

Date: 14th October, 2017

To
The Corporate Relationship Department
BSE Limited
Phiroze Jeejebhoy Towers
Dalal Street
Mumbai - 400 001

Dear Sir,

Sub: Submission of Annual Report for the FY 2016-17
Ref: Scrip Code: 540332 – Tanvi Foods (India) Limited

With reference to the above, please find attached Annual Report of M/s. Tanvi Foods (India) Limited for the FY 2016-17 as per Regulation 34 (1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is for your information and records.

Thanking you,

Yours faithfully

For Tanvi Foods (India) Ltd

Shilpa



Shilpa Kotagiri
Company Secretary & Compliance Officer



10th

Annual Report

2016 - 2017

TANVI FOODS (INDIA) LIMITED

10th ANNUAL GENERAL MEETING
Thursday, 28th September, 2017
at 11.00 A.M.
at Door No.7-2-4/D, Old Canteen Building,
Sanathnagar Industrial Estate,
Opp: SBH, Sanathnagar Hyderabad - 500018

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Corporate Information

Board of Directors	
A Sarat Chandra Babu A.Sri Nagaveer A.Vasavi A Sarada R.V. Radhakrishna Naveen Nandigam	- Chairman - Managing Director - Executive Director - Non-Executive Director - Independent Director - Independent Director
Company Secretary & Compliance Officer	Chief Financial Officer
Shilpa Kotagiri	B Mahalakshmi
Statutory Auditors	Registered Office
GV & Co. Grandhi Vittal Chartered Accountants #H.No 2-159, Ananda Nilayam, Street No.3, Vani Nagar Malkajgiri, Hyderabad – 500047.	NO.7-2-4/D, OLD CANTEEN BUILDING SANATHNAGAR INDUSTRIAL ESTATE, OPP : SBH SANATHNAGAR HYDERABAD INDIA. Tel: +91 40 23817299 Fax: +91 40 23817299
Corporate Consultants	10th Annual General Meeting
P.S Rao & Associates Company Secretaries Flat No: 10, 4th Floor # 6-3-347/22/2, Dwarkapuri Colony, Panjagutta, Hyd– 500082	Date & Time: 28th September, 2017 at 11.00 A.M Day: Thursday Venue: NO.7-2-4/D, Old Canteen Building Sanathnagar Industrial Estate, Opp:SBH Sanathnagar Hyderabad India.

Notice

Notice is hereby given that the Tenth Annual General Meeting of Tanvi Foods (INDIA) Limited will be held on Thursday, 28th September, 2017 at 11.00 A.M. at the Registered Office of the Company situated at Door No.7-2-4/D, Old Canteen Building, Sanathnagar, Industrial Estate, Opp:SBH, Sanathnagar, Hyderabad-500018 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Standalone Financial Statement of the Company for the Financial Year ended March 31, 2017 and the Reports of the Board of Directors and Auditors thereon.
2. To receive, consider and adopt the audited Consolidated Financial Statement of the Company for the Financial Year ended March 31, 2017 and the Report of Auditors thereon.
3. To appoint a Director in place of Mr. A. Sarat Chandra Babu who retires by rotation and being eligible offers himself for re-appointment.
4. To ratify the appointment of Statutory Auditors of the Company and to fix their remuneration and in this regard, to consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 139, 141, 142 and other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, and pursuant to the recommendations of the Audit Committee and the resolution passed by the members in their AGM held on 30.09.2016, the appointment of M/s GV & Co, Chartered Accountants, (Registration No. 012875S), Hyderabad who were appointed as the Statutory Auditors of the Company to hold the office as such till the conclusion of 14th Annual General Meeting, be and is hereby ratified and the Board of Directors of the Company be and are hereby authorised to fix the remuneration payable to the Statutory Auditors for the audit of the accounts for the financial year ending March 31, 2018.”

By Order of the Board
For Tanvi Foods (INDIA) Limited

Sd/-
Shilpa Kotagiri
Company Secretary

Place: Hyderabad
Date: 21/08/2017

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.** The Proxy form duly filled in should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting. All alterations/corrections made in the form of Proxy should be initialed by the Member.
2. Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
3. The Register of Members and Share Transfer Books will remain closed from Saturday, September 23, 2017 to Wednesday, September 27, 2017 (both days inclusive).
4. Members, who hold shares in the dematerialized form and wish to change / rectify the bank account details, should send the same immediately to their concerned Depository Participant and not to the Company. Members are also requested to give the MICR code of their Bank to their Depository Participants. While making payment of Dividend, Registrar is obliged to use only the data provided by the Depositories
5. Corporate Members intending to send their authorized representative to attend the Meeting are requested to send to the company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
6. In case of joint holders attending the Meeting, only such joint holders who are higher in the order of names will be entitled to vote.
7. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the Registered Office of the Company on all working days, except Saturdays, during business hours upto the date of the Annual General Meeting.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their Demat accounts.
9. Members are requested to mandatorily quote their Registered Folio No. or Demat Account No. and Depository Participant Identification Number (DPID No) on all correspondence with the company.

Securities and Exchange Board of India [SEBI] vide circular ref No.MRD/Dop/CIR-05/2007 dated April 27, 2007 made PAN, the sole Identification Number for all participants transacting in the Securities Market, irrespective of the amount of transaction. In continuation to the aforesaid circular, it is hereby clarified that for Securities Market Transactions and off market/ private transactions involving transfer of shares of listed companies in Physical form, it shall be mandatory for the transferee(s) to furnish copy of PAN card to the company/ RTA for registration of such Transfer of Shares.

10. Members are advised to update their email IDs with Company's RTA and/or concerned Depository participants as soon as possible.
11. As per Secretarial Standards 2 (SS-2), complete particulars of the venue of the Meeting (route map) has been attached herewith to the Notice.
12. Remote E-Voting

The items of business as set out in the Notice may be transacted through electronic voting system. Therefore, the Company is providing facility for voting by electronic means. Pursuant to Section 108 of the Companies Act 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time and in force as on date and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to offer remote e-voting facility, as an alternate, to its members in respect of the business to be transacted at the AGM.

The Members, whose names appear in the Register of Members / list of Beneficial Owners as on Friday, September 22, 2017, i.e. the date prior to the commencement of Book Closure date, are entitled to vote on the resolutions set forth in this Notice. Eligible members who have acquired shares after the dispatch of the Annual Report may approach the Company for required assistance in connection with generation of the User ID / Password in order to exercise their right to vote by electronic means. The remote e-voting period will commence at 9.00 A.M. on Monday, September 25, 2017 and will end at 5.00 P.M. on Wednesday, September 27, 2017. The members will not be able to cast their votes electronically beyond the date and time mentioned above.

The Company has appointed Mr. Anand Kumar C. Kasat, Practicing Company Secretary (Membership. No. 42078 and C.P No. 17420) to act as the Scrutinizer to conduct and scrutinize the voting process in a fair and transparent manner. The Members desiring to vote through electronic mode may refer to the detailed procedure on remote e-voting given hereunder:

PROCEDURE FOR REMOTE E-VOTING:

The remote e-voting period will begin at 9.00 A.M. on Monday, September 25, 2017 and will end at 5.00 P.M. on Wednesday, September 27, 2017. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. Friday, September 22, 2017, may cast their vote electronically. The remote e-voting module shall be disabled by CDSL for voting thereafter

- A. In case of members receiving e-mail (for members whose e-mail address are registered with the Company/ Depositories)
 - (i) The shareholders should log on to the remote e-voting website www.evotingindia.com.
 - (ii) Click on "Shareholders" tab.
 - (iii) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
 - (iv) Next enter the Image Verification as displayed and Click on Login.
 - (v) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
 - (vi) If you are a first time user follow the steps given below:

	For Members holding shares in Demat/ Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)
	<ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.
	<ul style="list-style-type: none"> In case the sequence number is less than 8 digits enter the applicable number of '0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Bank Details as recorded in your demat account or in the company records for the said demat account or folio.
	<ul style="list-style-type: none"> Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member ID / folio number in the Dividend Bank details field as mentioned in instruction (iii).

- (vii) After entering these details appropriately, click on "SUBMIT" tab.
- (viii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for remote e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For Members holding shares in physical form, the details can be used only for remote e-voting on the resolutions contained in this Notice.
- (x) Click on the **EVS**N for the relevant **<Company Name>** on which you choose to vote.
- (xi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option **YES** or **NO** as desired. The option **YES** implies that you assent to the Resolution and option **NO** implies that you dissent to the Resolution.
- (xii) Click on the "**RESOLUTIONS FILE LINK**" if you wish to view the entire Resolution details.
- (xiii) After selecting the resolution you have decided to vote on, click on "**SUBMIT**". A confirmation box will be displayed. If you wish to confirm your vote, click on "**OK**", else to change your vote, click on "**CANCEL**" and accordingly modify your vote.
- (xiv) Once you "**CONFIRM**" your vote on the resolution, you will not be allowed to modify your vote.

(xv) You can also take out print of the voting done by you by clicking on “Click here to print” option on the voting page.

(xvi) If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvii) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xviii) In case you have any queries or issues regarding remote e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

B. In case of members receiving the physical copy of Notice of AGM (for members whose e-mail ids are not registered with the Company/Depositories):

Please follow all the steps from Sl. No. (i) to Sl. No.(xvii) to cast vote

The Scrutinizer shall immediately after the conclusion of voting at the AGM, first count the votes cast at the Meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least 2 witnesses not in the employment of the Company and make not later than 3 days of conclusion of the Meeting a consolidated Scrutiniser’s Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same and declare the result of voting forthwith.

Members who do not have access to remote e-voting facility have been additionally provided the facility of voting on a Ballot Form. They may send duly completed Ballot Form (enclosed with the Annual Report) to the Scrutinizer Mr. Anand Kumar C. Kasat, Practicing Company Secretary (M. No. 42078), at the Registered Office of the Company so as to reach before the conclusion of the 10th Annual General Meeting or can carry the same to the Annual General Meeting and deposit in the Ballot Box during the Meeting. The facility for voting, either through ballot or polling paper shall also be made available at the Meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the Meeting. The members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

A member can opt for only one mode of voting, i.e., either through remote e-voting or by Ballot. If a member casts votes by both modes, then voting done through remote e-voting shall prevail and Ballot shall be treated as invalid.

Members have the option to request for physical copy of Ballot Form by sending an e-mail to investors@tanvifoods.com, by mentioning their Folio / DP ID and Client ID.

The results declared along with the Scrutinizer's Report will be posted on the Company's website and communicated to the Stock Exchange.

By Order of the Board of Directors
For Tanvi Foods (INDIA) Limited

Sd/-
Shilpa Kotagiri
Company Secretary

Place: Hyderabad
Date: 21/08/2017

Information in respect of Directors seeking appointment/ re-appointment as required under the Secretarial Standards on General Meetings issued by ICSI:-

Name of the Director	A. SARAT CHANDRA BABU
Date of Appointment including terms and conditions of appointment	He was appointed as a Director of the Company on 30th March, 2007. He was appointed as the Whole Time Director of the Company and was designated as the Chairman of the Company in the Extra Ordinary General Meeting held on 01.04.2016 for a period of three years.
Date of first appointment on the Board	30.03.2007
Date of Birth	12/08/1950 (Age: 66 years)
Expertise in Specific Functional areas	He is the founder promoter of the company. He has more than two decades of varied business experience in fish cultivation. He has been the main guiding force behind the growth and business strategy of the company.
Educational Qualification	He is an under graduate.
Directorships in other Companies	Nil
Membership / Chairmanships of committees of Other Boards (other than the Company)	Nil
Details of Remuneration sought to be paid and the remuneration last drawn by such person	<p>The instant resolution is only for reappointment to the office of Director.</p> <p>Remuneration Details: Basic Pay is Rs.15,000/- per month</p> <p>Perquisites & Allowances (per month):</p> <ol style="list-style-type: none"> i. DA: Rs 3000 ii. HRA: Rs 9000 iii. CCA: Rs 3000 iv. Provision of companies car for official purpose v. Mobile phone for official purpose <p>Other terms and conditions may be altered and varied from time to time as board deems fit subject to a maximum overall remuneration of Rs. 5,00,000/- per annum.</p>

Shareholding in the Company as on 31.03.2017	He holds 2,00,000 Equity Shares of Rs.10/- each
Relationship between Directors inter-se	He is the father of Mr. A. Sri Nagaveer, the Managing Director. He is the father-in-law of A. Vasavi, the Executive Director of the Company and Husband of A. Sarada, the Non- Executive Director of the Company.
Number of Meetings of the Board attended during the year	He has attended 5 Board Meetings during the financial year 2016-17.

By the Order of the Board
For Tanvi Foods (INDIA) Limited

Sd/-
Shilpa Kotagiri
Company Secretary

Place: Hyderabad
Date: 21/08/2017

DIRECTORS' REPORT

To
The Members,

Your Directors take pleasure in presenting the **Tenth Annual Report** on the business and operations of the company together with the audited financial statements along with the report of the Auditors for the financial year ended March 31, 2017.

FINANCIAL SUMMARY:

(Amt. in Rs)

Particulars	STANDALONE		CONSOLIDATED	
	For the FY ended 31.03.2017	For the FY ended 31.03.2016	For the FY ended 31.03.2017	For the FY ended 31.03.2016
Revenue from Operations	559,532,065	481,662,140	594,931,124	516,328,123
Other Income	13,101,538	9,236,083	4,834,902	1,094,718
Total Revenue	572,633,603	490,898,223	599,366,026	517,422,841
Total Expenses	559,041,278	479,616,219	584,847,943	505,057,352
Exceptional Items	-	4,621,304	-	6,009,181
Prior period items	-	804,184	-	804,184
Profit before tax	13,592,325	16,707,492	14,518,083	19,178,853
Tax Expenses	3,304,849	2,421,083	3,740,173	3,460,098
Profit after tax	10,287,476	14,286,409	10,777,910	15,718,756
EPS	2.94	4.70	3.08	5.18

REVIEW OF PERFORMANCE & COMPANY'S STATE OF AFFAIRS:**AT STANDALONE LEVEL:**

Our revenue from operations on standalone basis increased to Rs.55.95 Crores from Rs. 48.17 Crores in the previous year, at a growth rate of 16%. Your Company has posted yet another impressive year of performance. Out of the total revenue approx. 97% has been generated from the sale of Frozen Products.

Your Company has incurred total expenses of Rs.559.0 lakhs compared to Rs.479.7 lakhs in the preceding financial year. Further, during the financial year under review, certain fixed expenses such as depreciation & amortization expenses increased from Rs.79.09 lakhs to Rs.95.32 lakhs and finance costs increased from Rs.170.59 lakhs to Rs.236.81 lakhs respectively as compared to the preceding financial year.

Your Company earned a Net Profit of Rs.102.8 lakhs for the Financial Year ended 31st March, 2017 as compared to Rs.142.8 lakhs in the preceding financial year.

This resulted in an EPS of Rs.2.94 for the FY 2016-17.

No amount is being proposed to be transferred to Reserves for the financial year ended 31st March, 2017.

AT CONSOLIDATED LEVEL:

Your Company owns 100% stake in Polar Cube Cold Storage Solutions Private Limited and Squarepeg Distribution Services Private Limited, both being its Wholly Owned Subsidiaries (WOSs). The consolidated financial performance, presented herewith, comprises the financial performance of the Company and that of the said WOSs mentioned above. At consolidated level, the revenue from operations stood at Rs. 594.5 lakhs and profit before tax stood at Rs.145.1 lakhs. After providing for taxes, the PAT stood at Rs.107.8 lakhs.

CONSOLIDATED FINANCIAL STATEMENTS:

Your Company has prepared Consolidated Financial Statements in accordance with Accounting Standard 21 - "Consolidated Financial Statements", prescribed by the Companies (Accounts) Rules, 2014 of the Companies Act, 2013. The Consolidated Statements reflect the results of the Company along with that of its Subsidiaries. The Audited Consolidated Financial Statements together with the Independent Auditor's Report thereon are annexed and form part of this Annual Report.

MATERIAL CHANGES AFTER THE CLOSURE OF THE FINANCIAL YEAR:

No material changes have occurred after the close of the financial year ended 31st March, 2017, other than that mentioned in this Report.

CHANGE IN THE NATURE OF BUSINESS:

There was no change in the nature of business of your Company during the financial year ended 31st March, 2017.

