

**Independent Auditor's Report**

To,  
The management of **FOODS & INNS LTD.**  
Mumbai

**Report on the Audit of the Ind AS Financial Statements of KUSUM SPICES  
for the year ended on 31<sup>st</sup> March, 2022**

**Opinion**

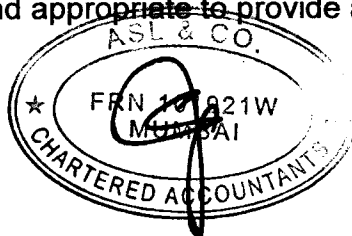
We have audited the attached Ind AS Financial Statements of **KUSUM SPICES** ("the Firm"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2022, the Statement of Profit and Loss (Including other Comprehensive Income) and the Statement of Cash Flows for the period from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March, 2022, and the Statement of changes in Equity for the period from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March, 2022, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

This report is intended solely for use of the management of Foods & Inns Limited (partner in the reporting firm having 99.99% share in the profits) in the preparation of their Consolidated Financial Statements for the year ended March 31, 2022.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Firm as at March 31, 2022 its Profit, total comprehensive income, its Cash Flows and the changes of equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (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 ethical requirements that are relevant to our audit of the financial statements, 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 opinion.



**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of the 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. We have determined that there are no key audit matters to communicate in our report.

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

The Firm's Partners are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Firm in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Firm and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Partners are responsible for assessing the Firm'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 the Partners either intends to liquidate the Firm or to cease operations, or has no realistic alternative but to do so.

The Partners are also responsible for overseeing the firm's financial reporting process.

**Auditor's Responsibilities 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.



**Report on Other Legal and Regulatory Requirements**

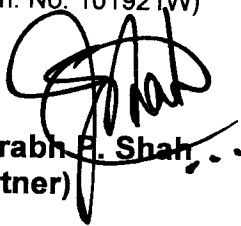
Further, we report that:

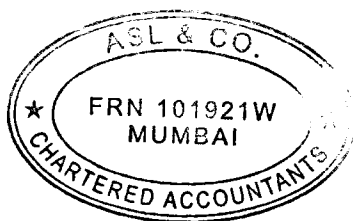
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required under the Indian Accounting standards have been kept by the Firm so far as appears from our examination of those books and proper return adequate for the purpose of our audit.

The Balance Sheet, Statement of Profit & Loss including other comprehensive Income, Cash Flow Statement, and the statement of changes in equity dealt with by this Report are prepared from the books of accounts so maintained after considering adjustments that may be required to restate the same as per Indian Accounting Standards (Ind AS).

**For ASL & Co.**  
**Chartered Accountants**

(Regn. No. 101921W)

  
**Saurabh B. Shah**  
(Partner)



Membership No. : 41749  
UDIN : 22041749AIYRFW3353

Place : Mumbai  
Date : May 13, 2022

# KUSUM SPICES

## IND AS BALANCE SHEET AS AT 31ST MARCH 2022

Notes

		As at 31st March'22 Amount (Rs.)	As at 31st March'21 Amount (Rs.)
<b>ASSETS</b>			
<b>(1) NON CURRENT ASSETS</b>			
(i) Property, Plant & Equipment	2	93,82,253	71,23,373
(ii) Intangibles	2	74,230	-
(iii) Financial Assets			
Others	3	73,64,621	25,000
<b>(2) CURRENT ASSETS</b>			
(i) Inventories	4	5,86,08,020	3,13,36,360
(ii) Financial Assets			
- Trade receivables	5	1,56,12,090	1,13,28,487
- Cash & Cash Equivalents	6	4,82,195	74,93,165
- Others	7	2,79,120	3,47,496
(iii) Other Current Assets	8	74,91,316	71,40,127
TOTAL		9,92,93,845	6,47,94,008
<b>EQUITY &amp; LIABILITIES</b>			
<b>EQUITY</b>			
(i) Partners Capital Accounts	9	5,25,16,836	4,68,68,812
<b>LIABILITIES</b>			
<b>1 NON- CURRENT LIABILITIES</b>			
(i) Provisions	10	2,75,964	2,60,018
(ii) Deferred Tax Liability	11	(1,96,402)	5,043
<b>2 CURRENT LIABILITIES</b>			
(i) Financial Liabilities			
- Trade Payables			
(A) total outstanding dues of micro enterprises and small enterprises; and		-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	12	2,18,67,110	1,16,72,413
- Borrowings	13	1,94,27,105	14,00,930
- Others		18,85,142	26,58,662
(ii) Other Current Liabilities	14	20,42,300	4,69,183
(iii) Short Term provisions	15	14,75,790	14,58,947
TOTAL		9,92,93,845	6,47,94,008

Significant accounting policies &  
Notes to accounts

1 to 29

As per our Report of Even date

For ASL & CO.

Chartered Accountants

Firm Regn. No. 101921W

Saurabh R. Shah  
(Partner)

Membership No. 41749

UDIN : 22041749AIYRFW3353

Place : Mumbai

Date : May 13, 2022



For KUSUM SPICES

Milan Dalal

Foods And Inns Limited  
(Partner)

Signed by Milan Dalal - Managing Director

Place : Mumbai

Date : May 13, 2022

## KUSUM SPICES

### STATEMENT OF INCOME AS PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022

	Notes	31st March'22 Amount (Rs.)	31st March'21 Amount (Rs.)
<b>INCOME</b>			
Revenue from Operations	16	15,89,29,647	14,24,17,022
Other Income	17	14,29,784	5,11,581
Total Income		<u>16,03,59,431</u>	<u>14,29,28,603</u>
<b>EXPENDITURE</b>			
Changes in inventories of finished goods, and Stock-in-Trade	18	(97,19,834)	(4,67,346)
Cost of Goods Sold	19	10,91,54,320	8,98,80,246
Employee Benefit Expenses	20	2,05,69,737	1,38,45,831
Finance Charges	21	16,75,564	1,35,887
Other Expenses	22	1,85,48,774	1,80,06,285
Depreciation		7,25,814	5,52,707
Total Expenses		<u>14,09,54,375</u>	<u>12,19,53,610</u>
Net Profit for the period before Tax		1,94,05,056	2,09,74,993
Less : Provision for Income Tax		68,39,000	69,71,300
Less : Tax Adjustments of earlier Years		17,195	-
Less : Deferred tax		(3,19,457)	(2,20,019)
Net Profit for the period after Tax		<u>1,28,68,318</u>	<u>1,42,23,712</u>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to Profit & Loss		-	-
Remeasurement of the defined benefit plans		3,37,718	(60,395)
Income tax on above		(1,18,012)	21,104
Total Other Comprehensive Income (net of Tax)		<u>2,19,706</u>	<u>(39,291)</u>
Total Comprehensive Income (net of Tax) and Other comprehensive Income for the period )		<u>1,30,88,024</u>	<u>1,41,84,421</u>
Significant accounting policies & Notes to accounts	1 to 29		

As per our Report of Even date

For ASL & Co.

