

INDEPENDENT AUDITOR'S REPORT	
TO THE MEMBERS OF KHANNA FEED LIMITED	
I. Report on the Audit of the Financial Statements	
1. Opinion	
A.	We have audited the accompanying Financial Statements of KHANNA FEED LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").
B.	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, 2021, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, the profit and its cash flows for the year ended on that date.
2. 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 Responsibilities 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 independence 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.
3. Key Audit Matters	
	Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
4. Other Information - Board of Directors' Report	
A.	The Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called as "Board Report") which comprises various information required under section 134(3) of the Companies Act 2013 but does not include the financial statements and our auditor's report thereon.
	Our opinion on the financial statements does not cover the Board Report and



		we do not express any form of assurance conclusion thereon.
	B.	<p>In connection with our audit of the financial statements, our responsibility is to read the Board Report and in doing so, consider whether the Board Report is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.</p> <p>If, based on the work we have performed, we conclude that there is a material misstatement in this Board Report, we are required to report that fact. We have nothing to report in this regard.</p>
5.	Management's Responsibility for the Financial Statements	
	A.	<p>The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the AS 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.</p>
	B.	<p>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.</p> <p>The Board of Directors are responsible for overseeing the Company's financial reporting process.</p>
6.	Auditor's Responsibilities for the Audit of the Financial Statements	
	A.	<p>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.</p>




B.	As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:	
	i) Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.	
	ii) Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the company's internal control system.	
	iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management	
	iv) 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	
	v) 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	
C.	Materiality is the magnitude of misstatements in 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 Financial Statements.	
D.	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.	
E.	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.	



II. 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 Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
D.	In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2021
E.	On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
F.	In our opinion, the provisions of Section 143(3)(i) with regard to opinion on internal financial controls with reference to financial statements and operating effectiveness of such controls is not applicable to the company.
2.	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
ii)	The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts
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, 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 or entity, including foreign entities ("intermediaries") with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other person or entity identified in any manner whatsoever by or behalf of the company ("ultimate beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate beneficiaries.
	b. The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any person or entity including foreign entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise, that the company shall, whether directly or indirectly, lend or invest in other person or entity identified in any manner whatsoever by or behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate



		beneficiaries; and
		c. Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that representations under sub clause (a) and (b) contain any material mis-statement.
	v)	The Company has neither declared nor paid any dividend during the year.
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.

 **Raj Kumar Jindal & Co.**
Chartered Accountants
Firm's Registration Number: 009596N

Raj Kumar Jindal

Partner

M.No. 088062

UDIN : 23088062BGVHJO1445

Place: Malerkotla

Date : 26.05.2023

"Annexure A" to the Independent Auditor's Report to the members of KHANNA FEED LIMITED

Referred to in paragraph 1 under the heading 'Report on other Legal & Regulatory Requirement' of our Report of even date to the financial statements of the company for the year ended 31st March, 2023: we report 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 major Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
	(c)	According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.
	(d)	The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
	(e)	According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.
(ii)	(a)	The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.
	(b)	The company has been sanctioned working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets; quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company;
iii.		The Company has during the year, not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clauses 3(iii) of the Order are not applicable.
iv		According to the information and explanation given to us, the company has no loans, investments, guarantees or security where provisions of section 185 and 186 of the Companies Act, 2013 are to be complied with.
v.		The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of



		Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
vi.		To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
vii.	a	The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
	b.	There are no dues in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute.
viii.		According to the information and explanation given to us, company has no transactions, not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);
ix.		<p>a. In our opinion, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year;</p> <p>b. Company is not declared wilful defaulter by any bank or financial institution or other lender;</p> <p>c. According to the information and explanation given to us, term loans were applied for the purpose for which the loans were obtained;</p> <p>d. According to the information and explanation given to us, funds raised on short term basis have not been utilised for long term purposes;</p> <p>e. According to the information and explanation given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;</p>
x.	(a)	The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
	(b)	According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year
xi.	(a)	According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during



		the year;
	(b)	According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
	(c)	According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;
xii.		Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company;
xiii.		According to the information and explanations given to us, we are of the opinion that all transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the Accounting Standards and the Companies Act, 2013.
xiv.		(a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business; (b) We have considered the reports of the Internal Auditors for the period under audit;
xv.		According to the information and explanations given to us, we are of the opinion that the company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.
xvi.		According to the information and explanations given to us, we are of the opinion that the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of clause 3(xvi) of the Order are not applicable;
xvii.		According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year;
xviii.		There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable;
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, 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 incapable 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 provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.
xxi	The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Raj Kumar Jindal & Co.**

Chartered Accountants

Firm's Registration Number: 009596N

Raj Kumar Jindal

Partner

M.No. 088062

UDIN : 23088062BGVHJO1445

Place: Malerkotla

Date : 26.05.2023

"Annexure B" to the Independent Auditor's Report**Report on the Internal Financial Controls 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 **KHANNA FEED LIMITED** ("the Company") as of March 31, 2023 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' 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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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.