DIVIDEND:

In view of the ongoing expansion activities of the Company, it needs to plough back its profits into the business. Hence, the Board of Directors has not recommended any dividend for the financial year ended 31st March, 2017.

INITIAL PUBLIC OFFER & FUTURE OUTLOOK:

Your management's continuous efforts shall be to improve the operational performance of the Company in the coming years. It is proposed to scale up the operations of the Company. In this regard, in the month of February, 2017, your company conducted an IPO (SME Issue) and got its shares listed at BSE (SME Segment). In the said IPO, 4,28,000 equity shares were offered for sale by the promoters (the selling shareholders) and 6,72,000 equity shares were freshly issued and allotted @ Rs.60 per share. The primary object for raising the funds was to meet the long term working capital requirements. This will help the Company reduce its dependence on borrowed funds and in turn reduce its debt burden. With the ease of availability of funds at its disposal, your management hopes the Company will be able to overcome the funding obstacles and will achieve its targets.

As frozen foods trend is increasing day by day in our country, your Company is continuously exploring in this segment. Recently the company has introduced some of the products in the market such as Veg Keema Samosa, Vegetable Samosa, Paneer Samosa and Onion Samosa etc. and is coming up with the such other items.

ISSUE AND ALLOTMENT OF SECURITIES / CHANGES IN SHARE CAPITAL

Consequent upon the aforesaid IPO, the Capital Structure, as on date, stands as follows:

Sl. No	Particulars	At the end of FY ended 2017 (Amt. in Rs.)
1	Authorised Capital 45,00,000 Equity Shares of Rs.10 each	450,00,000
2	Issued, Subscribed & Paid up Capital 41,16,775 Equity Shares of Rs.10 each	411,67,750

SUBSIDIARY, JOINT VENTURES & ASSOCIATE COMPANIES

The company has two wholly owned subsidiaries in India.

- Polar Cube Cold Storage Solutions Private Limited is a wholly owned subsidiary of the company and involved in the business of cold storage, warehousing, refrigerated store keepers etc.
- Squarepeg Distribution Services Private Limited is also a wholly owned subsidiary of the company and provides cargo services to your Company and to others.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a statement containing the salient features of the financial statements of Subsidiaries/Associates in the prescribed format i.e. **Form AOC-1** is provided as **Annexure-I** to this Report. The statement also provides the details of performance, financial position of each of the subsidiaries/associates.

Further, your Company undertakes that the Annual Accounts of the Subsidiary Companies and the related detailed information will be made available to its shareholders and to the shareholders of its Subsidiary Companies seeking such information at any point of time. Further, the Annual Accounts of the Subsidiary Companies shall also be kept for inspection by any shareholder at its Registered office and that of the concerned Subsidiary Company.

In accordance with Section 136 of the Companies Act, 2013, the audited financial statements, including the consolidated financial statements and related information of the Company and audited accounts of each subsidiary, are available on our website www.tanvifoods.com

TRANSACTIONS WITH RELATED PARTIES:

During the FY under review, transactions were conducted by the Company pursuant to the Agreements entered into with its Related Parties during previous years; the same were on an arm's length basis and in the ordinary course of business. There are no materially significant related party transactions made by the Company with the Promoters, Directors, Key Managerial Personnel or any related party which may have a potential conflict with the interest of the Company at large.

As a matter of Company's Policy any related Party Transaction is placed before the Audit Committee and the Board for its approval.

The details of related party transactions which were entered into during the previous year / current year are provided in the Note No. 32 forming part of the notes to financial statements.

As per clause h of Section 134(3) of the Companies Act, 2013, the particulars of related party transactions as referred to in Section 188(1) of the Companies Act, 2013 have been disclosed in **Form No. AOC – 2** which is appended as **Annexure –II** to this Report.

DIRECTORS AND KEY MANAGERIAL PERSONS:

The Board of Directors is duly constituted.

Following changes took place in the offices of Directors/ KMPs (since 01.04.2016 till date) –
During the year in the EGM held on 01.04.2016 -

- Mr. Naveen Nandigam and Mr. R. V. Radhakrishna were appointed as the Independent Directors of the Company for a period of five consecutive years.
- Mr. A. Sarat Chandra Babu was appointed as the Chairman and Whole Time Director of the Company for a period of 3 years.
- Mrs. A. Vasavi was appointed as the Whole Time Director (Executive Director) of the Company for a period of 3 years.

Further Mrs. Mahalaxmi Banda was appointed as the CFO of the Company w.e.f 01.07.2016, who subsequently resigned on 30.06.2017. Mr. M. Srinivas Reddy was appointed as the CFO of the Company in her place with effect from the same date.

Further Mrs. Shilpa Kotagiri was appointed as the Company Secretary w.e.f. 01.09.2016.

Mrs. A. Sarada retired by rotation in the previous AGM held on 30.09.2016 and was reappointed thereat. Thus, the composition of the Board of Directors stands as follows :

1.	Sri. A. Sarat Chandra Babu	Chairman
2.	Sri. A. Sri Nagaveer	Managing Director
3.	Sri. Naveen Nandigam	Independent Director
4.	Sri. R. V. Radhakrishna	Independent Director
5.	Smt. A. Vasavi	Executive Director
6.	Smt. A. Sarada	Non-Executive Director

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and in accordance with provisions of Articles of Association of the Company, A. Sarat Chandra Babu retires by rotation at the ensuing AGM and being eligible, offers himself for re-appointment.

DECLARATION BY INDEPENDENT DIRECTORS:

The Company has received respective declarations from both its Independent Directors confirming that they meet the criteria of independence as prescribed under sub-section (7) of Section 149 of the Companies Act, 2013 and Regulation 25 of SEBI (LODR) Regulations.

DIRECTORS' RESPONSIBILITY STATEMENT:

As required under Section 134(5) of the Companies Act, 2013, the Directors confirm that:

- i. In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed and that no material departures are made from the same ;
- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profits of the company for the period;
- iii. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. The annual accounts have been prepared on a going concern basis.
- v. They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively;
- vi. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

MEETINGS OF THE BOARD OF DIRECTORS:

The meetings of the Board are scheduled at regular intervals to decide and discuss on business performance, policies, strategies and other matters of significance.

The Board duly met 8 times during the Financial Year 2016-17. The intervening gap between any two consecutive Board Meetings was within the period prescribed under the provisions of the Companies Act, 2013.

The names of members of the Board and their attendance at the Board Meetings are as under:

Name of the Director	Number of Meetings attended/ Total Meetings held during the F.Y. 2016-17
Sri. A. Sarat Chandra Babu	5/8
Sri. A. Sri Nagaveer	8/8
Sri. Naveen Nandigam	4/8
Sri. R. V. Radhakrishna	4/8
Smt. A. Vasavi	8/8
Smt. A. Sarada	4/8

COMPOSITION OF BOARD COMMITTEES

We have in place all the Committees of the Board which are required to be constituted under the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Composition of various Committees of the Board is hereunder:

Audit Committee

Sri. Naveen Nandigam	– Chairman
Sri. R. V. Radhakrishna	– Member
Sri. A. Sri Nagaveer	– Member

Nomination and Remuneration Committee

Sri. Naveen Nandigam	– Chairman
Sri. R. V. Radhakrishna	– Member
Smt. A. Sarada	– Member

Stakeholders Relationship Committee

Sri. R. V. Radhakrishna	– Chairman
Sri. Naveen Nandigam	– Member
Smt. A. Vasavi	– Member

BOARD EVALUATION, NOMINATION AND REMUNERATION POLICY:

Based on the recommendations made by the Nomination and Remuneration Committee, the Company has had devised a Policy for performance evaluation of the Board and the committees as a whole and that of the Individual Directors, which include criteria for determining qualifications, positive attributes and independence of Directors.

Besides, the Company also surveys on the best practices prevalent in the Industry with respect to evaluation of the performance of the Board and its members. The Company also avails services of professionals seeking their suggestions on the said matter. Based on the inputs received from the aforesaid sources and in accordance with the Policy of the Company, evaluation process is undertaken at appropriate time(s).

The performance evaluation of all the Directors and that of the Board as a whole and its committees was conducted based on the criteria and framework adopted by the board.

The Nomination and Remuneration Committee carried out independent evaluation of every Director's performance. The outcome of the board evaluation for the FY 2016-17 was discussed by the said committee as well as by the Board. In line with effective governance requirements, the Board reviews its own performance annually using a pre-determined template designed as a tool to facilitate the evaluation process. The assessment was built around the functioning of the Board as a whole, its Committees and also the evaluation of Individual Directors. The self-assessment format considered performance effectiveness with regard to Board composition, expertise, dynamics, strategic oversight, risk management and internal control, succession planning and leadership.

The Independent directors reviewed the performance of Non-Independent Directors, the Board and the Chairperson of the Company. Further, the performance evaluation of Independent Directors was carried out by the entire Board, excluding the director being evaluated. Further, feedback forms are also obtained from the Directors as an additional source of performance evaluation of each of the Directors. Standard parameters such as attendance, acquaintance with business, communication inter se Board members, effective participation in Board deliberations, compliance with code of conduct, general thought process and inputs etc., are adopted in the process of evaluation.

None of the Independent Directors is due for reappointment.

POLICY ON DIRECTORS' APPOINTMENT, REMUNERATION, ETC.:

The following policies are attached herewith and marked as **Annexure – III and IV** respectively:

- a. Policy for selection of Directors and determining Directors Independence; and evaluation mechanism.
- b. Remuneration Policy for Directors, Key managerial Personnel and other employees.

INTERNAL FINANCIAL CONTROLS:

Your Company has an adequate system of internal financial controls with reference to financial statements, including but not limited to safeguard and protection of assets from loss, their unauthorized use or disposition. All the transactions were properly authorized, recorded and reported to the Management. Your Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting in the financial statements. Your Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

STATUTORY AUDITORS:

As the members are aware, in the 9th Annual General Meeting (AGM) held on 30.09.2016 M/s. GV & Co., Chartered Accountants, Hyderabad, were appointed as Statutory Auditors of the Company for a period of 5 years, to hold office till the conclusion of the 14th AGM. In terms of the provisions of Section 139 of the Companies Act, 2013, the appointment of the auditors shall be placed for ratification at every AGM. Accordingly, the appointment of M/s. GV & Co., Chartered Accountants, as the Statutory Auditors of the Company, is placed for your ratification. In this regard, the Company has received consent letter and certificate from the auditors to the effect that if they are reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

AUDITORS OBSERVATIONS:

In response to the observations made in the Auditors Report, we would like to inform you that the matter pertains to the FY 2012-13, 2013-14 and the same is lying pending before the Commissioner of Income Tax (Appeals).

INTERNAL AUDITORS:

The Board of Directors based on the recommendation of the Audit Committee has re-appointed M/s NSVR & Associates LLP, Chartered Accountant, Hyderabad (Firm Registration No. 008801S/S200060, as the Internal Auditor of your Company. The Internal Auditor is submitting his report on half yearly basis.

SECRETARIAL AUDITORS' REPORT:

Pursuant to provisions of Section 204 of Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 we have obtained a Secretarial Audit report from Mr. Anand Kumar C. Kasat, Practicing Company Secretary, Hyderabad. The copy of said Report is attached herewith and marked as **Annexure –V**.

LOANS, GUARANTEES AND INVESTMENTS:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the respective notes to the Financial Statements.

FIXED DEPOSITS:

Your Company has neither accepted nor repaid any deposits during the financial year ended on 31st March, 2017. Further, there were no outstanding deposits as at the beginning or at any time during the financial year. Hence, no details are required to be provided pursuant to Rule 8 (5) (v) & (vi) of the Companies (Accounts) Rules, 2014.

PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197 read with Rule 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and as amended in respect of our employees, is attached herewith and marked as **Annexure –VI (i)**.

We do hereby affirm that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

Further, we do not have any employee whose remuneration falls within the purview of the limits prescribed under the provisions of Section 197 of the Companies Act, 2013, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and as amended i.e. Rs.8.5 lakhs per month or Rs.1.02 Crores per annum.

Further, details of top ten employees in terms of remuneration drawn during the financial year ended 31st March, 2017 as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and as amended is attached herewith and marked as **Annexure - VI (ii)**.

RISK MANAGEMENT POLICY:

A risk management policy has been devised and adopted by the Board.

Pursuant to the said policy, the Board (a) oversees and approves the Company's enterprise wide risk management framework and (b) oversees that all the risks that the organization may face such as material procurement, sale and distribution, financial, liquidity, security, legal, regulatory, reputational and other risks have been identified and assessed and ensures that there is an adequate risk management mechanism in place capable of addressing those risks.

The policy aims at sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business.

CORPORATE SOCIAL RESPONSIBILITY POLICY:

Since the Company does not fall within any of the parameters specified under the provisions of Section 135 of the Companies Act, 2013 read with Rules made thereunder, reporting pursuant to Section 134(3) (o) is Not Applicable.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE INFLOW AND OUTFLOW:

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Inflow and Outflow as required under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given in the **Annexure –VII** and forms part of this report.

MANAGEMENT DISCUSSION AND ANALYSIS:

In accordance with the provisions of SEBI (LODR) Regulations, 2015, a Report on the Management Discussion and Analysis is set out in **Annexure–VIII** attached to this Report.

CORPORATE GOVERNANCE:

The Company's policy on Corporate Governance is simple and forward looking. Tanvi Foods aims at maximizing the stakeholders value legally, ethically and sustainably. It always seeks to ensure that the performance is driven by integrity. The board exercises its fiduciary responsibilities in the widest sense of the term. We also endeavor to enhance long-term shareholder value and respect minority rights in all our business decisions.

Your Company, being listed on BSE SME segment, the provisions as regards Corporate Governance and related disclosures in the Annual Report are not applicable to it.

EXTRACT OF ANNUAL RETURN:

In accordance with Section 134 (3) (a) of the Companies Act, 2013, an extract of the Annual Return in the prescribed Format i.e. Form MGT -9 is appended as **Annexure –IX** to this Report.

VIGIL MECHANISM / WHISTLE BLOWER POLICY:

The Company has in place a robust and full-fledged Vigil Mechanism and a Whistle Blower Policy for its directors and employees, to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct in terms of Section 177 (10) of the Act and Rules thereunder. The mechanism provides adequate safeguards against victimization of persons who use this mechanism.

Mr. Naveen Nandigam, Independent Director of the Company is the Head of the Vigil Mechanism; all the employees have direct access to report their concerns and complaints. During the year under the review no complaint has been received.

The Vigil Mechanism and Whistle Blower Policy adopted by the Company is set out in **Annexure X** to this Report.

DISPATCH OF ANNUAL REPORTS

In compliance of the applicable provisions, we shall dispatch the Annual Report for the FY 2016-17 in electronic format to all our members whose E-Mail addresses are registered and updated with our Registrar & Transfer Agents. To all the other members, the Annual Report will be sent in physical format.

LISTING & TRADING

The equity shares of your Company are listed on the SME Platform of BSE Limited. The equity shares were listed on 2nd March, 2017. The listing fee for the financial year 2017-18 has been duly paid. You may further note that the listing/ trading was never suspended at any time during the financial year 2016-17.

DEMATERIALIZATION OF SHARES

Total paid up share capital of your Company is in dematerialized form as on 31st March, 2017

SIGNIFICANT OR MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no orders passed by the Regulators / Courts which would impact the going concern status of your Company and its future operations. Further, we confirm that there were no instances of fraud to be reported by the Auditors vide their Report for the FY 2016-17.

POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE:

We strongly support the rights of all our employees to work in a harassment – free environment. The Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The policy aims to provide protection to Employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where Employees feel secure. The Company has also constituted an Internal Committee, known as Anti Sexual Harassment Committee to address the concerns and complaints of sexual harassment and to recommend appropriate action.

We further confirm that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

ACKNOWLEDGEMENT:

Your Directors would like to express their profound gratitude for the assistance, support and co-operation received from the Banks, Government authorities, Business Partners, Customers and other Stakeholders for the confidence reposed in the Company.

Further, your Directors also wish to place on record their sincere appreciation for the committed services, hard work, dedication and commitment of the Executives, Staff and Workers of the Company at all levels.