Chartered Accountants

Firm Regn. No. 101921W

Saurabh P. Shah  
(Partner)

Membership No. 41749

UDIN : 22041749AIYRFW3353

Place : Mumbai

Date : May 13, 2022

For KUSUM SPICES

*Milan Dalal*

Foods And Inns Limited  
(Partner)

Signed by Milan Dalal - Managing Director

Place : Mumbai

Date : May 13, 2022

# KUSUM SPICES

## IND AS CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

	31st March'22		31st March'21	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>A. Cash Flow arising from operating activities</b>				
Net Profit /(Loss) before Tax		1,94,05,056		2,09,74,993
<b>Add :-</b>				
a) Depreciation		7,25,814		5,52,707
b) Remeasurement of the defined benefit plans		3,37,718		(60,395)
c) Loss on sale of assets		59,237		-
c) Profit on sale of assets		-		(47,704)
Operating Profit/(Loss) before working capital changes		2,05,27,825		2,14,19,601
<b>Adjustments for :-</b>				
Inventories	(2,72,71,660)		(87,43,982)	
Trade & Other Receivables	(45,66,416)		(55,32,347)	
Trade and other payables	1,10,14,975	(2,08,23,101)	47,69,598	(95,06,731)
Cash generated from operations		(2,95,276)		1,19,12,870
Income Tax Paid/ Provided		(68,44,087)		(68,71,964)
Net Cash flow operating activities		(71,39,363)		50,40,906
<b>B. Cash flow from Investing activities</b>				
Purchase of Property, Plant & Equipment		(34,09,098)		(19,63,920)
Sale of Property, Plant & Equipment		2,90,938		80,000
Net cash Generated/(used) in investing activities		(31,18,161)		(18,83,920)
<b>C. Cash flow from financing activities</b>				
Capital Withdrawn		(74,40,000)		-
Bank Deposit		(73,39,621)		-
(Long term deposits with maturity more than 12 months)				
Repayment of Borrowings		1,80,26,175		14,00,930
Net Cash Generated/(used) in financing activities		32,46,554		14,00,930
Net Increase/(decrease) in & cash equivalent		(70,10,970)		45,57,916
Cash & cash equivalents as on 1st April 2021 (Op. Bal.)		74,93,165		29,35,249
Cash & cash equivalents as on 31st March, 2022 (Cl. Bal.)		4,82,195		74,93,165

Note : The above Cash Flow Statement has been prepared under the Indirect Method as set in the Indian Accounting Standard (Ind AS-7) - Statement of Cash Flow.

As per our report of even date attached

**For ASL & Co.**  
**Chartered Accountants**

Firm Regn. No. 101921W

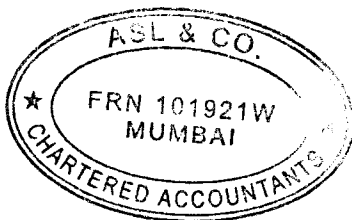
**Saurabh H. Shah**  
**(Partner)**

Membership No. 41749

UDIN : 22041749AIYRFW3353

Place : Mumbai

Date : May 13, 2022



**For KUSUM SPICES**

**Milan Dalal**

**Foods And Inns Limited**  
**(Partner)**

**Signed by Milan Dalal - Managing Director**

Place : Mumbai

Date : May 13, 2022

## KUSUM SPICES

### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2022

#### OWNERS EQUITY

As on 31st March'22

Amount (Rs.)

<u>Particulars</u>	<u>Partners Capital</u>	<u>Other items of Other Comprehensive Income</u>	<u>Total</u>
Balance at the beginning of the reporting period	4,68,68,812	-	4,68,68,812
Profit for the year	1,28,68,318	-	1,28,68,318
Other Comprehensive Income for the year	3,37,718	-	3,37,718
Income tax on above	(1,18,012)	-	(1,18,012)
Capital Introduced (Net of withdrawal)	(74,40,000)	-	(74,40,000)
Balance at the end of the reporting period	5,25,16,836	-	5,25,16,836

As on 31st March'21

Amount (Rs.)

<u>Particulars</u>	<u>Partners Capital</u>	<u>Other items of Other Comprehensive Income</u>	<u>Total</u>
Balance at the beginning of the reporting period	3,26,84,391	-	3,26,84,391
Profit for the year	1,42,23,712	-	1,42,23,712
Other Comprehensive Income for the year	(60,395)	-	(60,395)
Income tax on above	21,104	-	21,104
Capital Introduced (Net of withdrawal)	0	-	0
Balance at the end of the reporting period	4,68,68,812	-	4,68,68,812



  
**For FOODS AND INNS LTD.**  
**MILAN DALAL**  
**MANAGING DIRECTOR**

## KUSUM SPICES

### NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

#### NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES TO THE IND AS FINANCIAL STATEMENTS

- A. The Annual Financial Statements of the Firm are prepared as per provisions for Income Tax Act, 1961 and other applicable laws, for the financial year ending on 31st March, 2022.

At the request of Foods & Inns Ltd., the financial statements prepared as per the books of accounts so maintained have been restated as to comply with the Indian Accounting Standards as prescribed by the Institute of Chartered Accountants of India and notified under the Companies Act, 2013 solely for the purpose of consolidating with the financials of Foods & Inns Ltd.

**B. Firm's Information**

Kusum Spices (the 'Firm') is a domestic firm registered under the Indian Partnership Act, 1932, with Foods & Inns Ltd., having a 99.99% share in its profits / losses, having its registered office in Mumbai, Maharashtra and is in the business of trading and manufacturing of spices and other related products.

**C. Basis of Preparation**

These financial statements are the separate financial statements of the Firm (also called standalone financial statements) prepared in accordance with the Indian Accounting Standards - Ind AS notified under section 133 of the Companies Act 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and the presentation requirements of Division II of Schedule III to the Companies Act, 2013, as applicable to these Financial Statements.

The financial statements have been prepared on an accrual basis and under the historic cost basis except that certain Financial Assets and Financial Liabilities that are measured at the fair value, at the end of each reporting period, as stated in the accounting policies stated here in below.

Firm's financial statements are presented in Indian Rupees, which is also its functional currency.

**D. SIGNIFICANT ACCOUNTING POLICIES**

**(i) Property, Plant and Equipment and Intangibles**

- a. Property Plant and Equipment are stated at cost of acquisition, installation or construction including other direct expenses incurred to bring the assets to its working conditions for its intended use, less accumulated depreciation / amortization / impairment losses, if any.  
Property, Plant and Equipment are eliminated from financial statements on disposal. Gains or losses arising from disposal of property, plant and equipment are recognised in the Statement of Profit & Loss in the year of occurrence.
- b. Intangible assets are stated at cost less accumulated amortization

**c. Depreciation & Amortization**

Depreciation is provided for on Straight Line Method as per the useful lives determined in accordance with Schedule II of the Companies Act, 2013 which are as follows:

	<u>Useful Life</u>
Computers	3 years
Computers - Software	3 years
Office Equipments	5 years
Plant & Machinery	15 years
<u>Vehicles</u>	
- Motor Cycles	10 years
- Delivery tempos	8 years



For FOODS AND INNS LTD.

MEEN DALAL  
MANAGING DIRECTOR



(ii) **Financial Assets**

a. **General**

**Classification**

Firm classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

**Initial Recognition & Measurement**

All financial assets are recognised initially at fair value, plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition cost of the financial assets.