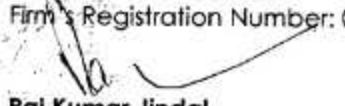
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, 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 March 31, 2023, 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 **Raj Kumar Jindal & Co.**
Chartered Accountants
Firm's Registration Number: 009596N


Raj Kumar Jindal
Partner
M.No. 088062
UDIN : 23088062BGVHJO1445

Place: Malerkotla
Date : 26.05.2023

KHANNA FEED LIMITED
REGD OFFICE : VILL: IKOLAH, TEHSIL KHANNA
CIN : U15331PB2006PLC029858
BALANCE SHEET AS AT 31.03.2023

Amount Rs. in Lacs

PARTICULARS	NOTE	31.03.2023	31.03.2022
EQUITY AND LIABILITIES			
SHARE HOLDERS' FUNDS			
Share Capital	2.1	757.91	36.09
Reserves & Surplus	2.2	314.95	637.69
		<u>1072.86</u>	<u>673.78</u>
SHARE APPLICATION MONEY			
PENDING ALLOTMENT			
NON CURRENT LIABILITIES			
Long Term Borrowings	2.3	1063.35	447.17
Other Non Current Liabilities	2.4	70.00	581.99
Deferred Tax Liability (Net)	2.5	36.54	44.86
		<u>1169.89</u>	<u>1074.02</u>
CURRENT LIABILITIES			
Short Term Borrowings	2.6	1166.49	548.64
Trade Payables	2.7	1886.63	1488.24
Other current liabilities	2.8	106.14	91.78
Short term provisions	2.9	112.93	36.73
		<u>3272.19</u>	<u>2165.39</u>
		5514.94	3913.19
ASSETS			
NON CURRENT ASSETS			
Property, Plant and Equipment	2.10		
Tangible Assets		956.23	996.88
Capital Work in Progress		698.46	287.79
		<u>1654.69</u>	<u>1284.67</u>
Long term loans and advances	2.11	14.40	11.43
Other Non Current Assets	2.12	.00	.00
		<u>14.40</u>	<u>11.43</u>
CURRENT ASSETS			
Inventories	2.13	1506.94	589.80
Trade receivables	2.14	1680.82	1457.89
Cash and cash equivalents	2.15	107.76	91.56
Short term loans and advances	2.16	550.32	477.85
		<u>3845.84</u>	<u>2617.10</u>
		5514.94	3913.19
SIGNIFICANT ACCOUNTING POLICIES AND			
NOTES ON ACCOUNTS			
	1 & 2		

AUDITOR'S REPORT

In terms of our seprate report
of even date annexed

FOR RAJ KUMAR JINDAL & CO.
CHARTERED ACCOUNTANTS

(RAJ KUMAR JINDAL)
M.No. 088062
F.R.N. 009596N
UDIN : 23088062BGVHJO1445

PLACE : MALERKOTLA
DATED : 26.05.2023



KHANNA FEED LIMITED

DIRECTOR
(JATINDER PAUL SENGAL)
(DIN 07298205)

DIRECTOR
(PARAMVIR SINGH MANDER)
(DIN 07447147)

KHANNA FEED LIMITED
REGD OFFICE : VILL: IKOLAH, TEHSIL KHANNA
CIN : U15331PB2006PLC029858
STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2023

Amount Rs. in Lacs			
PARTICULARS	NOTE	THIS YEAR AMOUNT	PRE. YEAR AMOUNT
Revenue from Operations	2.17	15536.46	11883.13
Other Income	2.18	.00	5.69
Total revenue		15536.46	11888.82
Expenses			
- Cost of materials consumed	2.19	11848.97	9378.54
- Change in Inventories of Finished Goods, Work in Progress and Stock in Trade	2.20	-.44	6.69
- Manufacturing Expenses	2.21	348.81	225.77
- Employee Benefit Expenses	2.22	698.73	556.76
- Finance Costs	2.23	149.21	85.56
- Depreciation & Amortization Expenses	2.24	100.55	69.32
- Other Expenses	2.25	1877.69	1369.65
Total Expenses		15023.52	11692.30
PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS		512.94	196.53
Exceptional Items	2.26	8.63	.00
PROFIT BEFORE TAX AND AFTER EXCEPTION		504.31	196.53
Tax expense:			
- Current Tax		112.93	36.73
- Previous Year Tax		.62	-.09
- Deffered Tax		-8.32	7.97
PROFIT AFTER TAX AND EXCEPTIONAL ITEMS		399.08	151.92
EARNING PER EQUITY SHARE			
Equity Share of Par Value Rs 10/- each			
Before Exceptional item			
- Basic		5.27	42.09
- Diluted		5.27	42.09
After Exceptional item			
- Basic		5.27	42.09
- Diluted		5.27	42.09
Number of shares used in computing earning per share			
- Basic		7579089.00	360909.00
- Diluted		7579089.00	360909.00