**For and on behalf of the Board of
Tanvi Foods (INDIA) Limited**

Sd/-
Adusumilli Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-
Adusumilli Vasavi
Executive Director
(DIN: 02096695)

Place: Hyderabad
Date: 21/08/2017

FORM AOC-1

Statement containing salient features of the financial statement of Subsidiaries/
Associate Companies/ Joint Ventures**Part "A": Subsidiaries**

(Amount in Rs.)

Name of the subsidiaries	M/s. Polar Cube Cold Storage Solutions Private Limited	M/s. Squarepeg Distribution Services Private Limited
1. Reporting period for the subsidiary concerned, if different from the holding company/s reporting period	NA	NA
2. Reporting currency	INR	INR
Exchange rate	NA	NA
3. Share capital (Rs.)	44,50,000	26,70,000
4. Reserves & surplus	3,00,360	20,14,826
5. Total assets	80,69,673	153,70,634
6. Total Liabilities	80,69,673	153,70,634
7. Investments	-	-
8. Turnover	29,84,870	375,40,861
9. Profit before taxation	2,26,402	9,27,202
10. Provision for taxation	78,093	2,86,612
11. Profit after taxation	1,18,496	6,48,059
12. Proposed Dividend	-	-
13. % of shareholding	100%	100%

1. Names of subsidiaries which are yet to commence operations – **NIL**2. Names of subsidiaries which have been liquidated or sold during the year- **NIL**Part "B": Associates and Joint Ventures – **NIL**

The Company does not have any Associate Company / Joint Ventures.

As per my report of even date.

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Member Ship No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30-05.2017

For and on behalf of the Board of Directors

Sd/-

Adusumilli Sri Nagaveer

Managing Director

(DIN:02589830)

Sd/-

Banda Mahalakshmi

Chief Financial Officer

Sd/-

Adusumilli Vasavi

Executive Director

(DIN: 02096695)

Sd/-

Shilpa Kotagiri

Company Secretary

Annexure - II

Form No. AOC-2

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

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

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

The company has not entered into any contract or arrangement or transaction which is not at arm's length basis during the year under review.

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

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts / arrangement / transactions:	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
Mrs. A. Vasavi	Rent (Expenses)	15 years	Lease of premises for a period of 15 years	Existing Agreement	NIL
M/s. Squarepeg Distribution Services Private Limited	Cold Storage Freezer services/ vehicle hire services	3 years	Agreement to provide vehicle hire services and avail cold storage freezers	01.06.2015	NIL
M/s. Polar Cube Cold Storage Solutions Private Limited		3 years	Agreement to avail cold storage freezers	01.06.2015	NIL
M/s. Squarepeg Distribution Services Private Limited	Transport facilities	3 years	Agreement to avail transport facilities	01.06.2015	NIL
Mr. A. Sri Nagaveer	Royalty (Expenses)	5 years	Royalty Agreement for use of trade Mark "Corn Club"	01.04.2015	NIL
Sri Sai Agencies	Sales	Ongoing	Existing Contract	Existing Contract	NIL

**For and on behalf of the Board of
Tanvi Foods (INDIA) Limited**

Sd/-
Adusumilli Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-
Adusumilli Vasavi
Executive Director
(DIN:02096695)

Place: Hyderabad
Date: 21/08/2017

POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS INDEPENDENCE**1. Introduction:**

- 1.1 Tanvi Foods (India) Limited believes that an enlightened Board consciously creates a culture of leadership to provide a long-term vision and policy approach to improve the quality of governance. Towards this, Tanvi Foods (INDIA) Limited ensures constitution of the Board of Directors with required composition, diversified expertise and experience and commitment to discharge their responsibilities and duties effectively.
- 1.2 Tanvi Foods (India) Limited recognizes the importance of Independent Directors in achieving the effectiveness of the Board.

2. Scope:

- 2.1 This Policy sets out the guiding principles for the Nomination and Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as Independent Directors of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

- 3.1 **“Director”** means a Director appointed to the Board of the Company.
- 3.2 **“Nomination and Remuneration Committee”** means a Committee constituted by Tanvi Foods (India) Limited’s Board in accordance with the provisions of Section 178 of the Companies Act, 2013.
- 3.3 **“Independent Director”** means a Director referred to in sub-section (6) of Section 149 of the Companies Act, 2013.

4. Policy:**4.1 Qualifications and Criteria**

- 4.1.1 The Nomination and Remuneration (NR) Committee and the Board shall review on an annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a Board with diverse background and experience that are relevant for the Company’s operations.
- 4.1.2 In evaluating the suitability of individual Board members, the Nomination and Remuneration Committee may take into account factors, such as:
 - General understanding of the Industry vis a vis Company’s business perspective;
 - Educational and professional background
 - Standing in the profession;
 - Personal and professional ethics, integrity and values;
 - Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

4.1.3 The proposed appointee shall also fulfill the following requirements:

- Shall possess a Director Identification Number;
- Shall not be disqualified under the Companies Act, 2013;
- Shall give his written consent to act as a Director;
- Shall endeavour to attend all Board Meetings and wherever he is appointed as a Committee Member, the Committee Meetings;
- Shall disclose his concern or interest in any Company or Companies or Bodies Corporate, Firms including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013 and other relevant laws.

4.1.4 The NR Committee shall evaluate each individual with the objective of having a group that best enables the success of the Company's business.

4.2 Criteria of Independence

4.2.1 The NR Committee shall assess the independence of Directors at the time of appointment / re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interests or relationships are disclosed by a Director.

4.2.2 The criteria of independence, as laid down in Companies Act, 2013, is as below:

An independent director in relation to a company, means a director other than a managing director or a whole-time director or a nominee director—

- a. who, in the opinion of the Board, is a person of integrity and possesses relevant expertise and experience;
- b. (i) who is or was not a promoter of the company or its holding, subsidiary or associate company;
(ii) who is not related to promoters or directors in the company, its holding, subsidiary or associate company;
- c. who has or had no pecuniary relationship with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two percent or more of its gross turnover or total income as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- d. none of whose relatives has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two per cent or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- e. who, neither himself nor any of his relatives—
 - (i) holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed;

- (ii) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed, of—
 - (A) a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
 - (B) any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;
 - (iii) holds together with his relatives two per cent or more of the total voting power of the company; or
 - (iv) is a Chief Executive or director, by whatever name called, of any non-profit organisation that receives twenty-five per cent or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the company; or
 - (v) is a material supplier, service provider or customer or a lessor or lessee of the company.
- f. shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations, corporate social responsibility or other disciplines related to the Company's business.
- g. shall possess such other qualifications as may be prescribed, from time to time, under the Companies Act, 2013.
- h. who is not less than 21 years of age.

4.2.3 The Independent Directors shall abide by the "Code for Independent Directors" as specified in Schedule IV to the Companies Act, 2013.

4.3 Other directorships / committee memberships

4.3.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as directors of the Company. The NR Committee shall take into account the nature of and the time involved in a Director's service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.

4.3.2 A Director shall not serve as a Director in more than 20 companies of which not more than shall be 10 Public Limited Companies.

Annexure - IV

REMUNERATION POLICY FOR DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES

1. Introduction:

Tanvi Foods (INDIA) Limited recognizes the importance of aligning the business objectives with specific and measurable individual objectives and targets. The Company has therefore formulated the remuneration policy for its directors, key managerial personnel and other employees keeping in view the following objectives:

- a) Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate employees to run the company successfully.
- b) Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- c) Ensuring that remuneration is based on such parameters reflecting short and long term performance objectives appropriate to the working of the company and its goals.

2. Scope:

This Policy sets out the guiding principles for the Nomination and Remuneration Committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

3.1 "Director" means a director appointed to the Board of the company.

3.2 "Key Managerial Personnel" means

- (i) the Chief Executive Officer or the Managing Director or the Manager;
- (ii) the Company Secretary;
- (iii) the Whole-time Director;
- (iv) the Chief Financial Officer; and
- (v) such other officer as may be prescribed under the Companies Act, 2013

3.3 "Nomination and Remuneration Committee" means the committee constituted by the Board of Directors of Tanvi Foods (INDIA) Limited in accordance with the provisions of Section 178 of the Companies Act, 2013.

4. Policy:**4.1 Remuneration to Executive Directors and Key Managerial Personnel**

4.1.1 The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Executive Directors of the Company within the overall limits approved by the shareholders.

4.1.2 The Board, on the recommendation of the Nomination and Remuneration Committee, shall also review and approve the remuneration payable to the Key Managerial Personnel of the Company.

4.1.3 The remuneration structure to the Executive Directors and Key Managerial Personnel may include the following components:

- (i) Basic Pay
- (ii) Perquisites and Allowances
- (iii) Commission (Applicable in case of Executive Directors)
- (iv) Retiral benefits
- (v) Annual Performance Bonus

4.2 Remuneration to Non-Executive Directors

The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders, if any.

4.3 Remuneration to other employees

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

**For and on behalf of the Board of
Tanvi Foods (INDIA) Limited**

Sd/-
Adusumilli Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-
Adusumilli Vasavi
Executive Director
(DIN:02096695)

Place: Hyderabad
Date: 21/08/2017

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2017

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
Tanvi Foods (India) Limited,
Hyderabad – 500018

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Tanvi Foods (India) Limited, (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Tanvi Foods (India) Limited ("the Company") for the financial year ended on 31st March, 2017 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder.
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment. (the Company has not raised any External Commercial Borrowing)
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **in connection with Public issue of Equity Shares);**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not applicable to the Company during the audit period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the audit period)**

- (f) The Securities and Exchange Board of India (**Registrars to an Issue and Share Transfer Agents**) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;(**Not applicable to the Company during the audit period**); and
 - (h) The Securities and Exchange Board of India (**Buyback of Securities**) Regulations, 1998;(Not applicable to the Company during the audit period);
 - (i) The Securities and Exchange Board of India (**Listing Obligations and Disclosure Requirements**) Regulations, 2015;
- vi. Other specifically applicable laws to the Company:
- i) The Food Safety and Standards Act,2006
 - ii) Legal Metrology Act,2009
 - iii) Legal Metrology (Packaged commodities) Rules 2011
 - iv) The Prevention of Food Adulteration Act,1954,
 - v) The Copyright Act,1957
 - vi) The Trade Marks Act, 1999.

I have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by the Institute of Company Secretaries of India

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

- In certain cases there was delay in filing of forms with the Registrar of Companies ,

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Meetings at shorter Notice, if any, are conducted with adequate consent of the Directors.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the Audit period, following events occurred which are having a major bearing on the Company's affairs-

- The company has converted its Status from Private Limited to Limited Company during the Year.
- The Board of Directors was restructured, Independent Directors were appointed and committees were formed in terms of provisions of Companies Act, 2013 and SEBI Regulations.
- In the month of February, 2017, the company conducted an IPO (SME Issue) and got its shares listed at BSE (SME Segment) on 02.03.2017
- In the said IPO, 428,000 equity shares were offered for sale by the promoters (the selling shareholders) and 6,72,000 equity shares were freshly issued and allotted @ Rs.60 per share This resulted in corresponding change in the capital structure of the Company.

Sd/-

Anand Kumar C. Kasat

Practicing Company Secretary

M.No.42078

C.P. No :17420

Place: Hyderabad

Date: 21/08/2017

[This Report is to be read with my letter of even date which is annexed as Annexure A and forms an integral part of this report.]

'Annexure A'

To,
The Members,
Tanvi Foods (India) Limited,
Hyderabad – 500018

Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. My responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. I believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for my opinion.
4. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

5. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Sd/-
Anand Kumar C. Kasat
Practicing Company Secretary
M. No. 42078
C.P. No.17420

Place: Hyderabad
Date: 21/08/2017

Annexure - VI(i)

Information pursuant to Section 197 read with Rule 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and as amended in respect of our employees

- A. The ratio of the remuneration of each director to the median employees remuneration and other details in terms of sub section 12 of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and amendments thereto.

(Rs. in Lakhs)

Sl. No.	Name of Director / KMP and Designation	Financial Year 2016-17		
		Remuneration of Director / KMP	% increase in Remuneration	Ratio of Remuneration of each Director to median remuneration of employees
1	Mr. A Sri Nagaveer (Managing Director)	42.00	180	38.18
2	Mr. A. Sarat Chandra Babu (Chairman & Whole Time Director)	3.60	50	3.27
3.	Mrs A Vasavi (Executive Director)	18.00	100	16.34
4.	Mr. Naveen Nandigam (Independent Director)	Nil	Nil	Nil
5	Mr. R. V. Radhakrishna (Independent Director)	Nil	Nil	Nil
6.	Mrs. A. Sarada (Non- Executive Director)	Nil	Nil	Nil
7	Mrs. Mahalakshmi Banda (CFO)	1.86	Nil	N.A
8	Mrs. Shilpa Kotagiri (Company Secretary)	2.45	Nil	N.A

B. Percentage Increase in the median remuneration of all employees in the Financial Year 2016-17:

The median annual remuneration of employees of the Company during the financial year was Rs.1.10 lakh. In the financial year, there was increase of 6.54% in the median remuneration of employees.

C. Number of permanent employees on the rolls of Company as on 31st March 2017

There were 83 permanent employees on rolls of the Company as on March 31, 2017

D. Average percentile increase already made in the salaries of the employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in managerial remuneration.

Average percentile increase already made in the salaries of the employees other than the managerial personnel in this financial year i.e., 2016-17 is 59% whereas there is a change in the managerial remuneration for the said financial year.

E. Affirmation that the remuneration is as per the remuneration Policy of the Company:

Yes, it is hereby affirmed that the remuneration is as per the remuneration Policy of the Company:

Annuxere VI (ii)

"Statement of particulars of employees pursuant to provisions of Rule 5(2) of section 197(12) of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

B. Details of top 10 Employees (interns of Remuneration), other than Executive Directors

Employed throughout the year/part of the year:

S.No.	Employee Name	Age	Designation	Qualification (per annum)	Remuneration Employment	Nature of (Years)	Exp. Commencement	Date of employee	Previous with Director	Relationship employment /Manager	Nature of holding	% Share
1	SRINIVAS REDDY	30 June 1984	C.F.O	M.B.A	9,96,000	Accounts	12 Years	01 July 2014	9 year	NO	Finance	
2	NEELA SUNITHA	16 February 1977	Sr. Accountant	Degree	6,00,000	Accounts	1+ years	01 February 2016	1 year	NO	Accounts	
3	M.K. BHASKAR	01 September 1981	Head (Admin & Operations)	M.B.A	5,00,004	Administration	11 years	01 October 2014	7 Years	NO	Administration	
4	SHILPA KOTAGIRI	19-September -1980	C.S	P.G.	4,20,000	Diro Office	9 Years	01-October-2016		NO	Company related	
5	N. SRI SASANK	25 January 1986	Marketing Head (Sales & Marketing)	M.B.A	3,00,000	Marketing	8 Years	01 October 2015	4 years	Yes	Sales	
6	M. GOPI SESHAGIRIRAO	10 August 1987	Sr. Accountant	Degree	2,52,000	Accounts	6 years	03 August 2014	3 Years	NO	Accounts	
7	V. JAGADISHWAR	01 December 1980	Head (H.R.)	Degree	2,28,000	H.R.	12 Years	01 June 2015	9 year	NO	Employee related	
8	C. SUNITH KAMBLI	23 December 1978	Asst. Manager - Marketing	Intermediate	2,25,420	Marketing	10 years	01 July 2014	7 Years	NO	Marketing	
9	SUBHASINI PVS	27 May 1976	Sr. Accountant	P.G.	2,20,500	Accounts	8 Years	02 August 2014	5 year	NO	Accounts	
10	S. VASU	21 June 1972	Store Incharge	Degree	2,20,500	Store	8 Years	01 July 2014	5 year	NO	stock related	

Sd/-

Adusumili Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-

Adusumili Vasavi
Executive Director
(DIN:02096695)

Annexure - VII

CONSERVATION OF ENERGY, RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE INFLOW / OUTFLOW:

The particulars as prescribed under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are as follows:

A. Conservation of Energy: Not Applicable

- i. the steps taken or impact on conservation of energy;
- ii. the steps taken by the company for utilizing alternate sources of energy;
- iii. the capital investment on energy conservation equipments;

B. Technology Absorption: Not Applicable

- i. the efforts made towards technology absorption;
- ii. the benefits derived like product improvement, cost reduction, product development or import substitution;
- iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
 - (a) the details of technology imported;
 - (b) the year of import;
 - (c) whether the technology been fully absorbed;
 - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
- iv. the expenditure incurred on Research and Development.