In the opinion of the management the transaction value is considered to be the fair value for this purpose, unless otherwise stated.

**Subsequent Measurement**

For the purposes of subsequent measurement, financial assets are classified in two broad categories:

- a) Financial assets at amortised cost
- b) Financial assets at fair value

Financial assets are measured at amortised cost when asset is held within a business model, whose objective is to hold asset for collecting contractual cash flows and contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest. Such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method less impairment, if any. The losses arising on impairment are recognised in the Statement of Profit & Loss.

When assets are measured at fair value, gains and losses are either recognised in other comprehensive income i.e. fair value through other comprehensive income (FVOCI) or recognised in the Statement of Profit & Loss i.e. fair value through profit or loss (FVTPL)

Financial assets under FVOCI are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income.

Financial assets under FVTPL are measured initially as well as at each reporting date at fair value with all changes recognised in profit or loss.

**Derecognition of Financial Assets**

A financial asset is derecognized when the right to receive cash flows from the asset has expired or the Firm has transferred its right to receive cash flows from the asset.

**Impairment of Financial Assets**

In accordance with Ind AS 109, the Firm applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets that are debts instruments and trade receivables. For recognition of impairment loss on other financial assets and risk exposure, the Firm determines that whether there has been a significant increase in the credit risk since initial recognition.

For FOODS AND INNS LTD

MILAN BALAL  
MANAGING DIRECTOR

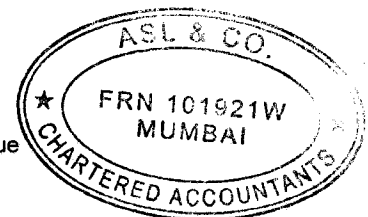
(iii) **Inventories**

Inventories are valued as under :

- (i) Packing materials - at lower of cost and net realiseable value
- (ii) Stock In trade and Finished Goods - at lower of cost and net realiseable value

(iv) **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and short term deposits, with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.



(v) **Financial Liabilities**

**Initial Recognition & Measurement**

All financial liabilities are recognised initially at fair value through profit & loss, and in the case of borrowings and payables, net of directly attributable transaction costs.

In the opinion of the management the transaction value is considered to be the fair value for this purpose, unless otherwise stated.

**Subsequent Measurement**

All the financial liabilities are subsequently measured at Fair Value through Profit or Loss.

**Derecognition of Financial Liabilities**

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

**Offsetting Financial Instruments**

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis to realise the asset and settle the liability simultaneously.

(vi) **Provisions, Contingent Liabilities And Contingent Assets**

Provisions are recognised when the Firm has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Firm expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. Provision is made for accrues liabilities.

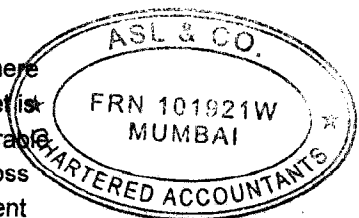
Contingent liabilities are disclosed when there is a possible obligation arising from past event, the existence of which will be confirmed only by occurrence or or non-occurrence of one or more uncertain future events not wholly within the control of the Firm or a present obligation that arises from future events not wholly within the control of the Firm or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Contingent liabilities are disclosed in the notes.

Contingent Assets are neither recognised nor disclosed in the financial statements.

(vii) **Impairment of Assets**

The carrying amount of assets is reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss, if any, is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. Reversal of impairment losses recognised in the prior years is recorded when there is an indication that the impairment losses recognised for the assets no longer exist or have decreased.

For FORTIS AND MIND  
  
MILAN DALAL  
MANAGING DIRECTOR



**(viii) Revenue**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Firm and the revenue can be reliably measured. Revenue is measured at the fair value and the contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government.

- a. Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, as per the terms of the contract.

In case of Exports of Goods, the revenue is recognised when goods are handed over to the shipping company.

Sales exclude amounts recovered towards GST and trade discount.

Export sales are recorded on FOB basis.

- b. Revenues from services are recognized when the services are rendered. Interest income is recognised on time proportion basis taking into account the amount outstanding and applicable interest rate.
- c. The export incentives and benefits are accounted for in the year of actual receipts, due to uncertainty of realisation.

**(ix) Input GST Credit**

- a. Additions to Fixed Assets are net of GST credit benefit, if any, available on the respective asset.
- b. Materials Consumed (including packing materials) are net of GST credit available on materials purchased during the year.

**(x) Foreign Currency Transactions**

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction. The net gain or loss on account of exchange differences arising on settlement of foreign currency transactions and / or restatement are dealt with in the Statement of Profit & Loss as income or expenses of the period in which they arise. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported using the rate prevailing as on that date. The resultant exchange differences are recognised in the Statement of Profit & Loss.

Gains / Losses on account of fluctuations in the exchange rate are accounted for in the year in which these arise.

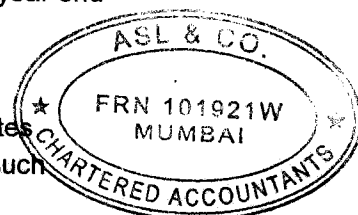
**Exports and Trade Receivables**

The Exports sales are accounted at the exchange rate prevailing on the date of the transaction. Trade receivables in respect of the same as at the year end are carried at the exchange rate prevailing at the year end.

**Transaction in EEFC account**

The transactions in EEFC accounts are recorded at the exchange rates prevailing on the date of the transaction and the year end balance in such accounts are carried as the exchange rate prevailing at the year end.

FOR FOODS AND DRINKS LTD  
  
MILAN DALAL  
MANAGING DIRECTOR



(xi) **Employee benefits:**

**Short Term Employee Benefits**

Bonus is accounted on payment basis and is debited to the Statement of Profit & Loss in the year of payment.

**Long Term Employee Benefits**

**Defined Benefit Plans - Gratuity**

In accordance with applicable Indian laws, the Firm provides for gratuity, a defined benefit retirement Gratuity plan covering all employees. The Gratuity plan provides for a lump sum payment to vested employees, at retirement or death while in employment or on termination of employment, an amount based on the respective employee's last drawn salary and the years of employment with the Firm. Vesting occurs upon completion of five years of service. Liability with regard to Gratuity Plan is accrued based on actuarial valuation at the Balance Sheet date, carried out by an independent actuary.

**Defined Benefit Plans - Compensated Absences**

The Firm measures the expected cost of compensated absences as the additional amount that the Firm expects to pay as a result of the unused entitlement that has accumulated at the Balance Sheet date on the basis of an independent actuarial valuation

(xii) **Leases**

**Where the Firm is lessee**

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit & Loss of the respective period.

**Short Term leases**

The Firm has elected not to recognise rights-of-use assets and lease liabilities for short term leases that have a lease term ending within 12 months and the firm recognizes the lease payments associated with these leases as an expense on straight-line basis over the lease term.

(xiii) **Borrowing Cost**

Borrowing costs are charged to revenue unless they are attributable to the acquisition or construction of Fixed Assets. In case the borrowing costs are attributable to acquisition or construction of fixed assets, the costs incurred up to the date of the completion of acquisition or construction are capitalized and thereafter charged to revenue.