SIGNIFICANT ACCOUNTING POLICIES AND 1 & 2

NOTES ON ACCOUNTS

AUDITOR'S REPORT

In terms of our seprate report
of even date annexed

FOR RAJ KUMAR JINDAL & CO.
CHARTERED ACCOUNTANTS

(RAJ KUMAR JINDAL)
M.No. 088062
F.R.N. 009596N
UDIN : 230880628GVHJ01445

PLACE : MALERKOTLA
DATED : 26.05.2023



KHANNA FEED LIMITED

DIRECTOR
(JATINDER PAUL SEHGAL)
(DIN 07298205)

DIRECTOR
(PARAMVIR SINGH MANDER)
(DIN 07447147)

KHANNA FEED LIMITED
REGD OFFICE : VILL: IKOLAHA, TEHSIL KHANNA
CIN : U15331PB2006PLC029858
CASH FLOWS STATEMENTS FOR THE YEAR ENDED ON 31.03.2023

Amount Rs. in Lacs

PARTICULARS	31.03.2023	31.03.2022
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	512.94	196.53
Profit/Loss from Exceptional Items	-8.63	.00
Adjustments to reconcile profit before tax to cash provided by operating activities		
- Depreciation and amortisation Expenses	100.55	69.32
- Interest Income Received	.00	-.04
- Finance Costs	149.21	85.56
Changes in assets and liabilities		
Assets		
- Inventories	-917.14	-441.27
- Trade receivables	-222.94	-135.61
- Short term loans and advances	-72.48	-260.14
Liabilities		
- Trade Payables	398.39	393.01
- Other current liabilities	90.56	42.61
	30.47	-50.04
- Income Tax	113.55	36.64
Net Cash Generated By Operating Activities	-83.08	-86.67
CASH FLOW FROM INVESTING ACTIVITIES		
- Other Long Term Liabilities	-511.99	427.85
- Payments towards capital expenditure	-470.58	-417.71
- Long term loans and advances	-2.97	.00
- Other Non Current Assets	.00	64.94
- Interest Income Received	.00	.04
Net Cash Provided By/(Used In) Investing Activities	-985.54	75.12
CASH FLOW FROM FINANCING ACTIVITIES		
- Long Term Borrowings	616.18	-254.90
- Short Term Borrowings	617.84	258.72
- Share Capital & Share Application	721.82	.00
- Capitalisation of reserves	-721.82	.00
- Finance Costs	-149.21	-85.56
Net Cash Provided By/(Used In) Financing Activities	1084.81	-81.73
Net Increase/(Decrease) In Cash And Cash Equivalents	16.19	-93.28
Cash And Cash Equivalents At The Beginning Of The Period	91.56	184.84
Cash And Cash Equivalents At The End Of The Period	107.76	91.56

SIGNIFICANT ACCOUNTING POLICIES AND NOTES 1 & 2
ON ACCOUNTS

AUDITOR'S REPORT

In terms of our separate report
of even date annexed

FOR RAJ KUMAR JINDAL & CO.
CHARTERED ACCOUNTANTS

(RAJ KUMAR JINDAL)
M.No. 088062
F.R.N. 009596N
UDIN : 23088062BGVHJO1445

PLACE : MALERKOTLA
DATED : 26.05.2023



KHANNA FEED LIMITED

DIRECTOR
(JATINDER PAUL SEHGAL)
(DIN 07298205)

DIRECTOR
(PARAMVIR SINGH MANDER)
(DIN 07447147)

SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of Financial Statements

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles (GAAP) in India under the historical cost convention on an accrual basis to comply in all material respects and the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013. The accounting policies have been consistently applied by the company and are consistent with those used in the previous years except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. Accounting policies not specifically referred to otherwise are consistent with the generally accepted accounting principles followed by the company.

1.2 Inventories

Raw Material, stores & spares and Finished Goods are valued at Lower of cost and net realizable value (NRV).

1.3 Revenue recognition

- i) Revenue from Sale of Goods is recognized when all the significant risk and rewards of ownership are transferred to the buyer and seller retains no effective control of the goods transferred to degree usually associated with ownership.
- ii) No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.

1.4 Fixed Assets and Depreciation

- i) Fixed Assets are stated at historical cost less accumulated depreciation.
- ii) Cost of fixed assets comprises its purchase price and any attributable expenditure (both direct and indirect) for bringing an asset to its working condition for its intended use.
- iii) Depreciation on fixed assets has been provided on straight line basis at the rates and in the manner as specified in Schedule II to the Companies Act, 2013.

1.5 Borrowing Cost

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



1.6 Provisions, Contingent Liabilities and Contingent Assets

- i) Provision are recognized (for liabilities that can be measured by using a substantial degree of estimation) when :
 - a) the company has a present obligation as a result of a past event;
 - b) a probable outflow of resources embodying economic benefits is expected to settle the obligation ; and
 - c) the amount of the obligation can be reliably estimated.
- ii) Contingent liability is disclosed in case there is
 - a) possible obligation that arises from past events and existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprises; or
 - b) a present obligation arising from past events but is not recognized:
 - (i) when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - (ii) a reliable estimate of the amount of the obligation cannot be made.