C. Foreign Exchange Inflow and Outflow during the year : Nil

- i. Foreign Exchange Inflow : Nil
- ii. Foreign Exchange Outflow : Nil

**For and on behalf of the Board of
Tanvi Foods (INDIA) Limited**

Sd/-
Adusumilli Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-
Adusumilli Vasavi
Executive Director
(DIN:02096695)

Place: Hyderabad
Date: 21/08/2017

MANAGEMENT DISCUSSION AND ANALYSIS REPORT**Annexure –VIII****OVERVIEW OF THE INDIAN ECONOMY**

Food Processing Industry in India accounts for about 32% of the country's total foods market, the food processing industry is one of the largest industries in India and is ranked 5th in terms of production, consumption, export and expected growth. The Indian food processing industry has grown by 11% in the last decade and is expected to reach \$ 480 billion by 2020. The industry contributes to 14% of the country's manufacturing GDP, 13% of exports and 6% of total industrial investment

The improvement in India's economic fundamentals has accelerated in the year 2016 with the combined impact of strong government reforms, RBI's inflation focus supported by benign global commodity prices.

According to the World Bank Indian economy is expected to grow at 7.2% per cent during FY 2017-18, according to the reports India's economy was slowing down in early FY17, until the favorable monsoon started lifting the economy, but the recovery was temporarily disrupted by demonetization. GDP growth slowed to 7% year-on-year in the third quarter of 2016-2017 from 7.3% in the first quarter. As a result, a modest slowdown is expected in the GDP growth in 2016-2017 to 6.8%.

Numerous foreign companies are setting up their facilities in India on account of various government initiatives like Make in India and Digital India. The Prime Minister has launched the Make in India initiative with an aim to boost the manufacturing sector of Indian economy. This initiative is expected to increase the purchasing power of an average Indian consumer, which would further boost demand, and hence spur development, in addition to benefiting investors. Besides, the Government has also come up with Digital India initiative, which focuses on three core components: creation of digital infrastructure, delivering services digitally and to increase the digital literacy.

MAIZE / FRESH CORN: INDIAN SCENARIO

Maize is grown throughout the year in India. It is predominantly a kharif crop with 85 per cent of the area under cultivation in the season. Maize is the third most important cereal crop in India after rice and wheat. It accounts for 9 per cent of total food grain production in the country. The production and consumption of maize have been rising frequently in India. The uses of maize are projected to increase drastically in the coming years in-line with industries which are poised to grow largely in the future.

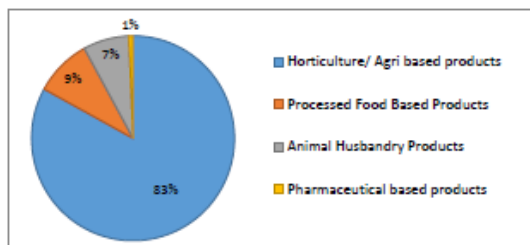
According to Government views India can double its maize production to 50 million tones (MT) by 2025 to meet the rising domestic demand of the crop. Keeping in view the recent interest of urban consumers especially in specialty corn, like sweet corn, baby corn, popcorn, etc, it is expected that demand for maize as food may rise to 2 MT by 2025.

By 2025, India will require 50 MT maize for domestic consumption, of which 32 MT for feed, 15 MT for industrial sector, 2 MT as food and 1 MT for seed. Thus doubling India's maize production would be an opportunity and it can be achieved.

COLD STORAGE: INDIAN SCENARIO

In October 2014 a report by the Task Force on Cold Chain Projects recommended creation of additional 7.5 million MT cold-chain capacity in the next 5 years under the joint responsibility of the Ministry of Agriculture and the Ministry of Food Processing Industries. Out of 7.5 million MT, DAC can take up 5 million MT under MIDH and MoFPI can take up 2.5 million MT. The capacity needs to be planned to adopt an "end-to-end" approach so as to connect farm-gate to the consumers in a seamless manner.

The base line survey of cold stores, conducted by M/s. Hansa Research for National Horticulture Board under DAC in 2013-14, indicates the segment wise share in number of cold storage is shown in the Figure given below:



The Task Force on Cold-chain Projects (TFCP-2014) reports that a total of 31.82 million metric tons of cold stores have been created in the country. Of these, a total of 10.58 million tons in cold storage size were created in the last 7 years (from 2007 to 2014), through Central Government Assistance:

- Under MoFPI: total 0.19 million tons capacity is created.
- Under MIDH (NHM/HMNEH/NHB): total 10.39 million tons is created.

As per information from various government departments and agencies, 6891 cold storages have been created of size 31.82 million tons. This information is not further segregated into Cold Storage (Bulk) or Cold Storage (Hub).

WAREHOUSING

Indian Agricultural Warehousing

Warehousing plays a very vital role in promoting agriculture marketing, rural banking and financing and ensuring Food Security in the country. It enables the markets to ease the pressure during harvest season and to maintain uninterrupted supply of agricultural commodities during off season. Hence, it solves the problems of glut and scarcity, which are the usual problems in agricultural marketing. Indian transportation and logistics market witnesses new heights; there has been increasing buzz around technology adoption, network optimization, multimodal transportation and improving warehousing. The latter in particular has been evolving rapidly from traditional 'godowns' to modern facilities. Indian logistics market is expected to grow at a CAGR of 12.17% by 2020 driven by the growth in the manufacturing, retail, FMCG and e-commerce sectors.

BUSINESS OVERVIEW

Our Company is involved in trading, distribution, and processing of Food and Beverages primarily operating in the states of Andhra Pradesh and Telangana. Incorporated in 2007, over the years we have grown organically as well as inorganically and today we along with our subsidiaries operate over four exclusive point of sales; three Cold Room Facilities aggregating to 8278 sq. ft., one food processing and packaging unit spread across 495 sq. yards, around 29 logistics vehicles dedicated towards F&B distribution making us one of few select organised players in this highly unorganised segment.

We currently specialize in products such as Fresh Corn, Frozen Corn, and Green Peas in loose as well as packed form. Further we also prepare and sell corn based eatables such as Corn Samosa's, Corn Patties and Spring Roll, in loose / semi-finished form to caterers as well as packaged from to Retailers and Wholesalers. All of these packaged products are sold under our own brand name "Frozen King". In addition to our own brand products; we operate a diversified F&B product distribution and trading business wherein we play the role of an intermediary between other branded product manufacturers/marketers and end point of sales such as Retailers (including

Kiranas and Modern Trade Outlets) and Institutional buyers (such as Hotels, Caterers, Multiplexes etc.).

As frozen foods trend is increasing day by day in our country, your Company is continuously exploring in this segment. Recently the company has introduced some of the products in the market such as Veg Keema Samosa, Vegetable Samosa, Paneer Samosa and Onion Samosa etc. and is coming up with the such other items.

DETAILS OF OUR BUSINESS

Segment –wise or product –wise performance: - **Not applicable**

Our Company is engaged in various business activities as detailed hereunder.

1. Proprietary Trading Agro Commodities (mainly Corn)

Our company is primarily engaged in trading of Fresh Corn. We procure Fresh Corn from farmers or through direct purchase from market or through tie-up from procurement agencies PAN India. We sell the same in local markets (mandi) in Telangana and Andhra Pradesh. Over the years we have developed expertise in estimating price trends as well as developed infrastructure and market goodwill for carrying out successful trading operations.

2. Third Party Distribution (F&B)

We offer temperature controlled freezing, distribution & logistics services under our brand Frozen King. We employ cutting edge technology such as GRS tracking & monitoring of vehicles. We are engaged into distribution activity for several branded frozen foods, milk products, ice-cream products and other cold preserved consumables in Hyderabad. We serve as local distributor for McCain Foods, Switz Patties Govardhan and Haldiram's. Our customers include supermarkets & Corporates in Hyderabad and surrounding regions.

3. Self-Branded & Packaged F&B

We have our own processing facility in Vijayawada equipped with automated and standardized equipment. We process Corn Samosa, Corn Spring Rolls, Corn Patties, Corn Soups etc. and repacking of fresh corn and frozen green peas. These products are sold to caterers and to modern trade customers such as Spencer's More, Reliance Fresh, Heritage Fresh, Wal-Mart, D-Mart and Metro Cash & Carry in Telangana and Andhra Pradesh. Also, we have recently expanded our reach and are supplying our own branded and packaged products to Metro Cash & Carry in the state of Karnataka.

4. Third Party Cold Storage /Warehousing Services

We (along with our subsidiaries) operate cold storage facilities (with total approximate area of 8,278 sq. ft.) at Hyderabad and Vijayawada. Cold storage warehouses are on daily pallet rental basis and we have not entered any long term arrangement with any of our customers requiring cold storage warehousing. However; we have developed regular clientele in this business receiving regular business for more than 6 years.

5. Third Party Transportation Services

In addition to cold storage warehousing, we provide cold storage logistics through our wholly owned subsidiary. We have dedicated fleet of 29 vehicles fitted with required cold storing facilities for transportation of F&B products PAN India. In addition to using these facilities for our in-house requirements of trading, distribution businesses; we also rent out these facilities to other parties on a per ton basis. We have not entered any long term arrangement with any of our customers requiring cold storage logistics, however we have developed clientele which provide regular business to us since the last few years.

SUBSIDIARIES

We own 100 % controlling stake in 2 companies, thereby making them our Wholly Owned subsidiaries.

As on the date, we have two Wholly Owned subsidiary companies-

1. Polar Cube Cold Storage Solutions Private Limited ("PCCSPL").
2. Squarepeg Distribution Services Private Limited ("SDSPL").

OUTLOOK:

The success of our business depends greatly on our ability to effectively implement our business and growth strategies. We plan to increase our sales from the prepared foods or our self-branded foods being sold under the brand of "Frozen Kings". We also plan to explore moving to additional geographies as well as ramping up our processing capabilities. We believe our experience and expertise will help us in executing these business strategies; however we may not be able to execute our strategies in time or at all in the future. Further, our growth strategies could place significant demand on our management team and other resources and would require us to continuously develop and improve our operational, financial and other controls, none of which can be assured. Any failure on our part to scale up our infrastructure and management could cause disruptions to our business and could be detrimental to our long- term business outlook.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

Your Company has an adequate system of internal financial controls with reference to financial statements, including but not limited to safeguard and protection of assets from loss, their unauthorized use or disposition. All the transactions were properly authorized, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting in the financial statements. Your Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

FINANCIAL PERFORMANCE:

Our business and financial performance could be adversely affected by unfavorable changes in or interpretations of existing, or the promulgation of new, laws, rules and regulations applicable to us and our business, including those relating to consumer protection, Internet and privacy.

OUR STRENGTHS**Experienced Management Team**

Mr. A. Sri Nagaveer, our Promoter and Managing Director, has over 15 years of entrepreneurial experience in Food & Beverages and related industries. He is supported by experienced and well-qualified staff at senior and middle management levels. In times of high employee turnover; 5 out of 8 of our key management personnel have been associated with the company for over 3 years. This in house capability and loyal staff will help us scale in future.

Well Established Brand name and goodwill amongst market players

We operate in a brand sensitive market. Over almost a decade we have tried to ensure sustainable growth and hence have developed an established brand name, acceptance & recall value in our operating markets (i.e.

Andhra Pradesh and Telangana). Sale of products under our brand name (Frozen King) from 32 % part of our total sale of branded goods which includes brands such as McCain, Haldirams etc. We have earned goodwill & competitive edge through our consistent quality oriented service. Further we have developed goodwill amongst market participants including farmers, other intermediaries forming part of the corn supply chain, large MNCs as well as local vendors. We believe that our sector is not an easy to enter sector given that substantial portion of the business is carried out through trust and hence having a developed goodwill would help us compete with new entrants in this sector in the future.

Organized approach and ready infrastructure

The market we operate has been dominated by unorganized participants. The supply of F&B products in India is a market which lots of large corporations and MNCs are looking to enter as well as partner with considering the size of the consumption markets in India. We are one of the select few who have own / in-house cold room facilities, logistics set ups as well as multiple point of sales. Going forward; if a large MNC or corporate wants to distribute its products in our region; we have the correct mix of service quality as well as organized and stable infrastructure to become their first choice.

Factors affecting our Result of Operation

Among various other factors that affect our financial results and operations for a given financial year, some key factors are as follows:

- Changes in laws and regulations that apply to the industry;
- Increasing competition in the industry;
- Company's inability to successfully implement its growth and expansion plans;
- General economic and business conditions.

OPPORTUNITIES AND THREATS

Currently, we have business operations in Andhra Pradesh and Telangana. We plan to expand geographically in to other states across India. Ours is a regulatory oriented business, we need approvals and license for almost all the activities we do. Every state has different laws pertaining to manpower, trading license, etc. and different mannerism of doing business. Our business is therefore significantly dependent on the general economic condition and activity in the states in which we operate, and the central, state and local Government policies relating to our industry. Although investment in the industry in the areas in which we operate has been encouraged, there can be no assurance that this will continue. We may expand geographically, and may not gain acceptance or be able to take advantage of any expansion opportunities outside our current markets. This may place us at a competitive disadvantage and limit our growth opportunities. We may face additional risks if we undertake operations in other geographic areas in which we do not possess the same level of familiarity as competitors. If we undertake operations of different product than those currently is; we may be affected by various factors, including but not limited to: Adjusting our products to different geographic areas; Obtaining the necessary materials and labour in sufficient amounts and on acceptable terms; Obtaining necessary Government and other approvals in time or at all; Failure to realize expected synergies and cost savings; Attracting potential customers in a market in which we do not have significant experience; and Cost of hiring new employees and absorbing increased costs.

HUMAN RESOURCES / INDUSTRIAL RELATIONS

Your Company, being a man-power intensive unit, employs skilled as well as unskilled employees. The employees are trained in order to deliver the appropriate mix and taste while making corn samosas and other eatables. It places high importance to its employees and ensures their well being to the extent possible. The employer – employee relations are maintained cordial, thus ensuring smooth operations. we employ 83 people on our rolls. We have also received ISO 9001:2008 & ISO 22000:2005 Certifications.

**For and on behalf of the Board of
Tanvi Foods (INDIA) Limited**

Sd/-
Adusumilli Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-
Adusumilli Vasavi
Executive Director
(DIN:02096695)

Place: Hyderabad
Date: 21/08/2017

Annexure-IX

FORM NO. MGT-9
EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2017

[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management & Administration) Rules, 2014.]

I. REGISTRATION & OTHER DETAILS:

1. CIN	U15433TG2007PLC053406
2. Registration Date	30.03.2007
3. Name of the Company	TANVI FOODS (INDIA) LIMITED *
4. Category/Sub-category of the Company	Private Company Limited by Shares/ Non-Government Company.
5. Address of the Registered office contact details	Door No.7-2-4/D, Old Canteen Building Sanathnagar Industrial Estate, Opp:SBH, Sanathnagar Hyderabad – 500018 Email: md@cornclub.info Contact: 040-23701289 Website: www.tanvifoods.com
6. Whether listed company	YES**
7. Name, Address & contact details of the Registrar & Transfer Agent, if any.	BIGSHARE SERVICES PRIVATE LIMITED E-2/3, Ansa Industrial Estate, Sakivihar Road, Sakinaka, Andheri (E), Mumbai - 400 072. Tel: +91 – 22 – 40430200; Contact Person: Mr. Ashok Shetty SEBI Registration No.: INR000001385

* The Company was converted from Private Limited to Public Limited with effect from 15.09.2016.