(xiv) **Taxes on Income**

Provision for current tax is made after taking into consideration the benefits admissible under the provisions of the Income Tax Act, 1961.

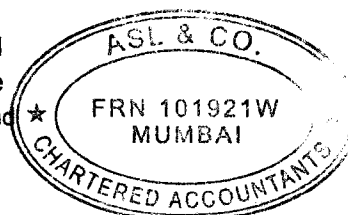
Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured based on the tax rates and the tax laws that have been enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

Current and deferred tax are recognized in the Statement of Profit & Loss, except when they relate to items that are recognized in Other Comprehensive Income in which case the current and deferred tax are recognized in Other Comprehensive Income.

For FOODS AND INNS LTD.

MILAN C  
MANAGING DIRECTOR



**E . Fair Value Measurement**

Fair value is the price that would be received to sell an asset or settle a liability in an ordinary transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing an asset or liability acting in their best economic interest.

Firm measures financial instruments at fair value at each balance sheet date in accordance with Ind AS 113.

Financial Statements have been prepared on the historical cost basis.

The Firm uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure the fair value, maximize the use of relevant observable inputs and minimizing the use of unobservable inputs.

For the purpose of fair value disclosures, the Firm has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the assets or liability.

**F . Recent Accounting Pronouncements**

Ministry of Corporate Affairs notifies new standard or amendments to the existing standards. There is no such notification which would be applicable from 1st April 2021.

**G . Capital Management**

The Firm's objective when managing capital (defined as net debt and equity) is to safeguard the Firm's ability to continue as a going concern in order to provide returns and benefits for its stakeholders, while protecting and strengthening the balance sheet through the appropriate balance of debt and equity funding. The Firm manages its capital structure and makes adjustments to it, in light of changes to economic conditions and strategic objectives of the Firm.



For FOODS AND INNS LTD.

  
MILAN DALAL  
MANAGING DIRECTOR

**NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST  
MARCH, 2022**

**1 . SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES TO THE IND AS  
FINANCIAL STATEMENTS**

**H . Financial Instruments – Fair Value and Risk Management**

- a . Fair Value Measurements
- b . Fair Value Hierarchy
- c . Financial Risk Management

**a) Fair Value Measurements**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Firm takes into account the characteristics of asset and liability if market participants would take those into consideration.

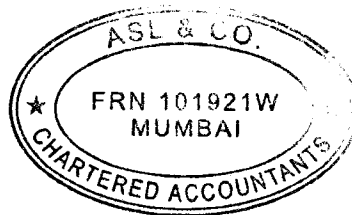
**b) Fair Value Hierarchy**

The Firm uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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

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

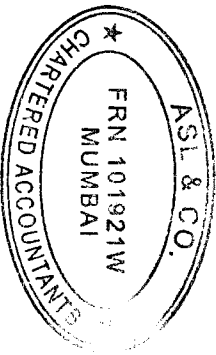
Financial assets and financial liabilities that are recognized at fair value on a recurring basis, the Firm determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period.



For FOODS AND INNS LTD,  
  
MILAN DALAL  
MANAGING DIRECTOR

The carrying values and fair values of financial instruments by categories are as follows :

Particulars	As on 31st March, 2022				As on 31st March, 2021			
	Carrying value	Fair Value			Carrying value	Fair Value		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
<b>Financial assets at Fair Value</b>								
<b>Through Profit and Loss (FVTPL)</b>								
<b>Non - Current</b>								
i) Others	73,64,621	-	-	73,64,621	25,000	-	-	25,000
<b>Sub total</b>	<b>73,64,621</b>	-	-	<b>73,64,621</b>	<b>25,000</b>	-	-	<b>25,000</b>
<b>Current</b>								
i) Trade receivables	1,56,12,090	-	-	1,56,12,090	1,13,28,487	-	-	1,13,28,487
ii) Cash and cash equivalents	4,82,195	-	-	4,82,195	74,93,165	-	-	74,93,165
iii) Others	2,79,120	-	-	2,79,120	3,47,496	-	-	3,47,496
<b>Sub total</b>	<b>1,63,73,405</b>	-	-	<b>1,63,73,405</b>	<b>1,91,69,148</b>	-	-	<b>1,91,69,148</b>
<b>Total</b>	<b>2,37,38,026</b>	-	-	<b>2,37,38,026</b>	<b>1,91,94,148</b>	-	-	<b>1,91,94,148</b>
<b>Financial liabilities at Fair Value</b>								
<b>Through Profit and Loss (FVTPL)</b>								
<b>Current</b>								
i) Trade Payables	2,18,67,110	-	-	2,18,67,110	1,16,72,413	-	-	1,16,72,413
ii) Others	1,94,27,105	-	-	1,94,27,105	14,00,930			14,00,930
<b>Sub total</b>	<b>4,12,94,215</b>	-	-	<b>2,18,67,110</b>	<b>1,30,73,343</b>	-	-	<b>1,30,73,343</b>
<b>Total</b>	<b>4,12,94,215</b>	-	-	<b>2,18,67,110</b>	<b>1,30,73,343</b>	-	-	<b>1,30,73,343</b>



For FOODS AND INNS LTD.

MILAN LAL  
NAGIN DIRECTOR

c) **Financial Risk Management**

The Firm's principal financial liabilities comprises trade and other payables. The main purpose of these financial liabilities is to finance the Firm's operations. The Firm's principal financial assets include investments, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Firm is exposed to market risk, credit risk and liquidity risk. The Firm's management oversees the management of these risks. The Firm's management assures that the Firm's financial risk are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Firm's policies and risk objectives. The Firm reviews and agrees policies for managing each of these risks, which are summarized below.

**Market Risk**

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to balance the Firm's position with regards to interest income and interest expense and to manage the interest rate risk, treasury performs a comprehensive interest rate risk Management. The Firm is not exposed to significant interest rate risk as at the respective reporting dates.

**Foreign Currency Risk**

Foreign Currency Risk is that risk that the fair value of Future Cash flows of an exposure will fluctuate because of changes in foreign exchange rates on account of the various assets and liabilities which are denominated in currencies other than Indian Rupees. The Firm does not enter in to forward exchange contracts to hedge its foreign currency exposures.

The exposure in USD is given herein below. The exposure in other currencies is not material.

Amount (in Rs.)

Foreign currency exposures	31st March'22		31st March'21	
	Assets	Liabilities	Assets	Liabilities
US Dollars	-	-	25,04,893	-
Total	-	-	25,04,893	-

**Credit risk**

Credit risk is the risk that counter party will not meet its obligations under a financial instrument or customer contract leading to a financial loss. The Firm is exposed to credit risk from its operating activities (primarily trade receivables) including deposits with banks and financial institutions, foreign exchange transactions, investments and other financial instruments.

**Trade receivables**

Customer credit risk is managed by each business unit subject to the Firm's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored and followed up.

Trade receivables are evaluated by the Firm based on specific country risk factors, individual credit worthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected credit losses of these receivables.

