾ /Shareholder's Equity	0.57	0.68	(16.18)
3	Debt service coverage ratio (in times) (Refer Note A below)	Earnings available for debt service ⁽²⁾ /Debt Service ⁽³⁾	22.76	7.17	217.43
4	Return on equity Ratio (in %)	Net profit after tax/Average shareholder's equity ⁽⁴⁾	15.53	5.23	10.30
5	Inventory turnover ratio (in times)	Revenue from operations/ Average inventory ⁽⁵⁾	13.25	11.57	14.52
6	Trade receivable turnover ratio (in times) (Refer Note B below)	Revenue from operations/ Average trade receivables ⁽⁶⁾	392.26	36.11	986.29
7	Trade payable turnover ratio (in times)	Purchase of raw material and traded goods/Average trade payable ⁽⁷⁾	17.84	16.18	10.26
8	Net capital turnover ratio (in times)	Revenue from operations/ Average working capital ⁽⁹⁾	11.37	11.25	1.07
9	Net profit ratio (in %)	Profit after taxes/Revenue from operations	1.40	0.50	0.90
10	Return on capital employed (in %)	EBIT ⁽¹⁰⁾ /Capital employed ⁽¹¹⁾	12.96	4.96	8.00
11	Return on Investment ⁽¹²⁾	Dividend Income/Average investment	Not Applicable	Not Applicable	


Explanation :

- Total Debt = Short term Borrowing
- Earnings available for debt service (EBITDA) = Profit before tax + Depreciation and amortization expense + Finance costs
- Debt Service = Finance cost
- Average shareholder's equity = (opening shareholders' funds + closing Shareholders' funds)/2
- Average inventory = (opening inventories + closing inventories)/2
- Average trade receivable = (opening trade receivables + closing trade receivables)/2
- Average trade payable = (opening trade payables + closing trade payables)/2
- Working Capital = Current Assets - Current Liabilities
- Average working capital = (opening working capital + closing working capital)/2
- Earnings before interest and tax (EBIT) = Profit before tax + Finance costs
- Capital Employed = Shareholder's equity + Total Debt ± Deferred Tax liability/asset
- No investments made by the Company. Hence, this ratio is not applicable.

Notes :

- During the current year earnings available for debt service has increased by 134% and debt service i.e. finance cost has decreased by 26% as compared to the previous year. This has resulted in an improvement in the ratio.
- During the current year average trade receivables are lower by 89% and revenue from operations is higher by 21% as compared to the previous year. This has resulted in an improvement in the ratio.

36. Related party disclosures
A. Name of the related parties and nature of relationship

Nature of Relationship	Name of person
Key Management Personnel:	Dr. Sanjaykumar M Govani - Chief Executive Yogeshkumar M Patel - Chief Executive (Till 01 August 2020)

B. The nature and amount of transactions during the year with the above related parties are as follows

Rupees in Lakhs

Nature of Relationship	KMP	Total
Managerial remuneration:		
Dr. Sanjaykumar M Govani	44.74 (39.31)	44.74 (39.31)
Yogeshkumar M Patel (Till 01 August 2020)	- (31.49)	- (31.49)

Figures in brackets represent previous year figures



37. The disclosures as required under Accounting Standard AS-17 on Segment reporting are not required as the Company primarily deals in single business segment of Milk and Milk Products and operates in one geographical area.

38. Disclosure required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

Rupees in Lakhs

Particulars	Year ended 31 March, 2022	Year ended 31 March, 2021
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	387.47	232.98
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

39. 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 that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

40. Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and on behalf of the Board of Directors

Mahendrasinh Jadeja
 Director
 (DIN: 07566111)

Rambhai Ram
 Director
 (DIN: 07235592)

Dr. Sanjaykumar Govani
 Chief Executive & Director
 (DIN: 08814861)

Vinay Kumar Inani
 Sr. Manager - Accounts & Finance

Sanjay Talati
 Company Secretary
 Membership No. A27144

Place : Rajkot
 Date : 28th July, 2022



Awards



Chairman of the Company Shri Mahendrasinh Jadeja & Chief Executive Dr. Sanjaykumar Govani accepting NCDFI E- Market Award from Hon'ble Union Home Minister Shri Amit Shah.



Dr. Sanjaykumar Govani, Chief Executive of the Company accepting (Manufacturing Category award) the "Jamnalal Bajaj Fair Business Practices Award" conferred by the CFBP.