** W.e.f. from 02.03.2017

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Business activities which contribute to 10% or more of the total turnover of the company shall be stated:-

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Trading, distribution, and processing of Food and Beverages	56102	99.64

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl.No.	Name of the Company	CIN	Holding / Subsidiary/ Associate company	% of shares held	Applicable Section
1.	Polar Cube Cold Storage Solutions Private Limited	U63020TG2013PTC086490	Subsidiary	100	2 (87)(ii)
2.	Squarepeg Distribution Services Private Limited	U15122AP2014PTC092550	Subsidiary	100	2 (87)(ii)

Note : 5 equity shares in each of the aforesaid subsidiaries are held in the name of Mr. A Sri Nagaveer, whose beneficial ownership is held by Tanvi Foods (India) Limited.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

A. Category-wise Share Holding

Category of	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year theyear				% Change during
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
a) Individual/ HUF	NIL	22,52,701	22,52,701	65.39	20,38,701		20,38,701	49.52	-15.87
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	0	0	0	0	0	0	0	0	0
e) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Any other(promoter group)	NIL	7,50,038	7,50,038	21.83	5,40,038	NIL	5,40,038	13.12	(8.70)
Sub Total (A) (1)	NIL	30,04,739	30,04,739	87.22	25,78,739	NIL	25,78,739	62.64	(24.58)
(2) Foreign									
(a) NRIs Individuals									
b) Other Individuals)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Bodies Corporate	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
(b) Banks	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
(c) Any other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub Total (A) (2)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total shareholding of Promoter and Promoter Group (A) = (A)(1)+(A)(2).	NIL	30,04,739	30,04,739	87.22	NIL	25,78,739	25,78,739	62.64	(24.58)
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
g) FIIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
h) Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Others (specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (B)(1):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
2. Non-Institutions									
a) Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Indian	NIL	NIL	NIL	NIL	1,72,000	NIL	1,72,000	4.18	4.18
ii) Overseas	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Individual shareholders holding nominal share capital uptoRs. 1 lakh	NIL	10	10	Negligible	3,42,010	NIL	3,42,010	8.31	8.13
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	NIL	440026	440026	12.78	8,58,026	NIL	8,58,026	20.84	8.06
c) Others (specify)	NIL	NIL	NIL	NIL	1,66,000	NIL	1,66,000	4.03	4.03
i.Non Resident Indians	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
ii.Directors	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
iii.Clearing Members	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (B)(2):-	NIL	4,40,036	4,40,036	12.78	15,38,036	NIL	15,38,036	37.36	24.58
Total Public Shareholding (B)=(B)(1)+ (B)(2)	NIL	4,40,036	4,40,036	12.78	15,38,036	NIL	15,38,036	37.36	24.58
C. Shares held by Custodian for GDRs & ADRs									
GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Grand Total (A+B+C)	NIL	34,44,775	34,44,775	100	41,16,775	NIL	41,16,775	100	0

(ii) Shareholding of Promoters/Promoters group :

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	%of total Shares of the company	%of Shares Pledged/encumbered to total	No of Shares	% of total Shares of the company	% of Shares Pledges/encumbered to total shares	
PROMOTER								
1	A. Sri Nagaveer	22,52,701	65.39	NIL	20,38,701	49.52	NIL	-15.87
	Total	22,52,701	65.39	NIL	20,38,701	49.52	NIL	-15.87
PROMOTER GROUP								
1	A. Vasavi	4,52,038	13.12	NIL	2,38,038	5.78	NIL	-7.34
2	A.Sarat Chandra Babu	2,00,000	5.81	NIL	2,00,000	4.86	NIL	-0.95
3	A. Sarada	1,00,000	2.90	NIL	1,00,000	2.43	NIL	-0.47
4	P. Sreedevi	NIL	NIL	NIL	2,000	0.05	NIL	0.05
	TOTAL	7,52,038	21.83	NIL	5,40,038	13.12	NIL	-8.71

(iii) Change in Promoters' / promoters Shareholding:

Sl. No.	Particulars			Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		Date	Rea-son	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
PROMOTER							
2	A. Sri Nagaveer						
	At the beginning of the year	01.04.2016		22,52,701	65.39		
	Changes during the year	IPO	Offer for Sale	(2,14,000)	6.21	20,38,701	59.16
	At the end of the year	31.03.2017				20,38,701	49.52

PROMOTER GROUP

1	Smt A. Vasavi						
	At the beginning of the year	01.04.2016		452,038	13.12		
	Changes during the year	IPO	Offer for Sale	(2,14,000)	-6.21	2,38,038	6.91
	At the end of the year	31.03.2017				2,38,038	5.78

2	A. Sarat Chandra Babu						
	At the beginning of the year	01.04.2016			2,00,000	5.81	
	Changes during the year			NIL			
	At the end of the year	31.03.2017				2,00,000	4.86

3	A. Sarada						
	At the beginning of the year	01.04.2016		1,00,000	2.90		
	Changes during the year		NIL				
	At the end of the year	31.03.2017				1,00,000	2.43

4	P. Sreedevi						
	At the beginning of the year	01.04.2016		NIL	NIL		
	Changes during the year		Allotment			2,000	0.05
	At the end of the year	31.03.2017				2,000	0.05

iv. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)

S. No	Name	No. of Shares at the beginning (01.04.2016)/ end of the year (31.03.2017)	% of total shares of the company	Date	Increase/ decrease in shareholding	Increase/ Decrease	Shareholding Cumulative Shareholding during the year (01.04.2016 to 31.03.2017)	
							No. of Shares	% of total shares of the company
1	SRAVANTHI M	2,20,013	8.00				220013	5.34
		2,20,013	5.34					
2	P SARADA	2,20,013	8.00				220013	5.34
		2,20,013	5.34					
3	SRAVANTHI DASARI	0	0	27 Feb 17	38000	Increase	38000	0.92
			10 Mar 17	117168	Increase	155168	3.77	
			24 Mar 17	12832	Increase	168000	4.08	
		168000	4.08	31 Mar 17	0		168000	4.08
4	ARYAMAN CAPITAL MARKETS LIMITED			27 Feb 17	56000	Increase	56000	1.36
			28 Feb 17	56000	Increase	112000	2.72	
			3 Mar 17	-56000	Decrease	56000	1.36	
			10 Mar 17	152000	Increase	208000	5.05	
			17 Mar 17	-20000	Decrease	188000	4.57	
			24 Mar 17	-70000	Decrease	118000	2.87	
			31 Mar 17	40000	Increase	158000	3.84	
5	SAJANKUMAR RAMESHWARLAL BAJAJ	158000	3.84	31 Mar 17			158000	3.84
		0	0	10 Mar 17	18000	Increase	18000	0.44
			24 Mar 17	60000	Increase	78000	1.89	
		78000	1.89	31 Mar 17	0		78000	1.89
6	RAJESH KATRAGADDA	0	0	27 Feb 17	34000	Increase	34000	0.83
			17 Mar 17	10000	Increase	44000	1.07	
		44000	1.07	31 mar 17	0		44000	1.07
7	SAINAREN PROPERTIES PVT LTD	0	0	10 Mar 17	40000	Increase	40000	0.97
		40000	0.97	31 Mar 17	0		40000	0.97
8	OVERSKUD MULTI ASSET MANAGEMENT PRIVATE LIMITED	0	0	31 Mar 17	40000	Increase	40000	0.97
		40000	0.97	31 Mar 17			40000	0.97
9	TASK PEOPLE FOOD AND SERVICES PRIVATE LIMITED	0	0	27 Feb 17	24000	Increase	24000	0.58
			17 Mar 17	14000	Increase	38000	0.92	
		38000	0.92	31 Mar 17	0		38000	0.92
10	KODALI ALLIVENI	0	0	27 Feb 17	18000	Increase	18000	0.44
			10 Mar 17	8000	Increase	26000	0.63	
			17 Mar 17	6000	Increase	32000	0.78	
		32000	0.78	31 Mar 17	0		32000	0.78

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Particulars			Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		Date	Reason	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	A. Vasavi						
	At the beginning of the year	01.04.2016		452,038	13.12		
	Changes during the year	IPO	Offer for sale	(2,14,000)	-6.21	2,38,038	6.91
	At the end of the year	31.03.2017				2,38,038	5.78
2	A.Sri Nagaveer						
	At the beginning of the year	01.04.2016		22,52,701	65.39		
	Changes during the year	IPO	Offer for sale	(2,14,000)	6.21	20,38,701	59.16
	At the end of the year	31.03.2017				20,38,701	49.52
3	A. Sarat Chandra Babu						
	At the beginning of the year	01.04.2016		2,00,000	5.81		
	Changes during the year			NIL	NIL		
	At the end of the year	31.03.2017				2,00,000	4.86
4	A. Sarada						
	At the beginning of the year	01.04.2016		1,00,000	2.90		
	Changes during the year			NIL	NIL		
	At the end of the year	31.03.2017				NIL 1,00,000	NIL 2.43
5	R.V. Radhakrishna						
	At the beginning of the year	01.04.2016					
	Changes during the year			NIL	NIL		
	At the end of the year	31.03.2016				NIL	NIL
7	Shilpa Kotagiri						
	At the beginning of the year	01.04.2016					
	Changes during the year			NIL	NIL		
	At the end of the year	31.03.2017				NIL	NIL
8	Banda Mahalakshmi						
	At the beginning of the year	01.04.2016					
	Changes during the year			NIL	NIL		
	At the end of the year	31.03.2017				NIL	NIL

V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	106,811,797	27,185,727	NIL	133,997,524
ii) Interest due but not paid	183,825	302,125		485,950
iii) Interest accrued but not due				
Total (i+ii+iii)	10,69,95,622	27,487,852	NIL	134,483,474
Change in Indebtedness during the financial year				
* Addition	1,59,21,407	4,79,00,321	Nil	6,38,21,728
* Reduction	1,35,13,412	2,46,16,083		3,814,29,495
Net Change	24,07,994	2,32,84,239		2,56,92,233
Indebtedness at the end of the financial year				
i) Principal Amount	10,84,20,172	5,01,27,332	NIL	15,85,47,504
ii) Interest due but not paid	8,10,678			8,10,678
iii) Interest accrued but not due	1,72,767	6,44,758		8,17,525
Total (i+ii+iii)	10,94,03,616	5,07,72,091	NIL	16,01,75,707

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S. No	Particulars of Remuneration	Name of the MD/WTD Manager MD: A. Sri Nagaveer	Total Amount
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	42,00,000 42,00,000	42,00,000 42,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil	Nil
2	Stock Option	Nil	Nil
3	Sweat Equity	Nil	Nil
4	Commission - as % of profit - others, specify...	Nil	Nil
5	Others	Nil	Nil
	Total (A)	42,00,000	42,00,000
	Ceiling as per the Act (As per Schedule V of the Act)	84,00,000	84,00,000

B. Remuneration to other directors:

S No.	Particulars of Remuneration	Name of Directors			Total Amount
		A.Vasavi	A. Sarat Chandra Babu	A. Sarada	
1	Gross salary	18,00,000	3,60,000	0	21,60,000
A	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	18,00,000	3,60,000	0	21,60,000
B	Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL	NIL
C	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL
4	Commission -as % of profit -others	NIL NIL	NIL NIL	NIL NIL	NIL NIL
5	Others	NIL	NIL	NIL	NIL
	Total	18,00,000	3,60,000	0	21,60,000
	Ceiling as per the Act (As per Schedule V of the Act)	84,00,000	84,00,000	-	

B. Remuneration to other directors:

S No.	Particulars of Remuneration	Name of Directors		Total Amount
		N. Naveen	R.V. Radhakrishna	
1	Fee for attending Board/ Committee meetings	40,000	40,000	80,000
2.	Commission	Nil	Nil	Nil
3.	Others Specify	Nil	Nil	Nil
	Total	40,000	40,000	80,000

D. Remuneration to Key Managerial Personnel other than MD /Manager/ WTD:

S No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount
		Company Secretary*	CFO**	
1	Gross salary	2,45,000	1,86,505	4,31,505
A	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	2,45,000	1,86,505	4,31,505
B	Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL
C	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL
4	Commission -as % of profit -others	NIL NIL	NIL NIL	NIL NIL
5	Others	NIL	NIL	NIL
	Total	2,45,000	1,86,505	4,31,505
	Ceiling as per the Act (As per Schedule V of the Act)	N.A.	N.A.	N.A.

*Appointed w.e.f 01.09.2016

**Appointed w.e.f 01.07.2016

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty			NIL		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

Sd/-
Adusumilli Sri Nagaveer
 Managing Director
 (DIN:02589830)

Sd/-
Adusumilli Vasavi
 Executive Director
 (DIN:02096695)

Vigil Mechanism and Whistle Blower Policy

As referred in the Directors Report, the Company has framed and adopted the Whistleblower policy that covers our directors and employees. The policy is subject to need based review and modifications, if required, from time to time. The Policy, as applicable currently, is laid hereunder and is also posted on our website www.tanvifoods.com
Scope and purpose:

Tanvi Foods (INDIA) Limited is committed to complying with the foreign and domestic laws that apply to it, satisfying the Company's Code of Conduct and particularly to assuring that business is conducted with integrity and that the Company's financial information is accurate. If potential violations of Company policies or applicable laws are not recognized and addressed promptly, both the Company and those working for or with the Company could face governmental investigation, prosecution, fines, and other penalties that may have cascading impact and may prove fatal consequentially, and to promote the highest ethical standards, the Company will maintain a workplace that facilitates the reporting of potential violations of Company's policies and applicable laws. Employees must be able to raise concerns regarding such potential violations easily and free of any fear of retaliation. That is the purpose of this policy (the 'Policy' or the 'Vigil Mechanism and Whistle Blower Policy'). You are required to read this Policy and acquaint yourself with the same.

Report at the earliest - Nip at the bud

Everyone is required to report to the Company any suspected violation of any law that applies to the Company and any suspected violation of the Company's Code of Conduct. It is important that you report all suspected violations. This includes possible accounting or financial reporting violations, insider trading, bribery, harassment, discrimination in your employment etc.

It is the policy of the Company that you must, when you reasonably suspect that a violation of an applicable law or the Company's Code of Conduct has occurred or is occurring, report that potential violation. Reporting is crucial for early detection, proper investigation and remediation, and deterrence of violations of Company's policies or applicable laws. You should not fear any negative consequences for reporting reasonably suspected violations because retaliation for reporting suspected violations is strictly prohibited by Company's policy. Failure to report any reasonable belief that a violation has occurred or is occurring is itself a violation of this Policy and such failure will be addressed with appropriate disciplinary action, including possible termination of employment.

How & Where to Report

You must report all suspected violations to (i) your immediate supervisor; (ii) the nodal officer, i.e., the Company Secretary; at or (iii) anonymously, by sending an email to: investers@tanvifoods.com

If you have reason to believe that your immediate supervisor or the Company Secretary is involved in the suspected violation, your report may be made to the Chairman of the Audit Committee at:

Chairman, Audit Committee, Tanvi Foods (INDIA) Limited, Ground Floor, B-12, Madhura Nagar, Hyderabad.

Because you have several means of reporting, you need never report to someone you believe may be involved in the suspected violation or from whom you would fear retaliation.

Your report should include as much information about the suspected violation as you can provide. Where possible, it should describe the nature of the suspected violation; the identities of persons involved in the suspected violation; a description of documents that relate to the suspected violation; and the time frame during which the suspected violation occurred. Where you have not reported anonymously, you may be contacted for further information.

Post reporting Investigation

All reports under this Policy will be promptly and appropriately investigated, and all information disclosed during the course of the investigation will remain confidential, except as necessary to conduct the investigation and take any remedial action, in accordance with applicable law. Everyone working for or with the Company has a duty to cooperate in the investigation of reports of violations. Failure to cooperate in an investigation, or deliberately providing false information during an investigation, can be the basis for disciplinary action, including termination of employment. If, at the conclusion of its investigation, the Company determines that a violation has occurred, the Company will take effective remedial action commensurate with the nature of the offense. This action may include disciplinary action against the accused party, up to and including termination. Reasonable and necessary steps will also be taken to prevent any further violations of Company's policy.

Zero - Retaliation policy

No one may take any adverse action against any employee for complaining about, reporting, or participating or assisting in the investigation of, a reasonably suspected violation of any law, this Policy, or the Company's Code of Conduct and Ethics. The Company takes reports of such retaliation seriously. Incidents of retaliation against any employee reporting a violation or participating in the investigation of a reasonably suspected violation will result in appropriate disciplinary action against anyone responsible, including possible termination of employment. Those working for or with the Company who engage in retaliation against reporting employees may also be subject to civil, criminal and administrative penalties.

Modification

The Audit Committee or the Board of Directors of Tanvi Foods (INDIA) Limited can modify this Policy unilaterally at any time without notice. Modification may be necessary, among other reasons, to maintain compliance with national, state or local regulations and / or accommodate organizational changes within the Company.