**Financial instruments and cash deposits**

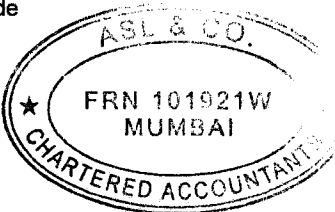
Credit risk from balances with banks and financial institutions is managed by the Firm's management in accordance with the Firm's policy. Investments of surplus funds are made with counterparties approved by the firm.

**Liquidity risk**

Liquidity risk refers to the risk that the Firm cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that that funds are available for use as per requirements. The Firm consistently generated sufficient cash flows from operations to meet its financial obligations as and when they fall due.

For FOODS AND INNS LTD

MILAN DALAL  
MANAGING DIRECTOR





**KUSUM SPICES**

**NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**NOTE 2 : PROPERTY, PLANT & EQUIPMENT AND INTANGIBLES**

Carrying Amounts, including Reconciliation

Property Plant & Equipment

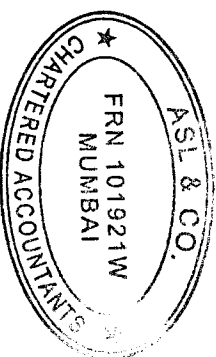
Amount (Rs.)

**2.1 Current Year**

Description of Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	As on 01/04/2021	Additions during the year	Disposal during the year	As on 31/03/2022	Upto 01/04/2021	For the Year	Adjustments	Upto 31/03/2022	As On 31/03/2022
Computers	3,28,488	1,54,797	(44,926)	4,38,359	96,494	1,11,548	(19,919)	1,88,123	2,50,236
Office Equipments	1,43,832	13,304	-	1,57,136	27,555	26,115	-	53,670	1,03,466
Vehicles	5,28,624	10,65,121	(4,55,478)	11,38,267	91,172	65,753	(1,30,311)	26,614	11,11,653
Plant & Machinery	68,92,718	20,75,876	-	89,68,594	5,55,068	4,96,628	-	10,51,696	79,16,898
<b>TOTAL</b>	<b>78,93,662</b>	<b>33,09,098</b>	<b>(5,00,404)</b>	<b>1,07,02,356</b>	<b>7,70,289</b>	<b>7,00,044</b>	<b>(1,50,230)</b>	<b>13,20,103</b>	<b>93,82,253</b>

**2.2 Previous Year**

Description of Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	As on 01/04/2020	Additions during the year	Disposal during the year	As on 31/03/2021	Upto 01/04/2020	For the Year	Adjustments	Upto 31/03/2021	As On 31/03/2021
Computers	2,40,107	1,33,307	(44,926)	3,28,488	24,055	85,069	(12,630)	96,494	2,31,994
Office Equipments	81,596	62,236	-	1,43,832	7,688	19,867	-	27,555	1,16,277
Vehicles	5,28,624	-	-	5,28,624	30,279	60,893	-	91,172	4,37,452
Plant & Machinery	51,24,341	17,68,377	-	68,92,718	1,68,190	3,86,878	-	5,55,068	63,37,650
<b>TOTAL</b>	<b>59,74,668</b>	<b>19,63,920</b>	<b>(44,926)</b>	<b>78,93,662</b>	<b>2,30,212</b>	<b>5,52,707</b>	<b>(12,630)</b>	<b>7,70,289</b>	<b>71,23,373</b>



**For FOODS AND INNS LTD.**

**MEAN DALAL**  
**MANAGING DIRECTOR**

**KUSUM SPICES**

**NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**NOTE 2 : PROPERTY, PLANT & EQUIPMENT AND INTANGIBLES**

Amount (Rs.)

**Carrying Amounts, including Reconciliation**

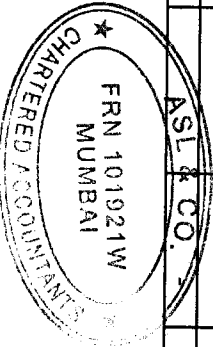
**Intangibles**

**2.3 Current Year**

Description of Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK
	As on 01/04/2021	Additions during the year	Disposal during the year	As on 31/03/2022	Upto 01/04/2021	For the Year	Upto 31/03/2022	As on 31/03/2022
Software	-	1,00,000	-	1,00,000	-	25,770	25,770	74,230
TOTAL	-	1,00,000	-	1,00,000	-	25,770	25,770	74,230

**2.4 Previous Year**

Description of Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK
	As on 01/04/2020	Additions during the year	Disposal during the year	As on 31/03/2021	Upto 01/04/2020	For the Year	Upto 31/03/2021	As on 31/03/2021
Software	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-



**For FOODS AND INNS LTD.**

MAN. DATE: 10/03/2022

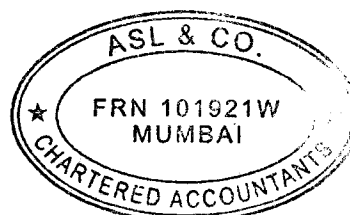
# KUSUM SPICES

## NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

	<u>31st March'22</u> <u>Amount (Rs.)</u>	<u>31st March'21</u> <u>Amount (Rs.)</u>
<b>NOTE 3 : NON CURRENT FINANCIAL ASSETS</b>		
Security Deposit	25,000	25,000
Bank Deposits	73,39,621	-
(Long term deposits with maturity more than 12 months)		
	<u>73,64,621</u>	<u>25,000</u>
<b>NOTE 4 : INVENTORIES</b>		
(At lower of cost and net realisable value)		
Finished goods	1,76,06,694	78,86,860
Raw Materials	3,68,10,828	2,12,42,365
Packing Materials	41,90,498	22,07,135
	<u>5,86,08,020</u>	<u>3,13,36,360</u>
<b>NOTE 5 : TRADE RECEIVABLES</b>		
(Unsecured considered good)		
Export	-	25,04,893
Domestic	1,56,12,090	88,23,594
	<u>1,56,12,090</u>	<u>1,13,28,487</u>
(Trade Receivables includes amount due from the the Partner)	23,70,219	-
No provision for any impairment of Trade Receivables is considered necessary		
(Refer Annexure A for Ageing)		
<b>NOTE 6 : CASH &amp; CASH EQUIVALENTS</b>		
Cash Balance	1,10,360	1,07,194
Bank Balances	3,71,835	3,85,971
Other Bank Balances		
Long term deposits with maturity more than 3 months but less than 12 months	-	70,00,000
	<u>4,82,195</u>	<u>74,93,165</u>
<b>NOTE 7 : OTHER CURRENT FINANCIAL ASSETS</b>		
Security Deposits	-	25,600
Advances Recoverable	2,79,120	3,21,896
	<u>2,79,120</u>	<u>3,47,496</u>
<b>NOTE 8 : OTHER CURRENT ASSETS</b>		
Advances Recoverable	15,61,329	22,66,346
GST Refunds	7,42,673	11,26,415
GST Input Tax Credit	51,87,314	37,47,366
	<u>74,91,316</u>	<u>71,40,127</u>
(Advances Recoverable include amount from a Company where a Partner is a Director)	4,38,963	12,95,122
<b>NOTE 9 : PARTNERS' CAPITAL ACCOUNTS</b>		
Foods and Inns Ltd.	5,25,11,392	4,68,64,676
Moloy Saha	5,445	4,136
	<u>5,25,16,836</u>	<u>4,68,68,812</u>
<b>NOTE 10 : PROVISIONS</b>		
Gratuity Payable to Employees	2,75,964	2,60,018
	<u>2,75,964</u>	<u>2,60,018</u>
<b>NOTE 11 : DEFERRED TAX LIABILITY</b>		
Property Plant & Equipment	(99,970)	95,903
Gratuity Provision	(96,432)	(90,860)
	<u>(1,96,402)</u>	<u>5,043</u>

For FOODS AND INNS LTD.