1.7 Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from those estimates. Any revision to an accounting estimate is recognized in accordance with the requirements of the respective Accounting Standard.

1.8 Employees Retirement Benefits

Defined contribution plans

The Company contributes on a defined contribution basis to Employee's Provident Fund, towards post employment benefits & Employee State Insurance, which is administered by the respective Government authorities, and has no further obligation beyond making its contribution, which is expensed in the year to which it pertains.

1.9 Income taxes

Income tax provision based on the present tax laws in respect of taxable income for the year and the deferred tax is treated in the accounts based on the Accounting Standard (AS-22) on "Accounting for Taxes on Income". The Deferred tax assets and liabilities for the year, arising out of timing difference, are reflected in the profit and loss account. The cumulative effect thereof is shown in the Balance sheet. *The deferred tax assets are recognized only if there is a reasonable certainty that the assets will be realized in future.*



KHANNA FEED LIMITED
REGD OFFICE : VILL: IKOLAHA, TEHSIL KHANNA

1.10 Foreign currency translation

The company has provided for effect of change in foreign exchange transactions as required by the Accounting Standard-11 (AS-11) issued by the Institute of Chartered Accountants of India (ICAI). Consequently, for the purposes of this statement the effect of changes in foreign exchange is accounted as per Accounting Statndars-11 (AS-11).

(i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise

1.11 Earning per Share

Basic earnings per share are calculated by dividing the net profit/loss after taxes by weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by weighted average number of equity shares considered for basic EPS dilutive potential equity shares.

The number of shares and potentially dilutive equity shares are adjusted retrospectively for all the periods presented for any share splits and bonus issue shares including for changes effected prior to the approval of the financial statements by the Board of Directors.

1.12 Cash And Cash Equivalents

Cash flows are reported using the indirect method ,whereby profit before tax is adjusted for the effects of transactions of a non-cash nature ,any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows.



KHANNA FEED LIMITED
REGD OFFICE : VILL: IKOLAHA, TEHSIL KHANNA
NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT	AS AT
	31.03.2023	31.03.2022
	Amount Rs. in Lacs	Amount Rs. in Lacs
2.1 SHARE CAPITAL		
AUTHORISED		
11000000 (550000) Equity shares of Rs.10 each	1100.00	55.00
	1100.00	55.00
ISSUED SUBSCRIBED AND FULLY PAID UP		
7579089 (360909) Equity shares of Rs. 10 each fully paid up.	757.91	36.09
	757.91	36.09

OTHER INFORMATION

The Company has only one class of shares referred to as equity shares having a par value of Rs 10/- each.

The Reconciliation of the number of shares outstanding and the amount of shares capital as at 31.03.2023 & 31.03.2022 is set out below:

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	No. of Shares	Amount(Rs)	No. of Shares	Amount(Rs)
At the beginning of the reporting period	360909	36.09	360909	36.09
Issued during the reporting period	7218180	721.82	0	0.00
At the close of the reporting period	7579089	757.91	360909	36.09

The Company has not declared and paid any dividend during the Financial Year 2022-23

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all the preferential amounts. The distribution will be in the proportion to the number of equity shares held by the shareholders.

Particulars of equity share holders holding more than 5% of the total number of equity share capital

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	No of Shares	% Age Holding	No of Shares	% Age Holding
a Sh Paramvir Singh Mander	6910344	91.18%	230510	63.87%
b Sh. Sardool Singh	620445	8.19%	29545	8.19%
c Amit Kedia & Sons HUF (Karta)	0	0.00%	28990	8.03%
d Vinayak Kedia & Sons HUF (Karta)	0	0.00%	69564	19.27%

The Company has allotted 7218180 bonus shares in the ratio of 20:1 to the shareholders during the year ending 31.03.2023. There is no bought back of any class of shares during the period of five years immediately preceding the reporting date 31.03.2023.

Details of shareholdings of promoters

PARTICULARS	31.03.2023			31.03.2022	
	No of Shares	% Holding	%change	No of Shares	% Holding
Sh Paramvir Singh Mander	6910344	91.18%	27.31%	230510	63.87%
	6910344	91.18%	27.31%	230510	63.87%

2.2 RESERVES & SURPLUS

Profit & Loss Account-Opening Balances	363.38	211.46
Add: Net Profit after Tax transferred from Profit & Loss A/c	399.08	151.92
	762.46	363.38
Securities Premium - Opening Balances	274.31	274.31
Add: Additions during the year	0.00	0.00
	274.31	274.31
Total Reserve & Surplus	1036.77	637.69
Less : Utilised towards issue of Bonus shares	721.82	0.00
Net Reserve & Surplus	314.95	637.69