Please sign the acknowledgment form below and return it to the Company Secretary. This will let the Company know that you have received the Policy and are aware of the Company's commitment to a work environment free of retaliation for reporting violations of any Company policies or any applicable laws.

Sd/-
Adusumilli Sri Nagaveer
Managing Director
(DIN:02589830)

Sd/-
Adusumilli Vasavi
Executive Director
(DIN:02096695)

INDEPENDENT AUDITOR'S REPORT**To the Members of M/s Tanvi Foods (India) Limited**

We have audited the accompanying Standalone Financial Statements of M/s Tanvi Foods (India) Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and the Cash Flow Statement for the Period ended March 31, 2017, and a summary of Significant Accounting Policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone Financial Statements based on our audit.

We have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters, which are required to be included in the Audit Report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Financial Statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the State of Affairs of the Company as at March 31, 2017 and its Profit and its Cash Flows for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("The Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, The Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company does not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv) The Company has provided requisite disclosures in the standalone financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated 8th November 2016 of the Ministry of Finance, during the period from 08.11.2016 to 30.12.2016. Based on audit procedures performed and the representations provided to us by the management, we report that the disclosures are in accordance with the books of account maintained by the company and as produced to us by the Management.

For GV & Co.,
Chartered Accountants
Sd/-
Grandhi Vittal
Proprietor
M. No. 206462
Firm Regn No. 012875S

Place : Hyderabad
Date : May 30, 2017

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Standalone Financial Statements as at March 31, 2017, we report that:

- (i)
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The fixed assets are physically verified by the management according to a phased programme designed to cover all items which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies have been noticed on such verification and the same have been properly dealt with in the books of account.
 - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no immovable properties held in the name of the Company.
- (ii)
 - a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
 - b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
- (iii)
 - a) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
 - b) In case of loans granted to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of interest as stipulated. The terms of arrangements do not stipulate any repayment schedule and the loans are repayable on demand. Accordingly, paragraph 3 (iii) (b) of the order is not applicable to the company in respect of repayment of principal amount.
 - c) There are no overdue amounts in respect of the loans granted to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Companies Act, 2013 (The Act).
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantee and security made.
- (v) In our opinion, and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year. Therefore the provisions of sec 73 to 76 and the rules framed there under are not applicable to the Company.

(vi) The maintenance of cost records has not been prescribed by the Central Government under section 148(1) of the Companies Act, 2013 in respect of the Company's operations. Therefore the provisions of Clause 3 (vi) of the Order are not applicable to the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employee state insurance, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been generally regular in depositing, during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employee state insurance, income-tax, sales tax, value added tax, duty of customs, duty of excise, service tax, cess and other material statutory dues were in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no material statutory dues including sales tax, service tax, duty of customs, duty of Excise, Value Added Tax, Cess and any other material statutory dues pending for deposit with the appropriate authorities on account of any dispute, except as follows;

Sl. No.	Name of the Statute	Nature of Dues	Disputed Amount	Period	Forum, where the dispute is pending	Amount deposited towards disputed demand amount
1	Income Tax Act, 1961	Income Tax	23,35,802	2012-13	The Commissioner of Income Tax (Appeals)	10,00,000
2	Income Tax Act, 1961	Interest on Income Tax	11,69,502	2012-13		
3	Income Tax Act, 1961	Income Tax	55,59,345	2013-14	The Commissioner of Income Tax (Appeals)	11,78,115
4	Income Tax Act, 1961	Interest on Income Tax	22,94,758	2013-14		

(viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.

(ix) According to the information and explanations given to us, the company have raised money by way of IPO and Money raised by IPO were applied for the purpose for which the same was raised. The Company has raised new term loans during the year. The term loans outstanding at the beginning of the year and those raised during the year have been applied for the purposes for which they were raised.

(x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(xi) The Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act

- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is a Public company, and the provisions of section 177 and 188, to the extent of applicable of the Act relating to transactions with the related parties.
- According to the information and explanation given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of preference shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934 As a Non-Banking Financial Company.

For GV & Co.,
Chartered Accountants

Sd/-
Grandhi Vittal
Proprietor
M.No. 206462
Firm Regn No. 012875S

Place : Hyderabad
Date : May 30, 2017

Annexure - B to the Auditors' 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 M/s Tanvi Foods (India) Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the Standalone 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 judgment, 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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, 2017, 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 GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

M.No. 206462

Firm Regn No. 012875S

Place : Hyderabad

Date : May 30, 2017

BALANCE SHEET AS AT 31ST MARCH, 2017

Amount in ₹

Particulars	Note No	As at 31.03.2017	As at 31.03.2016
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	4,11,67,750	3,44,47,750
(b) Reserves and surplus	4	7,96,68,374	3,57,80,898
Share application money pending allotment	5	-	-
Non-current liabilities			
(a) Long-term borrowings	6	4,25,82,259	3,35,92,084
(b) Deferred tax liabilities (net)		44,04,797	36,24,240
(c) Other long-term liabilities	7	70,000	70,000
(d) Long-term provisions	8	17,59,381	1,41,793
Current liabilities			
(a) Short-term borrowings	9	7,49,64,588	7,55,48,542
(b) Trade payables	10	97,69,502	83,60,522
(c) Other current liabilities	11	5,00,53,015	2,94,74,174
(d) Short-term provisions	12	27,71,320	34,34,320
TOTAL		<u>30,72,10,987</u>	<u>22,44,74,325</u>
II. ASSETS			
Non-current assets			
(a) Fixed assets	13		
(i) Tangible assets		6,58,63,070	5,59,52,088
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		1,43,66,921	44,48,333
(iv) Intangible assets under development		-	-
(b) Non-current investments	14	1,18,11,190	1,18,11,190
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	15	1,34,46,142	1,69,69,214
(e) Other Non-Current Assets	16	-	-
Current Assets			
(a) Current investments			
(b) Inventories	17	15,39,55,821	10,80,33,048
(c) Trade receivables	18	1,24,12,781	1,33,29,464
(d) Cash and bank balances	19	17,61,412	16,12,176
(e) Short-Term loans and advances	20	2,58,17,803	1,14,83,065
(f) Other Current Assets	21	77,75,846	8,35,748
(g) Branch & Divisions		-	-
TOTAL		<u>30,72,10,987</u>	<u>22,44,74,325</u>
III. Company Information			
Summary of Significant Accounting Policies	1		
The accompanying notes are an integral part of the financial statements.	2		
	3 to 47		

As per my report of even date.

For and on behalf of the Board of Directors

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Membership No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30-05.2017

Sd/-
Adusumilli Sri Nagaveer
 Managing Director
 (DIN:02589830)
 Sd/-
Banda Mahalakshmi
 Chief Financial Officer

Sd/-
Adusumilli Vasavi
 Executive Director
 (DIN:02096695)
 Sd/-
Shilpa Kotagiri
 Company Seceretary

STATEMENT PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

Amount in ₹

Particulars	Note No	For the year ended 31.03.2017	For the year ended 31.03.2016
I. Revenue from operations	22	55,95,32,065	48,16,62,140
II. Other income	23	1,31,01,538	92,36,083
III. TOTAL REVENUE (I + II)		57,26,33,603	49,08,98,223
IV. Expenses:			
(a) Purchase of Stock -in- Trade & Direct Exp.	24	52,85,63,056	44,76,02,153
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	25	(4,59,22,774)	(2,62,39,564)
(c) Employee benefit expenses	26	1,99,41,866	98,61,057
(d) Finance costs	27	2,36,81,406	1,70,59,339
(e) Depreciation and amortization expenses	13	95,32,963	79,09,472
(f) Other Expenses	28	2,32,44,761	2,34,23,762
TOTAL EXPENSES		55,90,41,278	47,96,16,219
V. Profit before exceptional & extraordinary items, prior period items and tax (III - IV)		1,35,92,325	1,12,82,004
VI. Exceptional items		-	46,21,304
VII. Prior Period items	29	-	8,04,184
VIII. Profit before extraordinary items and tax (V-VI & VII)		1,35,92,325	1,67,07,492
IX. Extraordinary items			-
X. Profit before tax (VIII - IX)		1,35,92,325	1,67,07,492
XI. Tax expense:			
Provision for Income Tax		33,04,849	24,21,083
Current Year		27,71,320	34,06,460
Previous Year		-	27,860
Provision for Deferred Tax		7,80,557	23,93,223
MAT Credit Entitlement		(2,47,028)	(34,06,460)
XII. Profit for the period from continuing operations (X - XI)		1,02,87,476	1,42,86,409
Discontinuing Operations			
XIII. Profit / (Loss) from discontinuing operations (before tax)			-
XIV. Tax expense of discontinuing operations			-
XV. Profit / (Loss) from discontinuing operations (after tax)		1,02,87,476	1,42,86,409
XVI. Earnings per equity share:			
EPS before Exceptional, Extraordinary Items & Prior-period;			
Basic (Face Value of Rs.10/- each)		2.94	2.92
Diluted (Face Value of Rs.10/- each)		2.94	2.92
EPS after Exceptional, Extraordinary Items & Prior-period;			
Basic (Face Value of Rs.10/- each)		2.94	4.70
Diluted (Face Value of Rs.10/- each)		2.94	4.70
XVII. Company Information	1		
Summary of Significant Accounting Policies	2		
The accompanying notes are an integral part of the financial statements.	3 to 47		

As per my report of even date.

For and on behalf of the Board of Directors

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Membership No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30.05.2017

 Sd/-
Adusumilli Sri Nagaveer

 Managing Director
 (DIN:02589830)

 Sd/-
Banda Mahalakshmi
 Chief Financial Officer

 Sd/-
Adusumilli Vasavi

 Executive Director
 (DIN: 02096695)

 Sd/-
Shilpa Kotagiri
 Company Sceretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2017

Amount in ₹

Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
A. Cash flow from Operating activities		
Profit before exceptional items and tax	1,35,92,325	1,67,07,492
Adjustments for :		
Depreciation and Amortisation Expense	95,32,963	79,09,472
(Profit) / Loss on sale of fixed assets (net)	-	1,81,950
(Profit) / Loss on sale of investments (net)	-	-
Miscellaneous Expenditure Written Off	61,891	-
Other Income	(1,31,01,538)	(92,36,083)
Effect of Exchange Rate change	-	-
Finance Costs	2,36,81,406	1,70,59,339
Cash generated from operations before working capital changes	<u>3,37,67,048</u>	<u>3,26,22,170</u>
Adjustments for working capital changes		
(Increase)/Decrease in Inventories	(4,59,22,774)	(2,62,39,564)
(Increase)/Decrease in Trade Receivables	9,16,683	1,40,17,498
(Increase)/Decrease in Short term Loans & Advances	(1,43,34,738)	(96,53,044)
(Increase)/Decrease in Long term Loans & Advances	37,70,100	(7,30,000)
Increase/(Decrease) in Trade Payables	14,08,980	23,13,137
(Increase)/Decrease in Long term/Short term Provisions	29,08,763	13,11,226
(Increase)/Decrease in Other current liabilities	2,05,78,841	1,39,81,370
(Increase)/Decrease in Other Current Assets	(70,01,989)	(8,35,748)
Cash generated from Operations	<u>(39,09,087)</u>	<u>2,67,87,047</u>
Direct Taxes paid	<u>(47,25,495)</u>	<u>(35,79,333)</u>
Net Cash from Operating activities	<u>(86,34,582)</u>	<u>2,32,07,714</u>
B. Cash flow from Investing Activities		
Purchase of tangible/intangible assets	(1,94,43,946)	(1,25,67,163)
Sale proceeds of tangible assets	-	1,50,000
Other Income	1,31,01,538	92,36,083
Capital Work-in-progress	(99,18,588)	(38,63,333)
(Purchase) / Sale of Investments (Net)	-	(1,18,11,190)
Cash flow before exceptional items	<u>(1,62,60,996)</u>	<u>(1,88,55,603)</u>
Exceptional Items	-	(46,21,304)
Net Cash generated from Investment Activities	<u>(1,62,60,996)</u>	<u>(2,34,76,907)</u>
C. Cash Flow from Financing Activities		
Proceeds from issue of Share Capital/ Share Application Money	67,20,000	69,47,750
Securities Premium on Equity Share Capital	3,36,00,000	48,63,440
Proceeds / (Repayment) from Long Term Borrowings	89,90,175	(46,00,629)
Proceeds / (Repayment) from Short Term Borrowings	(5,83,954)	1,00,87,584
Finance Costs	(2,36,81,406)	(1,70,59,339)
Dividends Paid	-	-
Dividend tax paid	-	-
Effect of Exchange Rate change	-	-
Net cash used in financing activities	<u>2,50,44,814</u>	<u>2,38,806</u>
Net (Decrease) / Increase in cash and cash equivalents	1,49,236	(30,387)
Cash and cash equivalents at the beginning of the year	16,12,176	16,42,563
Cash and Cash equivalents at the end of the year	17,61,411	16,12,176

1. The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3 on Cash Flow Statements notified under section 133 of the Companies Act, 2013.

2. Previous Year Figures have been regrouped/ reclassified/ rearranged wherever necessary.

As per my report of even date.

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Membership No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30.05.2017

For and on behalf of the Board of Directors

Sd/-

Adusumilli Sri Nagaveer

Managing Director

(DIN:02589830)

Sd/-

Banda Mahalakshmi

Chief Financial Officer

Sd/-

Adusumilli Vasavi

Executive Director

(DIN: 02096695)

Sd/-

Shilpa Kotagiri

Company Sceretary

Notes to the financial statements for the year ended 31st March, 2017**Note Nos.****1 General Information:**

M/s. Tanvi Foods (India) Limited ("the Company") (CIN:U15433TG2007PLC053406) is engaged in the Manufacturing of Corn Samosa, Spring Roll & Trading of Frozen Foods. The company functioning its business in Vijayawada, Krishna District, Andhra Pradesh and Hyderabad, Telangana. The company running its business in the style of "Frozen Kings" and "Corn Club".

2 Summary of Significant Accounting Policies**2.1 Basis of Accounting ;**

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under historical cost convention on the accrual basis. GAAP comprises mandatory Accounting Standards issued by the Institute of Chartered Accountants of India, the provisions of the Companies Act, 2013. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to existing accounting standard requires the change in the accounting policy hitherto in use. Management evaluates all relevant issues or revised accounting standards on an ongoing basis.

Accounting Policies not specifically referred to otherwise are consistent and in consonance with the Generally Accepted Accounting Principles that are followed by the company.

2.2 Use of Estimates ;

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the result of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

2.3 Contingencies and events occurring after the balance sheet date (AS 4) ;

All contingencies and events occurring after the balance sheet date which have a material effect on the financial position of the company are considered for preparing the financial statements.

2.4 Fixed Assets, Depreciation and Intangible Assets (AS 10, 6 & 26);

Fixed Assets are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets are also included to the extent they related to the period till such assets are ready to be put to use. The same is in compliance with AS-10 to the extent applicable.

Depreciation on fixed assets is being provided on straight line method at the rates in the manner specified in Schedule II of the companies Act, 2013. Depreciation on assets sold during the year is being provided at their respective rates up to the date on which such assets are sold. Depreciation /Amortisation of Intangibles is in compliance with AS 26 to the extent applicable. The expenditure incurred on Leasehold premises is depreciated over the Lease period.

2.5 Capital Work-In-Progress (AS 10)

Capital Work-In-Progress is carried at cost, comprising direct cost and related Incidental expenses.

2.6 Government Grants (AS 12)

- i) The grants or subsidies received in the nature of promoters contributions are treated as capital receipts and credited to capital reserves.
- ii) The grants or subsidies received relating to specific fixed assets are shown as deduction from the cost of the respective assets concerned in arriving at its book value.

- iii) The grant in the form of revenue subsidy is treated as revenue receipt and credited to "Other Income" in statement of Profit and Loss.

2.7 Borrowing Cost (AS 16);

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time as the asset is ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred. The same is in compliance with AS-16 to the extent applicable.

2.8 Investments (AS 13);

- i) Investments are capitalised at actual cost including costs incidental to acquisition.
- ii) Investments are classified as long-term or current at the time of making such investments.
- iii) Long-term investments are individually valued at cost, less provision for diminution that is other than temporary. Investments held in Subsidiary Companies are stated at cost.
- iv) Current investments are valued at the lower of cost and market value.