Team Maahi



Chief Executive

Sanjaykumar Govani
B. V. Sc. & AH

Chief Executive Office

Kaushik Ughareja
MBA

Producer Institution Building

Vasant Kalariya
B. V. Sc. & AH, PGDMX (R)
Dy. Manager

Ashvin Vadhel,
MSW
Dy. Manager

Mehul Bhensaniya
PGDMX (R)
Asst. Manager

Milk Procurement

Gyanendra Verma
MBA
Manager

Productivity Enhancement Services

Shrikant Meshram
B V. Sc. & AH
Dy. Manager

Field Engineering Services

Jaydeep Dave
BE
Dy. Manager

Kalpenkumar Kachhiya
BE
Manager

Manufacturing

Bipinkumar Chikani
B. Sc.
AGM

Quality Assurance

Pradip Das
M. Sc.
AGM

Rajendra Mahavadiya
M. Sc., B. Sc.
Manager

Jagdishkumar Raval
M. Sc.
Dy. Manager

Milan Parekh
M.Sc., MBA
Dy. Manager

Sales & Marketing

Harsh Dutt Chaubey
MBA
AGM

Hitendra Kotecha
B. Com
Manager

Punit Pandya
MBA
Manager

Nikesh Dholakia
LLB, M. Com.
Asst. Manager

Rajendrakumar Chauhan
MBA
Asst. Manager

Kaiyum Baloch
MBA, PGDM
Asst. Manager

Logistics

Yogesh Solanki
M.A.
Asst. Manager

Purchase

Rajesh Thakkar
MBA & B. Sc.
Manager

Company Secretary & Legal

Sanjay Talati
CS, LL.B., ICWA (Inter)
Company Secretary

Nitin Langhanoja
LLM
Asst. Manager

Account & Finance

Vinay Kumar Inani
Chartered Accountant
Sr. Manager

Jaysukhbhai Solanki
MBA (Finance), M. Com.
Manager

Rinkal Dangi
Chartered Accountant
Dy. Manager

Jatin Nathwani
C.A. - Inter
Asst. Manager

Stores & Assets

Jayesh Mehta
B. Sc.
Manager

HR & Admin

Parasotam Patolia
MBA
AGM

Akhil Pratap Singh Sisodia
MBA
Manager

Information & Technology

Manish Vyas
PGDCA, B. Sc.
Asst. Manager

Public Relations

Gaurang Dave
M.Com., M.J.M.C.
Asst. Manager

Milk Procurement - Field Squad

Shantilal Rank
B. V. Sc. & AH
Dist. - In charge, Bhavnagar

Rameshbhai Kavar
B. V. Sc. & AH
Dist. - In charge, Surendranagar

Kaushik Vadaliya
MRS, BRS
Dist. - In charge, Jamnagar

Chimanlal Babariya
B. V. Sc. & AH
Dist. - In charge, Kutch

Maheshkumar Dodia
Under Graduation
Dist. - In charge, Gir Somnath

Gaurav Joshi
PGDCA, MSW, LLB
Dist. - In charge, Amreli

Pratap Odedara
Under Graduation
Dist. - In charge, Porbandar

Ashvin Patel
MSW
Dist In charge, Junagadh

PES - Field Squad

Ajay Chaudhari
M. V. Sc., B. V. Sc. & AH
Asst. Manager

Hareh Bhatiya
B. V. Sc. & AH
Asst. Manager

Sales - Field Squad

Jignesh Borad
BBA
Dist. - In charge, Rajkot

Prakash Gajera
MSW
Dist. - In charge, Surendranagar

Rohit Madhani
B. Com
Territory In charge, Jamnagar

Ravabha Jagatiya
MSW
Territory In charge, Porbandar

Shaktisinh Chudasama
B. Com.
Dist. - In charge, Gir Somnath

Bhaveshkumar Agravat
BA
Territory In charge, Amreli

Pankaj Mistry
B. Com.
Dist. - In charge, Junagadh

Nikhil Dave
BA
Dist. - In charge, Kutch

Nilesh Rabari
B. Com.
Dist. - In charge, Bhavnagar

Vijai Prajapati
MBA
Dist. - In charge, Morbi

Vrajesh Chauhan
Diploma in Banking, B Com
Dist - In charge, Himmatnagar

Bhavdipsinh Gohil
BA
Dist. - In charge,
Ahmadabad & North Gujarat

Mukeshkumar Darji
BA
Dist. - In charge,
Vadodara & Central Gujarat

Ritesh Kular
MBA
Dist. In charge,
Surat & South Gujarat

Kapil Patel
PGDMX (R)
Asst. Manager,
Product Sales



Life's at MAAHI





Maahi

Maahi Shrikhand



Available in

Kesar & Elaichi

Pack : 100g, 500g, 6kg & 20kg



Maahi Milk Producer Company Limited

Redg. Office : 3rd & 4th Floor, Sakar Building, Opp. Rajkumar College,
Dr. Radhakrishnan Road, Rajkot - 360001, Gujarat (INDIA).

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