PARTICULARS	AS AT	AS AT
	31.03.2023 Amount Rs. in Lacs	31.03.2022 Amount Rs. in Lacs
2.3 LONG TERM BORROWINGS		
<u>SECURED LOANS</u>		
Term Loans		
- From Banks	0.00	0.00
- From Others	706.51	220.13
	<u>706.51</u>	<u>220.13</u>
<u>UNSECURED LOANS</u>		
- Loans and advances from FI	171.25	91.02
- Loans and advances from Others	397.50	277.50
	<u>568.75</u>	<u>368.52</u>
Total	1275.26	588.64
Less : Current maturities of Term loan due within one year	211.91	141.47
	<u><u>1063.35</u></u>	<u><u>447.17</u></u>

OTHER INFORMATION

The following detail of long term secured loans with banks is as follows:-

I. Detail of security for secured loans

The Vehicle Loans with Mahindra & Mahindra Financial Services Limited, HDB financial services, HDFC Bank Ltd, Equitas Small Finance Bank Ltd & Hinduja Leyland Ltd are secured against hypothecation of vehicles.

The Loan for the purchase of machinery from Axis Bank Limited is secured against hypothecation of machinery purchased with bank finance.

The Term Loan from ICICI Bank is secured against the pledge of property in the name of S. Paramvir Singh Mander.

Tata Capital Services Limited are secured against pledge of Immoveable property in the name of S. Paramvir Singh Mander.

II. Detail of loans have guaranteed by directors or others

The Vehicle Loans with Mahindra & Mahindra Financial Services Limited, HDFC Bank Ltd, Equitas Small Finance Bank Ltd & Hinduja Leyland Ltd are secured against the personal Guarantee of directors.

III Terms of repayment of term loans and others

The vehicle Loans and term loans are repayable in 36 months to 240 Months monthly instalments.

The rate of Interest vary from 10.00% 12.5%

IV. Period and amount of continuing default as on the balance sheet date in respect of loans and interest

The company has not committed any default in payment of loans & Interest thereon.

2.4 NON CURRENT LIABILITIES

Security deposits from dealers	70.00	581.99
	<u>70.00</u>	<u>581.99</u>

2.5 DEFERRED TAX LIABILITY

Opening Balance	44.86	36.90
On account of Fixed Assets	-8.32	7.97
Others	0.00	0.00
	<u>36.54</u>	<u>44.86</u>



PARTICULARS	AS AT	AS AT
	31.03.2023	31.03.2022
	Amount Rs. in Lacs	Amount Rs. in Lacs
2.6 SHORT TERM BORROWINGS		
SECURED LOANS		
From Banks	954.58	376.31
From Others	0.00	30.86
Current Maturities of Long Term Borrowings	211.91	141.47
	1166.49	548.64

OTHER INFORMATION

The following detail of long term secured loans with banks is as follows:-

I. Detail of security for secured loans

- The CC limit from Axis Bank is secured against Hyp. of stocks and Equitable mortgage of Industrial property situated at Ikolaha (khanna)
- The working capital limit from Axis Bank against commodity is secured against pledge of stocks.

II. Detail of loans have guaranteed by directors or others

- The above loan is secured against the personal Guarantee of directors.

III Terms of repayment of term loans and others

The above loan is repayable on demand.

IV. Period and amount of continuing default as on the balance sheet date in respect of loans and interest

The company has not committed any default in payment of loans & Interest thereon.

2.7 TRADE PAYABLE

- To Micro, Small and Medium Enterprises	0.00	0.00
- Others	1886.63	1488.24
	1886.63	1488.24

Trade Payables Aging Schedule for the year ended as on 31.03.2023

Particulars	Less Than 1 year	1-2 years	2-3 years	More Than 3 Years	Total
MSME	0	0	0	0	0
Others	1867.59	16.23	0.30	2.50	1886.63
Disputed Dues-MSME	0	0	0	0	0
Disputed Dues-Others	0	0	0	0	0

Trade Payables Aging Schedule for the year ended as on 31.03.2022

Particulars	Less Than 1 year	1-2 years	2-3 years	More Than 3 Years	Total
MSME	0	0	0	0	0
Others	1386.31	65.73	0.00	36.20	1488.24
Disputed Dues-MSME	0	0	0	0	0
Disputed Dues-Others	0	0	0	0	0



2.8 OTHER CURRENT LIABILITIES

Advances Received	19.86	13.54
Others Liabilities	86.28	78.24
	<u>106.14</u>	<u>91.78</u>

2.9 SHORT TERM PROVISIONS

Others Short Term Provisions	112.93	36.73
	<u>112.93</u>	<u>36.73</u>

2.11 LONG TERM LOANS AND ADVANCES

Unsecured, Considered Good		
- Loans & Advances to Others	0.00	0.00
- Security Deposits	14.40	11.43
	<u>14.40</u>	<u>11.43</u>

2.12 OTHER NON CURRENT ASSETS

- Miscellaneous Expenditure		
<u>Pre-Operative Expenses</u>		
Opening Balances	0.00	0.00
Add: Addition during the year	0.00	0.00
Less: Written off during the year	0.00	0.00
	<u>0.00</u>	<u>0.00</u>