2.9 Inventories (AS 2);

- i) Inventories are valued at lower of cost or Net Realisable Value.
- ii) Cost of inventories have been computed to include all cost of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition
- ii) The basis of determining cost for various categories of inventories is as follows:
 - a) Raw Material : At Cost or Realisable Value, whichever is lower.
 - b) Work In Progress : At Cost or Realisable Value, whichever is lower.
 - c) Traded / Finished Goods : At Cost or Realisable Value, whichever is lower.

2.10 Transactions in Foreign Currency (AS 11);

Foreign currency transactions are recorded at the exchange rates prevailing at the date of the transaction. Monetary foreign currency assets and liabilities are translated into Indian rupees at the exchange rate prevailing at the balance sheet date. All exchange differences are dealt with in Profit and Loss Account. In the case of assets and liabilities covered by Forward contracts, the difference between the exchange rate at the inception of forward exchange contract and the forward rate specified in the contract is amortised and recognized in the statement of profit and loss over the period of the contract. Premium or discount on foreign exchange forward contract are amortised and recognized in the statement of profit and loss over the period of the contract. The same is in compliance with AS-11 to the extent applicable.

2.11 Revenue Recognition (AS 9);

i) Sale of Goods:

Revenue from sale of goods is recognized when risk and rewards of ownership of the products are passed on to the customers, which is generally on dispatch of goods and is stated net of sales tax, trade discounts and claims etc.

ii) Other revenue:

Other revenue is recognized only when it is reasonably certain that the ultimate collection will be made. The same is in compliance with AS-9 to the extent applicable.

2.12 Retirement and other employee benefits (AS 15);

Defined Contribution Plan : The company makes defined contribution to Provident Fund, which are recognized in the Profit and Loss Account on accrual basis.

Defined Benefit Plan : The company's liability under Payment of Gratuity Act is determined on the basis of actuarial valuation provisional made at the end of financial year. Provision for leave entitlement accounted on accrual basis at the end of the financial year.

2.13 Provision for Current tax, and Deferred tax (AS 22);

Provision for current tax is made on the basis of estimated taxable income for the current accounting period in accordance with the provisions of Income Tax Act, 1961. Deferred tax resulting from “timing differences” between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future. The same is in compliance with AS-22 to the extent applicable.

Provision for income tax is made on the basis of estimated taxable income. Advance Tax and Tax Deducted at Source (TDS) are shown in the balance sheet under head Loans and advances during the year and in subsequent years the Advance Tax & TDS are adjusted against Provision for Tax on receipt of intimation u/s 143(1) of Income Tax Act, 1961 or the Assessment completed for the relevant year.

2.14 Cash Flow Statement (AS 3);

The Cash Flow Statement is prepared by indirect method set in Accounting Standard 3 on cash flow statement and presents the cash flows by Operating, Investing and Finance activities of the company. Cash and cash equivalents presented in cash flow consists of cash in hand, cheques in hand, bank balances. The same is in compliance with AS-3 to the extent applicable.

2.15 Provisions, Contingent Liabilities and Contingent Assets (AS 29);

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements. The same is in compliance with AS-29 to the extent applicable.

2.16 Impairment of Assets (AS 28);

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to Profit & Loss Account in the year in which the asset is impaired and the impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount. The same is in compliance with AS-28 to the extent applicable.

2.17 Leases (AS 19);

Operating lease payments and finance lease payments are recognized as expenses in the profit and loss account as per the terms of the agreements which is representative of the time pattern of the users’ benefit. The same is in compliance with AS-19 to the extent applicable.

2.18 Extra-ordinary and Exceptional items & Changes in Policies (AS 5);

All the extra ordinary and prior period items of Income and expenses are separately disclosed in the statement of Profit and Loss account in the manner such that it’s impact on the current profit or loss can be perceived. If there has been any change in the Company’s accounting policies or accounting estimate so as to have material impact on the current year profit/loss or that of later periods the same would be disclosed as part of notes to accounts. All the items of Income and Expenses from ordinary activities with such size and nature such that they become relevant to explain the performance of the company have been disclosed separately. The same is in compliance with AS-5 to the extent applicable.

2.19 Earnings Per Share (AS 20) ;

- i) The Basic earning per share is calculated considering the weighted average number of equity shares outstanding during the year.
- ii) The Diluted earning per share is calculated considering the effects of potential equity shares on net profits after tax for the year and weighted average number of equity shares outstanding during the year.

Notes forming part of Financial Statements As At 31.03.2017
Note No: 3 Share Capital

S. No.	Particulars	As at 31.03.2017 Amount In ₹		As at 31.03.2016 Amount In ₹	
		Number	Amount	Number	Amount
(i)	Authorised Equity Shares of Rs. 10/- each with Voting Rights	45,00,000	4,50,00,000	37,50,000	3,75,00,000
(i)	Issued, Subscribed and Paid up Equity Shares of Rs. 10/- each fully paid up with Voting Rights	41,16,775	4,11,67,750	34,44,775	3,44,47,750
	Total	41,16,775	4,11,67,750	34,44,775	3,44,47,750

(a) Reconciliation of number of shares:

S. No.	Particulars	As at 31.03.2017 Amount In ₹		As at 31.03.2016 Amount In ₹	
		Number	Amount	Number	Amount
1	Equity Shares outstanding at the beginning of the year	34,44,775	3,44,47,750	27,50,000	2,75,00,000
2	Equity Shares Issued during the year #	6,72,000	67,20,000	6,94,775	69,47,750
3	Equity Shares bought back during the year	-	-	-	-
4	Equity Shares outstanding at the end of the year	41,16,775	4,11,67,750	34,44,775	3,44,47,750

During the Month of February 2017, the company brought a fresh issue at BSE (Emerge:SME Platform) by way of initial public offer of 6,72,000 shares @ Rs. 60 per share consisting Rs. 50 for security premium.

(b) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting except in the case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Details of shares held by Shareholders holding more than 5 % of the shares in the company:

S. No.	Class of shares / Name of shareholder	As at 31.03.2017		As at 31.03.2016	
		No of shares Held	% of Holding	No of Shares Held	% of Holding
1	<u>Equity Shares with Voting Rights</u> Adusumilli Sri Nagaveer	20,38,701	49.52%	22,52,711	65.40%
2	Adusumilli Vasavi	2,38,038	5.78%	4,52,038	13.12%
3	Adusumilli Sarat Chandra Babu	2,00,000	4.86%	2,00,000	5.81%
4	Adusumilli Sarada	1,00,000	2.43%	1,00,000	2.90%
5	Paturi Sarada	2,20,013	5.34%	2,20,013	6.39%
6	Mikkilineni Sravanthi	2,20,013	5.34%	2,20,013	6.39%

(d) Aggregate number and class of shares allotted as fully paid up for consideration other than cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date

S. No.	Class of shares / Name of shareholder	As at 31.03.2017		As at 31.03.2016	
		No of shares Held	% of Holding	No of Shares Held	% of Holding
1	Paturi Sarada*	2,20,013	22,00,130	2,20,013	22,00,130
2	Mikkilineni Sravanthi*	2,20,013	22,00,130	2,20,013	22,00,130
3	Adusumilli Sri Nagaveer**	2,52,711	25,27,110	2,52,711	25,27,110
4	Adusumilli Vasavi**	2,038	20,380	2,038	20,380

* 4,40,026/- Equity Shares issued on account of Acquisition of Polarcube Cold Storage Solutions Pvt. Ltd.

** 2,54,749/- Equity Shares issued on account of Acquisition of Squarepeg Distribution Services Pvt. Ltd.

Clause (e), (f), and (h) to (i) (B & C) and (j) to (l) of the Note 6(A) to the Schedule III of the Companies Act, 2013 are not applicable.

4 Note: Reserves & Surplus

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
4	Securities Premium Account		
	Opening Balance	48,63,440	-
	Add: Premium on shares issued during the year #	3,36,00,000	48,63,440
	Less : Utilised during the year	-	-
	Closing Balance	3,84,63,440	48,63,440
	Profit and Loss Account		
	As per last Balance Sheet	3,09,17,458	1,67,44,104
	(+) Net Profit for the current year	1,02,87,476	1,42,86,409
	(+) Transfer from Reserves*	-	(1,13,055)
	(-) Net Loss for the current year	-	-
(-) Proposed Dividends	-	-	
(-) Interim Dividends	-	-	
Closing Balance	4,12,04,934	3,09,17,458	
Total	7,96,68,374	3,57,80,898	

* Pursuant to the enactment of companies Act, 2013, company has applied the estimated useful lives as specified in Schedule-II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation, Amortisation and Depletion. Accordingly the unamortized carrying value is being depreciated / amortized over the revised / remaining useful lives. The Written Down Value of Fixed Assets whose lives has expired have been adjusted, in the opening balance of Profit and Loss Account amounting to Rs.Nil (Rs.1,13,055/-).

During the Month of February 2017, the company brought a fresh issue at BSE (Emerge:SME "Platform) by way of initial public offer of 6,72,000 shares @ Rs. 60 per share consisting Rs. 50" for security premium.

5 Note: Share Application money pending allotment

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6 Note: Long Term Borrowings

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
6	Secured		
	a) Term Loans *		
	i) From Banks	57,76,695	78,36,122
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	24,78,927	24,88,354
		32,97,768	53,47,768
	ii) From NBFC's	-	-
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	-	-
		-	-
	b) Vehicle Loans **		
	i) From Banks	2,39,18,161	1,78,08,904
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	92,15,532	58,80,845
		1,47,02,630	1,19,28,059
	ii) From NBFC's	37,60,727	77,44,644
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	30,70,388	39,83,917
		6,90,339	37,60,727
	Total Secured Loans	1,86,90,737	2,10,36,554
	Unsecured		
	Business Loans ***		
	i) From Banks	31,98,513	22,31,161
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	10,16,557	7,38,154
		21,81,956	14,93,007
	ii) From NBFC's	4,69,28,819	2,28,28,150
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	2,52,19,253	1,17,65,627
		2,17,09,566	1,10,62,523
	Loans from Others		-
	Total Un-Secured Loans	2,38,91,522	1,25,55,530
		4,25,82,259	3,35,92,084

*Term Loans are secured against Fixed Assets of the company, both present and future. (For details Refer Note No 38)

** Vehicles loans are secured by hypothecation of vehicles financed by respective banks. (For details Refer Note No. 38)

*** The Company availed Unsecured Business Loans from Banking & Non Banking Financial Institutions (for Details Refer Note No. 38)

7 Note: Other Long Term Liabilities

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
7	Other Liabilities	70,000	70,000
		70,000	70,000

8 Note: Long Term Provisions

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
8	Provision for Gratuity *	8,72,441	1,41,793
	Provision for Taxes	8,86,940	-
	Provisions - Others		
		17,59,381	1,41,793

9 Note: Short Term Borrowings

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
9	Secured		
	Loans repayable on demand from Banks *	7,49,64,588	7,34,22,126
	Loans repayable on demand from NBFC's	-	-
	Loans repayable on demand from Others	-	-
	Unsecured		
	Loans from Related Parties		-
	Other Loans and Advances	-	21,26,416
		7,49,64,588	7,55,48,542

* Working Capital loans are secured by hypothecation of Stocks & Receivables (present & future) of the Company (For details Refer Note No. 38)

The Company has borrowed Un-secured loans on the following terms & conditions:

Terms & Conditions	Particulars
Rate of Interest	18%
Security	Nil
Terms of Repayment	Repayable on Demand

10 Note: Trade Payables

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
10	Dues to Micro, Small and Medium Enterprises *		-
	Dues to Others	97,69,502	83,60,522
		97,69,502	83,60,522

* The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the company is as under:

Principal amount due and remaining unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

11 Note: Other Current Liabilities

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
11	Current Maturities of Long Term Debt (Secured) (Refer Note No.6)		
	a) Term Loans		
	From Banks	24,78,927	24,88,354
	From NBFC's	-	-
	b) Business Loans		
	From Banks	10,16,557	7,38,154
	From NBFC's	2,52,19,253	1,17,65,627
	c) Vehicle Loans		
	From Banks	92,15,532	58,80,845
	From NBFC's	30,70,388	39,83,917
	Interest Accrued and Due on Borrowings **	8,10,678	-
	Interest Accrued But not Due on Borrowings ***	8,17,525	4,85,950
	Advances received from Customers	50,690	-
	Other Payables****	73,73,466	41,31,327
		5,00,53,015	2,94,74,174

Term Loans are secured against Fixed Assets of the company, both present and future (For details Refer Note No 38)

Vehicles loans are secured by hypothecation of vehicles financed by respective Financial Institutions.

(For details Refer Note No. 38)

The Company availed Unsecured Business Loans from Banking & Non Banking Financial Institutions (for Details Refer Note No. 38)

** Interest Accrued and Due on Borrowings Consists of:		
On Working Capital Loan	8,10,678	-
On Business Loans	-	-
*** Interest Accrued & But not Due on Borrowings consists of:		
On Term Loans	6,054	10,949
On Business Loans	6,44,758	3,02,125
On Vehicle Loans	1,66,713	1,72,876
**** Other Payables include		
Statutory Liabilities	32,75,270	23,59,752
Rent Creditors	1,94,769	1,77,182
Expenses Payable	39,03,427	15,94,392

12 Note: Short Term Provisions

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
12	Provisions for Employee Benefits		
	Provision for Gratuity	-	-
	Provisions - Others:		
	Provision for Taxes - Current Year	27,71,320	34,06,460
	Provision for Taxes - Previous Year	-	27,860
		27,71,320	34,34,320

Note : 13 Fixed Assets

Sl. No.	Particulars	Gross Block									Balance As At 31.03.2017 10= 1+2-3+4-5 +6-7+8-9	
		Balance As At 01.04.2015 1	Additions 2	Disposals 3	Acquisitions through business combinations 4	Reclassified as held for sale 5	Revaluation increase 6	Effect of foreign exchange differences 7	Borrowing cost capitalised 8	Other Adj. 9		
A	Tangible assets :											
(a)	Computers & Software											
	Owned	14,54,168	5,26,102	-	-	-	-	-	-	-	-	19,80,270
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-
(b)	Furniture and Fixtures											
	Owned	20,38,614	6,44,059	-	-	-	-	-	-	-	-	26,82,673
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-
(c)	Plant & Machinery											
	Owned	2,41,95,889	4,91,091	-	-	-	-	-	-	-	-	2,46,86,980
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-
(d)	Office Equipment											
	Owned	6,00,764	1,37,987	-	-	-	-	-	-	-	-	7,38,751
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-
(e)	Vehicles											
	Owned	1,07,47,695	1,71,69,604	-	-	-	-	-	-	-	-	2,79,17,299
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	3,51,67,972	4,75,103	-	-	-	-	-	-	-	-	3,56,43,075
(f)	Land											
	Owned	-	-	-	-	-	-	-	-	-	-	-
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-	-
	Total (A)	7,42,05,102	1,94,43,946	-	-	-	-	-	-	-	-	9,36,49,048
	Previous Year	(6,26,82,939)	(1,25,67,163)	(10,45,000)	-	-	-	-	-	-	-	(7,42,05,102)
	Intangible assets	-	-	-	-	-	-	-	-	-	-	-
	Total (B)	-	-	-	-	-	-	-	-	-	-	-
	Previous Year	-	-	-	-	-	-	-	-	-	-	-
	Grand Total (A + B)	7,42,05,102	1,94,43,946	-	-	-	-	-	-	-	-	9,36,49,048

Sl. No.	Particulars	Accumulated depreciation and impairment										Net block							
		Balance As At 01.04.2016	1 1	1 2	1 3	1 4	1 5	1 6	1 7	18=sum (11+17)	19=(10+18)	20=(1-11)							
A	Tangible assets :																		
	Computers & Software																		
	Owned	11,31,094		2,27,316	-	-	-	-	-	-	-	-	-	13,58,410	6,21,860	3,23,074			
	Taken under finance lease	-																	
	Given under operating lease	-																	
	Furniture and Fixtures																		
	Owned	6,60,282		2,63,795	-	-	-	-	-	-	-	-	-	9,24,077	17,58,596	13,78,332			
	Taken under finance lease	-																	
	Given under operating lease	-																	
	Plant & Machinery																		
Owned	67,68,776		16,62,099	-	-	-	-	-	-	-	-	-	84,30,875	1,62,56,105	1,74,27,113				
Taken under finance lease	-																		
Given under operating lease	-																		
Office Equipment																			
Owned	1,59,061		1,30,477	-	-	-	-	-	-	-	-	-	2,89,539	4,49,212	4,41,703				
Taken under finance lease	-																		
Given under operating lease	-																		
Vehicles																			
Owned	18,50,800		17,82,029	-	-	-	-	-	-	-	-	-	36,32,829	2,42,84,470	88,96,895				
Taken under finance lease	-																		
Given under operating lease	-																		
Land																			
Owned	76,83,001		54,67,247	-	-	-	-	-	-	-	-	-	1,31,50,248	2,24,92,827	2,74,84,971				
Taken under finance lease	-																		
Given under operating lease	-																		
Owned	1,82,53,014		95,32,963	-	-	-	-	-	-	-	-	-	2,77,85,978	6,58,63,070	5,59,52,087				
Taken under finance lease	-																		
Given under operating lease	-																		
Total (A)																			
Previous Year																			
Intangible assets																			
Total (B)																			
Previous Year																			
Capital Work in Progress																			
Total (C)																			
Grand Total (A + B + C)																			

Note : 1 Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule-II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation, Amortisation and Depletion. Accordingly the unamortised carrying value is being depreciated / amortised over the revised / remaining useful lives. The written down value of Fixed Assets whose lives have expired have been adjusted, in the opening balance of Profit and Loss Account amounting to Rs.1,13,055/-.