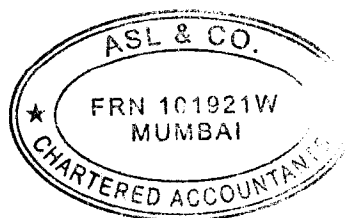
MILAN DAVAL  
MANAGING DIRECTOR



# KUSUM SPICES

## NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

	31st March'22 Amount (Rs.)	31st March'21 Amount (Rs.)	
<b>MOVEMENT IN DEFERRED TAX ASSETS AND LIABILITIES</b>			
Particulars	Deferred tax liabilities / (assets) as at 1st April'21	Charge/ (Credit) to Profit or loss	Charge / (Credit) to OCI
Property Plant & Equipment	95,903	(1,95,873)	-
Gratuity Provision	(90,860)	(1,23,584)	1,18,012
	5,043	(3,19,457)	1,18,012
			(1,96,402)
<b>NOTE 12 : TRADE PAYABLES</b>			
Due to Micro, Small & Medium Enterprises	-	-	
Due to Others			
For Goods	2,10,47,827	1,09,36,054	
For Expenses	8,19,283	7,36,359	
(Refer Annexure B for Ageing)	2,18,67,110	1,16,72,413	
<b>NOTE 13 : CURRENT FINANCIAL LIABILITIES</b>			
<b>Secured</b>			
<b>Bank Overdraft</b>			
Union Bank Of India	1,44,45,717	-	
(Secured by hypothecation charge on movable properties and book debts of the firm along with Personal and Corporate guarantee of the partners of the Firm)			
Kotak Mahindra Bank Ltd.	49,81,388	14,00,930	
(Secured by Lien on Fixed Deposit of the firm with the bank)			
	1,94,27,105	14,00,930	
<b>NOTE 14 : OTHER CURRENT NON-FINANCIAL LIABILITIES</b>			
Advances from Customers	17,31,576	68,629	
Statutory Liabilities & Provisions	3,10,724	4,00,554	
Other Current Liabilities	-	-	
	20,42,300	4,69,183	
<b>NOTE 15 : SHORT TERM PROVISIONS</b>			
Provision for Income Tax (net of taxes paid)	12,65,452	12,53,344	
Leave Encashment Payable	2,10,338	2,05,603	
	14,75,790	14,58,947	



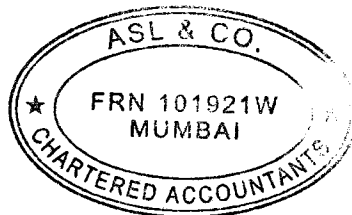
For FOODS AND INNS LTD.

MILAN DALAL  
MANAGING DIRECTOR

# KUSUM SPICES

## NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

	<u>31st March'22</u>	<u>31st March'21</u>
	<u>Amount (Rs.)</u>	<u>Amount (Rs.)</u>
<b>NOTE 16 : REVENUE FROM OPERATIONS</b>		
Sales of goods	15,89,29,647	14,24,17,022
	<u>15,89,29,647</u>	<u>14,24,17,022</u>
Revenue from contracts with customers		
I. Revenue from contracts with customers disaggregated based on geography -		
Particulars		
Domestic	12,09,18,622	12,03,24,676
Export	3,80,11,025	2,20,92,346
	<u>15,89,29,647</u>	<u>14,24,17,022</u>
II. Revenue recognised from Contract liability (Advances from Customers)		
Particulars		
Closing contract Liability	<u>17,31,576</u>	<u>68,629</u>
<b>NOTE 17 : OTHER INCOME</b>		
Export Incentives	7,86,163	32,508
Foreign Exchange Difference	3,06,094	3,68,676
Interest on Bank Deposit	3,37,527	62,693
Profit on Sale of Fixed Assets	-	47,704
	<u>14,29,784</u>	<u>5,11,581</u>
<b>NOTE 18 : (INCREASE)/ DECREASE IN STOCK</b>		
Opening stock of Finished goods	78,86,860	74,19,514
Less : Closing stock of finished goods	1,76,06,694	78,86,860
	<u>(97,19,834)</u>	<u>(4,67,346)</u>
<b>NOTE 19 : COST OF MATERIALS CONSUMED</b>		
<b>Raw Materials Consumed</b>		
Opening Stock	2,12,42,365	1,45,06,168
Purchases	11,81,40,098	8,89,94,866
	<u>13,93,82,463</u>	<u>10,35,01,034</u>
Less : Closing Stock	3,68,10,828	2,12,42,365
	<u>10,25,71,635</u>	<u>8,22,58,669</u>
Labour Charges	1,97,342	-
Electricity Charges	5,01,918	5,23,196
Transportation Charges	2,45,039	2,00,713
Grinding Charges	15,12,293	15,12,863
Storage Charges	10,01,194	7,44,013
Raw Materials Consumed (A)	<u>10,60,29,421</u>	<u>8,52,39,454</u>
<b>Packing Materials Consumed</b>		
Opening Stock	22,07,135	6,66,696
Purchases	51,08,262	61,71,981
	<u>73,15,397</u>	<u>68,38,677</u>
Less : Closing Stock	41,90,498	22,07,135
	<u>31,24,899</u>	<u>46,31,542</u>
Printing - Packing Materials	-	9,250
Packing Materials Consumed (B)	<u>31,24,899</u>	<u>46,40,792</u>
Total Materials Consumed (A + B)	<u>10,91,54,320</u>	<u>8,98,80,246</u>



For FOODS AND INNS LTD.