2.13 INVENTORIES

- Raw Material	1449.30	528.74
- Work in Progress	10.93	1.75
- Finished Goods	29.20	37.94
- Packing Material Stock	17.52	21.38
	<u>1506.94</u>	<u>589.80</u>



KHANNA FEED LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT	AS AT
	31.03.2023	31.03.2022
	Amount Rs. in Lacs	Amount Rs. in Lacs

2.14 TRADE RECEIVABLES

Secured, Considered goods	0.00	-
- Unsecured, Considered goods	1680.82	1457.89
Doubtful		
- Others	0.00	0.00
	1680.82	1457.89
Less: Provision for doubtful debts	0.00	0.00
	1680.82	1457.89
- Debts due by directors or other officers of the company	0.00	0.00
- Debts due by firms or private company in which any director is a partner or a director	0.00	0.00
	0.00	0.00

Trade Receivables Aging Schedule for the year ended as on 31.03.2023

Particulars	Less Than 6 Months	Less Than 1 year	1-2 years	2-3 years	More Than 3 Years
Undisputed Trade receivables – considered good	1301.14	131.83	194.82	27.32	25.72
Undisputed Trade Receivables – considered doubtful	0	0	0	0	0
Disputed Trade Receivables considered good	0	0	0	0	0
Disputed Trade Receivables considered doubtful	0	0	0	0	0

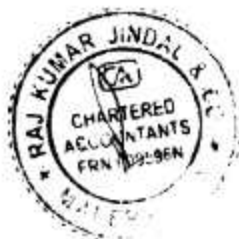
Trade Receivables Aging Schedule for the year ended as on 31.03.2022

Particulars	Less Than 6 Months	Less Than 1 year	1-2 years	2-3 years	More Than 3 Years
Undisputed Trade receivables – considered good	1231.84	127.04	58.88	8.35	31.78
Undisputed Trade Receivables – considered doubtful	0	0	0	0	0
Disputed Trade Receivables considered good	0	0	0	0	0
Disputed Trade Receivables considered doubtful	0	0	0	0	0



KHANNA FEED LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT	AS AT
	31.03.2023	31.03.2022
	Amount Rs. in Lacs	Amount Rs. in Lacs
2.15 CASH AND EQUIVALENTS		
Balances with banks		
- In Current and Deposit Accounts	79.77	79.01
- In deposit accounts exceeding 12 months maturity	0.00	0.00
Cheque, drafts on hand	0.00	6.50
Cash on Hand	27.98	6.05
	<u>107.76</u>	<u>91.56</u>
2.16 SHORT TERM LOANS AND ADVANCES		
- Others	550.32	477.85
Less: Provision for doubtful advances	550.32	477.85
	0.00	0.00
	<u>550.32</u>	<u>477.85</u>
OTHER INFORMATION		
1) Breakup of above		
- Secured, Considered goods	0.00	0.00
- Unsecured, Considered goods	550.32	477.85
- Doubtful	0.00	0.00
Total	550.32	477.85
Less:		
Provision for doubtful debts	0.00	0.00
	<u>550.32</u>	<u>477.85</u>
2) a Debts due by directors or other officers of the co	0.00	0.00
b Debts due by firms or private company in which director is a partner or a director	0.00	0.00
	<u>0.00</u>	<u>0.00</u>



PARTICULARS	AS AT 31.03.2023 Amount Rs. in Lacs	AS AT 31.03.2022 Amount Rs. in Lacs
2.17 REVENUE FROM OPERATIONS		
Sale	15536.46	11883.13
	<u>15536.46</u>	<u>11883.13</u>
2.18 OTHER INCOME		
- Interest Received	-	0.04
- Insurance Claim received	-	5.65
	<u>-</u>	<u>5.69</u>
2.19 COST OF MATERIAL CONSUMED		
- <u>Consumption of raw materials</u>		
Opening Stock of Raw Material	528.74	100.11
Add: Purchases during the Year	12769.53	9807.17
Less: Closing Stock of Raw Material	1449.30	528.74
Raw Material Consumed	<u>11848.97</u>	<u>9378.54</u>
2.20 CHANGE IN INVENTORIES OF FINISHED GOODS AND STOCK IN TRADE		
Stocks at the end of the year		
- Finished Goods	29.20	37.94
- Work in Progress	10.93	1.75
	<u>40.13</u>	<u>39.69</u>
Less: Stocks at the beginning of year		
- Finished Goods	37.94	44.62
- Work in Progress	1.75	1.75
	<u>39.69</u>	<u>46.38</u>
	<u>-0.44</u>	<u>6.69</u>
2.21 MANUFACTURING EXPENSES		
- Electricity Exp	156.88	93.85
- Consumables	1.60	0.00
- Freight, Cartage & Loading & Unloading Exp	122.24	87.39
- Boiler Expenses	67.12	43.55
- Kanda Expense	0.17	0.00
- Storage Charges	0.00	0.00
- Generator Exp	0.00	0.03
- Testing Charges	0.39	0.00
- Pest Management Charges	0.41	0.94
	<u>348.81</u>	<u>225.77</u>
2.22 EMPLOYEES BENEFITS EXPENSES		
- Bonus	1.95	0.00
- EPF	20.18	14.41
- ESI	7.61	5.68
- House Rent	3.11	1.88
- Medical Exp	2.14	1.24
- Pb. Labour Welfare Fund	0.55	0.49
- Salary - Others	403.03	367.91
- Other Allowances	2.24	3.56
- Wages	225.11	122.15
- Labour exp	1.81	3.44
- Managerial remuneration	31.00	36.00
	<u>698.73</u>	<u>556.76</u>