MILAN DALAL  
MANAGING DIRECTOR

# KUSUM SPICES

## NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

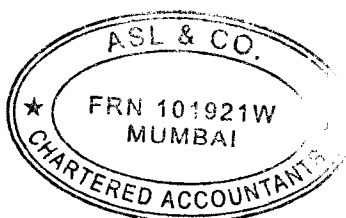
	<u>31st March'22</u> <u>Amount (Rs.)</u>	<u>31st March'21</u> <u>Amount (Rs.)</u>
<b>NOTE 20 : EMPLOYEE BENEFIT EXPENSES</b>		
Salaries, Wages & Allowances	1,76,88,876	1,11,72,357
Bonus	13,06,891	12,86,444
Contribution to Staff Welfare Funds	9,19,027	7,48,591
Staff Welfare Expenses	2,96,544	2,33,213
Gratuity	3,53,664	1,99,623
Leave Encashment	4,735	2,05,603
	<u>2,05,69,737</u>	<u>1,38,45,831</u>

### **NOTE 21 : FINANCE CHARGES**

Bank Charges	27,341	11,671
Bank Loan Processing Charges	7,59,225	-
Interest on Bank Overdraft	8,40,133	-
Interest Paid on Loans	-	49,192
Other Finance Charges	48,865	75,024
	<u>16,75,564</u>	<u>1,35,887</u>

### **NOTE 22 : OTHER EXPENSES**

Professional Fees	12,39,000	37,59,347
Tax Audit Fees	1,50,000	1,50,000
Advertisement	2,47,614	6,19,790
Certification & Documentation Charges	3,48,125	41,343
Clearing & Handling Charges	3,26,725	1,94,066
Communication Costs	45,418	38,951
Commission	16,70,348	-
Delivery Expenses	10,16,522	10,69,393
Export Freight & Transportation	22,34,821	7,13,322
Insurance	3,35,026	1,03,983
Loss on Sale of Fixed Asset	59,237	-
Miscellaneous Expenses	12,61,372	6,63,862
Printing & Stationery	2,73,046	2,87,509
Printing Costs	8,94,150	77,250
Rent	54,38,400	73,65,423
Repairs & Maintenance	2,55,030	5,28,061
Sales Promotion	1,70,720	2,65,000
Security Charges	3,36,000	3,36,000
Sterilisation Charges	68,697	67,727
Testing Charges	1,27,251	1,81,755
Travelling & Conveyance	20,51,272	15,43,503
	<u>1,85,48,774</u>	<u>1,80,06,285</u>



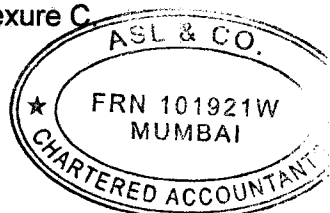
**For FOODS AND INNS LTD.**

**MILAN BALAL**  
MANAGING DIRECTOR

# KUSUM SPICES

## NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

	<u>Amount (Rs.)</u> <u>31st March'22</u>	<u>Amount (Rs.)</u> <u>31st March'21</u>
23. Details of Dues to Micro Enterprises Small & Medium Enterprises :		
Trade Payable include :		
i) total outstanding dues of micro ,small and medium enterprises	Nil	Nil
ii) total outstanding dues of creditors other than micro , small and medium enterprises	2,18,67,110	1,16,72,413
Other Liabilities include :		
i) total outstanding dues of micro ,small and medium enterprises	Nil	Nil
ii) total outstanding dues of creditors other than micro , small and medium enterprises	2,14,69,405	18,70,113
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of the accounting year :		
i) Principal Amount	Nil	Nil
ii) Interest thereon	Nil	Nil
The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil
The above information has been compiled in respect of parties to the extent to which they could be identified as Micro, Small and Medium Enterprises , on the basis of information available with the Firm.		
24. The Balances of Trade Receivables and Trade Payables and loans & advances are subject to confirmations and reconciliation, if any.		
25. No amount has been charged to the Statement of Profit and Loss on account of write-down of inventories to net realisable value.		
26. Related Party Disclosures as required by Indian Accounting Standard 24 issued by The Institute of Chartered Accountants of India is given in Annexure C		



For FOODS AND INNS LTD.

MILAN DALAL  
MANAGING DIRECTOR

## NOTES TO THE IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

## 27. EMPLOYEE BENEFITS

## (a) Retirement Benefits

As per Ind AS 19 the firm has recognized "Employees Benefits" in the financial statements in respect of Employee Benefits Schemes as per Actuarial Valuation as on 31st March 2022

## (A) Defined benefit plans

## i Retiring Gratuity

## I Expenses Recognized in the Statement of Profit or Loss for Current Period

Particulars	31st March'22	31st March'21
Current Service Cost	3,35,827	1,35,474
Past Service Cost vested	-	-
Interest Cost	17,837	3,654
Expected Return on Plan Assets	-	-
Actuarial (Gain) / Loss	-	-
<b>Total Expenses/(Gain) recognized in the Profit &amp; Loss Account</b>	<b>3,53,664</b>	<b>1,39,128</b>

## II Expenses Recognized in the Other Comprehensive Income (OCI) for Current Period

Particulars	31st March'22	31st March'21
Actuarial (Gains)/Losses on Obligation For the Period	(3,37,718)	60,395
Return on Plan Assets, Excluding Interest Income	-	-
Change in Asset Ceiling	-	-
<b>Net (Income)/Expense For the Period Recognized in OCI</b>	<b>(3,37,718)</b>	<b>60,395</b>

## III Net Asset/ (Liability) recognized in Balance Sheet

Particulars	31st March'22	31st March'21
Present value of Funded Obligation	(2,75,964)	(2,60,018)
Fair Value of Plan Assets	-	-
<b>Funded Status (Surplus/ (Deficit))</b>	<b>(2,75,964)</b>	<b>(2,60,018)</b>
<b>Assets/(Liability) recognized in the Balance Sheet</b>	<b>(2,75,964)</b>	<b>(2,60,018)</b>

## IV Change in Defined Benefit Obligations (DBO)

Particulars	31st March'22	31st March'21
Opening Balance of Present Value of Obligation	2,60,018	60,495
Interest Cost	17,837	3,654
Current Service Cost	3,35,827	1,35,474
Past Service Cost - Vested Benefits	-	-
Actuarial (Gain)/Losses on Obligations - due to change in demographic assumptions	(273)	-
Actuarial (Gain)/Losses on Obligations - due to change in financial assumptions	(3,308)	(31,019)
Actuarial (Gain)/Losses on Obligations - due to experience	(3,34,137)	91,414
<b>Closing Balance of Present Value of Obligation</b>	<b>2,75,964</b>	<b>2,60,018</b>

## V Changes in the Fair Value of Plan Assets

Particulars	31st March'22	31st March'21
Opening Balance of Present Value of Obligation	-	-
Expected Return on Plan Assets	-	-
Interest Income	-	-
Contribution by Employer	-	-
Benefit Paid	-	-
<b>Fair Value of Plan Assets as at 31st March</b>	<b>-</b>	<b>-</b>

## VI Actuarial Assumption

Particulars	31st March'22	31st March'21
Discount Rate (Per Annum)	6.86%	6.86%
Annual Increase in Salary Costs Per Annum	6.00%	6.00%
Employee Turnover Rate	2.00%	2.00%
Mortality Rate During Employment	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

## VII Major Categories of plan assets as a percentage of total plan assets

Particulars	31st March'22	31st March'21
Government of India Securities	-	-
High Quality Corporate Bonds	-	-
Equity Shares of listed companies	-	-
Property	-	-
Insurance Company	0.00%	0.00%

## VIII Movement in net liability recognized in Balance Sheet

Particulars	31st March'22	31st March'21
Net Opening Liability	2,60,018	-
Expenses Recognized in Statement of Profit or Loss	3,53,664	1,99,623
Contribution paid	-	-
Expenses Recognized in OCI	(3,37,718)	60,395
<b>Closing Net Liability</b>	<b>2,75,964</b>	<b>2,60,018</b>

## IX Maturity Analysis of the Benefit Payments

Projected Benefits Payable in Future Years From the Date of Reporting	31st March'22	31st March'21
1st Following Year	1,211	1,778
2nd Following Year	1,355	1,994
3rd Following Year	4,062	2,008
4th Following Year	7,110	6,562
5th Following Year	28,011	8,405
Sum of Years 6 To 10	1,02,158	1,10,958
<b>Sum of Years 11 and above</b>	<b>6,02,359</b>	<b>6,63,631</b>

## X Sensitivity Analysis

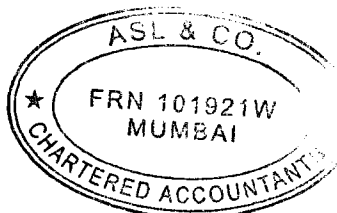
Projected Benefit Obligation on Current Assumptions	31st March'22	31st March'21
Delta Effect of +1% Change in Rate of Discounting	(30,235)	(31,913)
Delta Effect of -1% Change in Rate of Discounting	35,767	38,510
Delta Effect of +1% Change in Rate of Salary Increase	35,753	38,454
Delta Effect of -1% Change in Rate of Salary Increase	(30,754)	(32,428)
Delta Effect of +1% Change in Rate of Employee Turnover	(5,728)	(6,482)
Delta Effect of -1% Change in Rate of Employee Turnover	5,495	6,231

## (B) Defined Contribution Plans

Amount recognised as expenses on account of "Contribution / Provision to and for Provident and other Funds" of Statement of Profit and Loss - Rs. 9,19,027/- (Previous year Rs.7,48,501/-)

28. Reconciliation of the quarterly statements of current assets filed by the firm with Bank from which the firm has borrowings on the basis of security of current assets is given in Annexure D

29. Figures for the previous year have been regrouped, recast and rearranged wherever considered necessary to conform to the layout of accounts of the current year.



For KUSUM SPICES

Milan Dalal  
Foods And Inns Limited  
(Partner)

Signed by Milan Dalal - Managing Director

Place : Mumbai  
Date : May 13, 2022



# KUSUM SPICES

## ANNEXURE "A" AS REFERRED TO IN NOTE NO. 5 OF NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

### Trade Receivables Ageing Schedule

Amount (Rs.)

<u>Particulars</u>		Outstanding for periods from due date of payment					Total
		Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade Receivables							
(i)	Considered Good	1,41,54,950	6,69,985	7,87,155	-	-	1,56,12,090
(ii)	Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables							
(iii)	Considered Good	-	-	-	-	-	-
(iv)	Considered Doubtful	-	-	-	-	-	-



For FOODS AND INNS LTD.

MILAN DAVAL  
MANAGING DIRECTOR

# KUSUM SPICES

## ANNEXURE "B" AS REFERRED TO IN NOTE NO. 12 OF NOTES TO IND AS FINANCIAL : FOR THE YEAR ENDED 31ST MARCH 2022

### Trade Payables Ageing Schedule

<u>Particulars</u>	Not Due	Outstanding for periods from due date of payment			
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years
(i) MSME	-	-	-	-	-
(ii) Others	1,54,41,598	83,01,452	9,202	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-



For FOODS AND INNS LTD.

MILAN DALAL  
MANAGING DIRECTOR

# KUSUM SPICES

## ANNEXURE "C" AS REFERRED TO IN NOTE NO. 26 OF NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

### Related Party Disclosure

#### A Related Party & their Relationship

a) Key Management Personnel	Relationship
Foods & Inns Ltd.	Partner
Moloy Saha	Partner

#### b) Relative of key management personnel and their enterprises where transaction have taken place

- Milan Dalal
- Western Press Pvt. Ltd.

#### B Transactions with the related parties

(does not include the transactions entered with the parties after they ceased to be related)

Amount(Rs.)

Particulars	2021-22			2020-21		
	Key Managerial Personnel	Others	Total	Key Managerial Personnel	Others	Total
Capital Introduced	-	-	-	-	-	-
Capital Withdrawn	(74,40,000)	-	(74,40,000)	-	-	-
Sales **	23,06,986	-	23,06,986	1,75,708	1,45,271	3,20,979
Purchases **	1,07,506	3,01,830	4,09,336	-	8,99,316	8,99,316
Consultancy Charges **	-	-	-	33,27,600	-	33,27,600
Sales Promotion **	-	-	-	1,28,800	-	1,28,800
Printing & Stationary **	-	-	-	-	1,03,347	1,03,347
Fixed Assets Purchased **	-	-	-	-	-	-

\*\* Includes applicable taxes

#### C

Balance as at the year end	2021-22			2020-21		
	Key Managerial Personnel	Others	Total	Key Managerial Personnel	Others	Total
Partners Capital	5,25,16,836	-	5,25,16,836	4,68,68,812	-	4,68,68,812
Advances Recoverable	-	4,38,963	4,38,963	-	12,95,122	12,95,122
Trade Payables	144	-	144	3,32,128	2,32,050	5,64,178
Trade Receivables	23,70,219	-	23,70,219	9,949	-	9,949

Note : Reimbursement of expenses in normal course of business have not been included herein above



For FOODS AND INNS LTD.

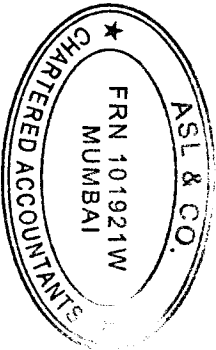
MILAN DALAL  
MANAGING DIRECTOR

**KUSUM SPICES**

**ANNEXURE "D" AS REFERRED TO IN NOTE NO. 28 OF NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022**

Reconciliation of the quarterly statements of current assets filed by the firm with Bank

Quarter	Name of the bank	Particulars of security provided	Amount as per books of account (Rs.)	Amount as reported in the quarterly statement (Rs.)	Amount of difference (Rs.)	Reason for material discrepancies
Oct-Dec'21	Union Bank of India	Inventories	2,83,99,711	2,83,99,711	-	-
		Book Debts	1,54,98,530	1,39,78,701	15,19,830	Amount reported to bank is net of Advances received from customers
		Inventories	4,82,55,179	-	4,82,55,179	
Jan-Mar'22	Union Bank of India	Book Debts	1,56,12,090	-	1,56,12,090	Statement for the Q4 not yet submitted to the bank



**For FOODS AND INNS LTD.**

**MILIND PAL**  
MANAGING DIRECTOR

## KUSUM SPICES

### Partners' Capital Accounts for the financial year 2021-22

	<u>Foods and Inns Ltd.</u>	<u>Amount (Rs.)</u>
Capital Withdrawn (net)	74,40,000	Balance b/d 4,68,64,676
Other Comprehensive Income	(2,19,684)	Share of Profit 1,28,67,032
Balance c/f	5,25,11,392	
	<u>5,97,31,708</u>	<u>5,97,31,708</u>

	<u>Moloy Saha</u>	
Other Comprehensive Income	(22)	Balance b/d 4,136
		Share of Profit 1,287
Balance C/f	5,445	
	<u>5,423</u>	<u>5,423</u>

For FOODS AND INNS LTD.

  
MILAN DALAL  
MANAGING DIRECTOR