KHANNA FEED LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT 31.03.2023 Amount Rs. in Lacs	AS AT 31.03.2022 Amount Rs. in Lacs
2.23 FINANCE COSTS		
- Bank Charges	18.40	7.50
- Bank Interest	44.50	36.63
- Interest Vehicle Loans	42.79	19.06
- Interest Others	43.53	22.37
	<u>149.21</u>	<u>85.56</u>
2.24 DEPRECIATION & AMORTIZATION EXPENSES		
- Depreciation	100.55	69.32
	<u>100.55</u>	<u>69.32</u>
2.25 OTHER EXPENSES		
<u>Administrative Expenses</u>		
- Audit Fees	0.60	0.30
- Canteen Expenses	8.61	1.13
- Charity & Donation	0.14	0.19
- Computer Exp	0.96	0.60
- Electric Repair	22.77	16.67
- Entertainment Exp	1.79	0.70
- Fees & Tax	1.79	3.67
- Festival Exp	1.09	7.26
- GST Deposit	14.13	0.00
- Godown Rent	27.84	32.14
- Insurance	19.27	7.11
- Internet Exp	0.02	0.37
- Lab Exp	2.36	1.68
- Machinery Repair Exp	72.87	39.66
- Misc. Expenses	3.41	4.00
- Newspaper Exp	0.00	0.00
- Petrol Exp	0.16	0.67
- Plantation Exp	3.05	2.11
- Postage Exp	0.04	0.01
- Printing & Stationery Exp	5.25	5.80
- Professional Charges	12.02	14.05
- Rent / Lease	12.40	0.00
- Repair & Maint. Exp	6.66	3.06
- Round off	0.01	0.00
- Sample charges	0.30	0.34
- Software Exp	0.63	0.24
- Staff Welfare Exp	0.32	0.00
- Telephone & Mobile Exp	2.38	0.70
- Travelling Exp	11.93	1.29
- White Washing Exp	0.69	2.47
<u>Selling Expenses</u>		
- Advertisement Exp	24.03	14.27
- Commission Exp	247.30	44.12
- Diesel /CNG Exp	157.13	131.23
- Freight Outward	366.86	311.07
- Packing Expenses	373.30	297.98
- Rebate & Discount	283.43	369.78
- Sale Promotion Exp	109.39	0.58
- Vehicle Exp	82.76	54.41
	<u>1877.69</u>	<u>1369.65</u>
2.26 EXCEPTIONAL ITEMS		
Loss (profit) on Sale of Fixed assets	8.63	0.00
	<u>8.63</u>	<u>0.00</u>



KHANNA FEED LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT	AS AT
	31.03.2023	31.03.2022
	Amount Rs. in Lacs	Amount Rs. in Lacs

2.27 IMPORTS (VALUED ON THE C.I.F. BASIS)

-----Nil-----

2.28 ACTIVITY IN FOREIGN CURRENCY

-----Nil-----

2.29 REGROUPING

Figures in the financial statements have been regrouped wherever required.

2.30 CONTINGENT LIABILITIES

The details of contingent liabilities are as follows:

PARTICULARS	As on 31.03.2023	As on 31.03.2022
-----Nil-----	-----	-----
	-----	-----

2.31 DUE TO MICRO SMALL AND MEDIUM ENTERPRISES

The details of dues to micro, small & medium which have remained outstanding for more than 30 days. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with Company

PARTICULARS	As on 31.03.2023	As on 31.03.2022
Due to Micro, Small & Medium Enterprises	-----	-----
	-----	-----

2.32 IMPAIRMENT OF ASSETS

The Company assesses at each balance sheet date whether there is any identification that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the assets belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognized in the profit and loss account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.



KHANNA FEED LIMITED
NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT	AS AT
	31.03.2023 Amount Rs. in Lacs	31.03.2022 Amount Rs. in Lacs

2.33 AUDITOR'S REMUNERATION

PARTICULARS	As on 31.03.2023	As on 31.03.2022
Audit Fees	0.60	0.30
	<u>0.60</u>	<u>0.30</u>

2.34 DIRECTORS REMUNERATION

PARTICULARS	As on 31.03.2023	As on 31.03.2022
Salary to Directors	31.00	36.00
	<u>31.00</u>	<u>36.00</u>

2.35 In the opinion of the Board, current assets, loans and advances have a value on realization in the ordinary course of business, at least equal to the amount at which these are stated in the Balance Sheet.

2.36 Sundry Creditors, Sundry Debtors and Loans and Advances include certain items for which confirmations are yet to be received and are considered payable/realizable as the case may be. The balances under above heads are as per the books of accounts and are subject to reconciliation and adjustment if any.



PARTICULARS	AS AT	AS AT
	31.03.2023	31.03.2022
	Amount Rs. in Lacs	Amount Rs. in Lacs

2.37 RELATED PARTY TRANSACTIONS

a) Name of the Related Parties and description of relationship

Description of Relationship	Name of the Related Parties
Enterprises where key managerial persons or their relatives exercise significant influence	<ul style="list-style-type: none"> - Ragani Textiles Pvt Ltd - A.V. Residency Pvt Ltd - Madhur Textiles - Crown Steel - G.R. residency Pvt Ltd - NVM Realtor (P) Ltd
Key Management personnel and their relatives	Directors <ul style="list-style-type: none"> - Paramvir Singh Mander - Jatinder Paul Sehgal - Vinayak Kedia

b) Summary of transactions with above Related Parties are as follows:

Nature of Transaction

Remuneration

- Vinayak Kedia	12.00	12.00
- Paramvir Singh Mander	19.00	24.00
	<u>31.00</u>	<u>36.00</u>

Loan Transactions

- Madhur Textiles (Loans taken & repaid)	888.26	970.98
	<u>888.26</u>	<u>970.98</u>



KHANNA FEED LIMITED
REGD. OFFICE : VILL: IKOLAH, TEHSIL KHANNA
2.10 PROPERTY, PLANT AND EQUIPMENT

2.10 PROPERTY, PLANT AND EQUIPMENT		Amount Rs. in Lacs									
PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	OPENING BALANCE 01.04.2022	ADDITIONS DURING THE YEAR	PRE-OP EXPENSES CAPITALISED	SALES/ ADJ	CLOSING BALANCE 31.03.2023	OPENING AS AT 01.04.2022	FOR THE YEAR	ADJUSTMENT DURING THE YEAR	CLOSING AS AT 31.03.2023	AS AT 31.03.2023	AS AT 31.03.2022
Tangible Assets											
Land	144.02	0.00	0.00	0.00	144.02	0.00	0.00	0.00	0.00	144.02	144.02
Building	218.38	0.00	0.00	0.00	218.38	32.70	6.92	0.00	39.63	178.76	185.68
Car	172.59	18.00	0.00	74.82	115.77	2.82	27.34	10.81	19.36	96.41	169.77
Computer	1.17	0.37	0.00	0.00	1.54	0.91	0.09	0.00	0.99	0.55	0.26
Electric Installation	10.49	0.07	0.00	0.00	10.56	2.97	0.67	0.00	3.64	6.93	7.52
Lab. Equipments	3.17	0.00	0.00	0.00	3.17	0.65	0.20	0.00	0.85	2.32	2.52
Mobile Phone	1.09	0.82	0.00	0.00	1.91	0.21	0.23	0.00	0.44	1.47	0.88
Office Equipments	11.32	5.43	0.00	0.00	16.75	3.44	1.93	0.00	5.37	11.38	7.88
Furniture	7.38	2.77	0.00	0.00	10.15	1.56	0.81	0.00	2.37	7.78	5.82
Motor Cycle	0.71	0.00	0.00	0.00	0.71	0.25	0.07	0.00	0.31	0.40	0.46
Plant & Machinery	369.29	1.82	0.00	0.00	371.10	86.80	23.42	0.00	110.22	260.88	282.49
Tempo	285.92	133.35	0.00	81.29	337.98	99.85	38.46	42.47	95.84	242.14	186.07
Weighing Scales	2.84	0.09	0.00	0.00	2.93	0.75	0.18	0.00	0.93	2.00	2.10
Wooden Cretes	2.39	0.00	0.00	0.00	2.39	0.98	0.23	0.00	1.20	1.18	1.41
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	1230.75	162.73	0.00	156.11	1237.37	233.87	100.55	53.28	281.14	956.23	996.88
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Capital Work in Progress											
Building U/C	985.99	244.76	0.00	0.00	1230.75	164.55	69.32	0.00	233.87	996.88	821.44
Electric Installation U/E	212.92	67.50	0.00	0.00	280.42	0.00	0.00	0.00	0.00	280.42	212.92
Office Equipments U/E	7.81	41.72	0.00	0.00	49.53	0.00	0.00	0.00	0.00	49.53	7.81
Plant & Machinery U/E	2.23	0.00	0.00	0.00	2.23	0.00	0.00	0.00	0.00	2.23	2.23
Guest House U/E	64.83	61.82	0.00	0.00	126.65	0.00	0.00	0.00	0.00	126.65	64.83
	0.00	239.63	0.00	0.00	239.63	0.00	0.00	0.00	0.00	239.63	0.00
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	287.79	410.68	0.00	0.00	698.46	0.00	0.00	0.00	0.00	698.46	287.79
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	114.84	172.95	0.00	0.00	287.79	0.00	0.00	0.00	0.00	287.79	114.84