2 The company has changed Method of Calculation of Depreciation Method from Written Down Value to Straight Line Method. The revised working from inception results increase in WDV of Fixed Assets of Rs.47,34,359/-. The impact on Depreciation negatively for FY 2015-16 Rs.4,66,156/- (PY Rs.14,36,483/-).

14 Note : Non-current investments

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
14	Long Term Investments - at cost		
	(a) Trade Investments	-	-
	(b) Other Investments		
	Quoted	-	-
	Unquoted		
	Investments in equity instruments of subsidiaries		
	4,45,000 Equity Shares of Polarcube Cold Storage Solutions (P) Ltd. of Rs.10/- each.	74,80,450	74,80,450
	2,67,000 Equity Shares of Sqaurepeg Distribuion Services (P) Ltd. of Rs.10/- each.	43,30,740	43,30,740
		1,18,11,190	1,18,11,190

15 Note: Long Term Loans & Advances

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Capital Advances		
	Secured, considered good	-	-
	Unsecured, considered good	83,31,954	1,28,49,254
	Doubtful	-	-
	(b) Security Deposits		
	Rent Deposit	7,57,100	7,13,500
	Other Deposits	7,03,600	-
	(c) Loans & Advances to related parties	-	-
	(d) Loans & Advances to Employees	-	-
	(e) Prepaid Expenses	-	-
	(f) Advance Income Tax (Unsecured, Considered good)	-	-
	(g) MAT Credit Entitlement *	36,53,488	34,06,460
	(h) Balances with Government Authorities	-	-
	(i) Other Loans & Advances		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	(j) Doubtful	-	-
		1,34,46,142	1,69,69,214
	Less: Provision for other doubtful loans & advances		-
		1,34,46,142	1,69,69,214
	Note: Long Term Loans & Advances include amounts due from		
	Directors - (Rent Deposit)	30,000	30,000
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Private companies in which any director is a director or member	-	-

16 Note: Other Non-Current Assets

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
16	(a) Long-term trade receivables	-	-
	(b) Unamortised expenses (to the extent not written off or not adj.)	-	-
	(c) Accruals	-	-
	(d) Other Non-current Assets	-	-

17 Note: Inventories:

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Raw materials Goods-in-transit	35,55,247	11,54,289
	(b) Work-in-progress Goods-in-transit	1,80,507	1,83,816
	(c) Finished goods (other than those acquired for trading) Goods-in-transit	41,88,302	30,79,919
	(d) Stock-in-trade (acquired for trading) * Goods-in-transit	14,60,31,765	10,23,88,665
	(e) Stores and spares Goods-in-transit	-	-
	(f) Loose tools Goods-in-transit	-	-
	(g) Others (Specify nature) Goods-in-transit	-	-
		15,39,55,821	10,80,33,048

* Mode of valuation:
As per Accounting Policy Ref. No. 2.90

18 Note: Trade Receivables

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
	Secured, considered good	-	
	Unsecured, considered good	23,62,113	44,26,915
	Doubtful	-	
	Trade receivables outstanding for a period less than six months from the date they were due for payment		
	Secured, considered good		-
	Unsecured, considered good *	1,00,50,668	89,02,549
	Doubtful		-
		1,24,12,781	1,33,29,464
	Less: Provision for doubtful trade receivables	-	-
		1,24,12,781	1,33,29,464
	Trade receivables include debts due from:		
	Directors	-	-
	Firms in which any director is interested (M/s Sri Sai Agencies, Proprietorship)	27,03,431	53,22,981
	Other officers of the Company	-	-
	Private companies in which any director is a director or member (give details per company)	-	-

19 Note: Cash and Bank Balances

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Cash and Cash Equivalents		
	(i) Balances with banks;		
	- In Current Accounts	4,55,074	3,68,409
	(ii) Cheques, drafts on hand		
	(iii) Cash on hand	13,06,338	12,43,768
	(b) Other Bank balances		
	- In Deposit Accounts	-	-
		17,61,412	16,12,176

20 Note: Short Term Loans & Advances

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Loans & Advances to related parties	-	-
	(b) Security deposits	-	-
	(c) Loans and advances to employees		
	Secured, considered good		-
	Unsecured, considered good	11,95,983	37,86,220
	Doubtful		-
	(d) Prepaid expenses - Unsecured, considered good *	13,30,691	9,44,493
	(e) Balances with government authorities		
	Unsecured, considered good		
	Advance Tax and TDS **	36,76,100	11,69,433
	VAT / EPF	40,156	40,156
	IT Refund Due	-	-
	(f) Inter-corporate deposits	-	-
	(g) MAT Credit entitlement - Unsecured, considered good ***	-	-
	(h) Other Loans & Advances ****		
	Secured, considered good	-	-
	Unsecured, considered good	1,95,74,873	55,42,763
	Doubtful		-
		2,58,17,803	1,14,83,065
	Less: Provision for other doubtful loans and advances	-	-
		2,58,17,803	1,14,83,065
	* Prepaid Expenses" pertains to Insurance, Annual Maintenance Contracts.		
	** includes Refunds pertaining to earlier years.		
	*** MAT Credit entitlement has been brought in to books and it represents current year.		
	**** Other Loans & Advances includes		
	Advances to Suppliers	1,71,58,936	22,97,736
	Advance for Expenses	89,692	-
	Other Advances	23,26,245	32,45,027

21 Note: Other Current Assets

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
21	(a) Unbilled revenue	-	-
	(b) Unamortised expenses	42,84,750	-
	(c) Accruals	-	51,196
	(d) Other Current Assets	34,91,095	7,84,552
		77,75,845	8,35,748
	Note: Other Current Assets include amounts due from		
	Directors	-	-
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Private companies in which any director is a director or member	-	-
	Wholly Owned Subsidiaries	31,59,921	7,84,552

22 Note: Revenue from operations

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
22	Sales - Trading	54,55,89,083	47,09,98,820
	VAT Sales @ 5%	2,36,64,294	1,17,94,269
	VAT Sales @ 14.5%	5,33,25,397	3,24,84,030
	VAT Sales @ exempted (incl. CST Sales)	46,85,99,392	42,67,20,521
	Sales - Processing Activity	1,39,42,982	1,06,63,320
	VAT Sales @ 5%	67,81,939	55,13,166
	VAT Sales @ 14.5%	71,61,043	51,50,154
		55,95,32,065	48,16,62,140
	Sale of Goods under broad heads;		
	- Frozen Products	54,35,84,330	46,10,25,022
	- Dairy and Other Misc.	20,04,753	99,73,798
	- Corn Samosa	22,96,688	35,52,303
	- Corn Spring Roll	48,64,355	15,97,851
- Corn Kernals and Other Misc.	67,81,939	55,13,166	
	55,95,32,065	48,16,62,140	

23 Note: Other income

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
23	Corp. Office Sub-Let Income	1,65,000	2,10,000
	Income through hiring of Vehicles	90,90,308	81,42,645
	Other Income	35,93,559	3,92,350
	Discount Received	2,52,671	4,91,088
		1,31,01,538	92,36,083

24 Note: Purchase of Stock -in- Trade

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
24	Purchases		
	VAT Purchases @ 5%	1,29,91,217	68,83,455
	VAT Purchases @ 14.5%	4,38,03,570	2,34,50,394
	VAT Purchases @ Exempted	47,09,35,065	41,58,07,607
	Direct Expenses at Factory	8,33,204	14,60,697
		52,85,63,056	44,76,02,153
	Purchase of Goods under broad heads;		
	- Frozen Products & Corn Kernals	49,47,71,490	42,56,22,954
	- Dairy Products	2,29,51,519	1,42,54,708
	- Other Misc.	1,00,06,843	62,63,794
	52,77,29,852	44,61,41,456	

25 Note: Changes in inventories of finished goods, work-in-progress and stock-in-trade

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
25	<u>Inventories at the end of the year:</u>		
	Raw Material	35,55,247	11,54,289
	Work-in-progress	1,80,507	1,83,816
	Finished goods	15,02,20,067	10,66,94,943
		15,39,55,821	10,80,33,048
	<u>Inventories at the beginning of the year:</u>		
	Raw Material	11,54,289	36,47,416
	Work-in-progress	1,83,816	98,56,377
	Finished goods	10,66,94,943	6,82,89,691
		10,80,33,048	8,17,93,484
	4,59,22,774	2,62,39,564	
	Net increase / (decrease)	4,59,22,774	2,62,39,564

26 Note: Employee benefit expenses

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
26	Salaries and Wages	1,03,17,408	59,66,251
	Directors Remuneration	64,40,000	20,60,833
	Contribution / Provison to provident and other funds *	18,96,319	7,26,583
	Staff Welfare Expenses	12,88,139	11,07,390
		1,99,41,866	98,61,057

* Includes contribution to Employee Provident fund, Employee State Insurance Scheme and Gratuity.

27 Note: Finance costs

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
27	Interest Expense		
	Interest	2,11,24,030	1,52,53,385
	Interest on others *	5,82,326	1,51,074
	Other Borrowing Costs:		
	Loan Processing Charges	17,11,065	14,73,612
	Other Finance Expenses:		
	Bank charges	2,63,985	1,81,268
	2,36,81,406	1,70,59,339	

* includes Interest on TDS, Service Tax & VAT.

28 Note: Other Expenses

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
28	Administrative Expenses:		
	Administrative Expenses	57,76,373	76,82,583
	Annual Maintenance Charges	-	3,716
	Audit Fee	2,31,000	2,29,000
	Consultancy Fee	3,91,055	83,825
	Credit Rating Fee	46,000	45,800
	Donations	-	18,000
	Electricity Charges	18,44,400	20,53,952
	Fuel Expenses	12,96,458	6,27,212
	Insurance Against Loans	-	77,591
	Insurance on Fixed Assets	18,274	-
	Loss on sale of asset	-	1,81,950
	Miscellaneous Expenses	3,23,902	3,95,604
	Net, Cable & News Paper Bill	52,641	59,441
	Office Maintenance	4,47,362	4,38,180
	Postage & Telegrams	56,071	14,902
	Printing & Stationery	4,70,149	1,56,259
	Rent Expenses	17,74,714	17,08,360
	Repairs & Maintenance	10,37,727	9,42,682
	Royalty Expenses	2,40,000	2,40,000
	ROC Filing Fees	-	11,800
	Stock Insurance	1,14,424	52,057
	Subscriptions & Donations	47,832	37,014
	Taxes & Licences	2,88,580	3,11,570
	Telephone Charges	3,01,676	3,80,191
	Travelling, Boarding & Conveyance	6,14,779	2,68,280
	Vehicle Insurance	5,84,944	6,75,491
	Vehicle Maintenance	12,28,875	8,79,454
	Website Design Charges	66,283	16,068
	Miscellaneous Expenses Written off	61,891	-
	Selling & Distribution Expenses		
	Advertising & Marketing Expenses	6,900	15,03,798
	Baddebts	648	4,754
	Business Promotion	9,33,276	3,96,105
	Commission	-	35,103
	Counter Expenses	2,40,575	1,04,162
	Discount Allowed	5,23,361	61,258
	Transportation Charges	42,24,591	37,27,599
		2,32,44,761	2,34,23,762

29 Prior Period Items

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
29	Contribution / Provision to provident and other funds *	-	95,869
	VAT Paid for Prior Years	-	1,59,773
	Rent Paid	-	94,898
	Interest on Term Loan	-	-11,54,724
		-	(8,04,184)

* Includes contribution to Employee Provident fund, Employee State Insurance Scheme and Gratuity.

30 Note: Auditors Remuneration

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
30	Payments to Auditors comprises:		
	As Auditors - Statutory Audit	2,30,000	2,29,000
	For taxation matters	-	-
	For company law matters	-	-
	For management services	-	-
	For other services	-	-
	Reimbursement of Expenses	-	-

31 Note: Deferred Tax Liability / (Deferred Tax Asset) (Net)

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
31	Deferred Tax Liability on account of		
	i) Depreciation and Amortisation	7,56,829	24,53,476
	ii) Miscellaneous expenditure written off	2,49,498	-
	Total	10,06,327	24,53,476
	Deferred Tax Assets on account of		
	i) Gratuity	2,25,770	43,814
	ii) Professional Tax	-	16,439
	Total	2,25,770	60,253
	Net Deferred Tax Liability	7,80,557	23,93,223

32 Note: Related Party Disclosures

S.No.	Name of the Related Party	Nature of Relationship
1	Sri. A. Sri Nagaveer	Key Managerial Personnel
2	Smt. A. Vasavi	Key Managerial Personnel
3	Sri. A. Sarat Chandra Babu	Key Managerial Personnel
4	Smt. A. Sarada	Key Managerial Personnel
5	Ms. B. Mahalakshmi	Key Managerial Personnel
6	Mrs. Shilpa Kotagiri	Key Managerial Personnel
7	M/s Sqaurepeg Distribution Services Private Limited	Wholly Owned Subsidiary
8	M/s Sri Sai Agencies (Prop. A Sri Nagaveer)	Enterprise over which Directors having Significant Influence (EDS)
9	M/s Pearl Translines Private Limited	Enterprise over which Directors having Significant Influence (EDS)
10	M/s Polar Cube Cold Storage Solutions Private Limited	Wholly Owned Subsidiary

Transactions with Related Parties:

S.No.	Nature of Transaction	FY 2016-17				FY 2015-16			
		KMP	EDS	Subsidiary	Total	KMP	EDS	Subsidiary	Total
1	Remuneration	64,40,000	-	-	64,40,000	20,60,833	-	-	20,60,833
2	Salary	4,31,505	-	-	4,31,505	8,04,167	-	-	8,04,167
3	Rent (Expenses)	2,88,000	-	-	4,31,505	1,80,000	-	-	1,80,000
4	Royalty (Expenses)	2,40,000	-	-	2,88,000	2,40,000	-	-	2,40,000
5	Freezer Placing Expenses	-	-	3,45,000	2,40,000	-	-	3,42,430	3,42,430
6	Vehicle Hire Charges (Income)	-	-	95,44,823	3,45,000	-	-	85,49,777	85,49,777
7	Purchases	-	-	-	95,44,823	-	-	-	-
8	Sales	-	16,52,235	-	-	-	18,11,099	-	18,11,099
9	Transport Charges	-	-	38,08,000	16,52,235	-	9,38,775	23,38,500	32,77,275
10	Rent Deposit	-	-	-	38,08,000	30,000	-	-	30,000
11	Unsecured Loans (Recd. & Repaid) Acquisition of Equity Shares of M/s Squarepeg Distribution Services (P) Ltd.	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	43,30,740	43,30,740

Balances with Related Parties As At 31.03.2017 :

S.No.	Nature of Transaction	FY 2016-17			FY 2015-16				
		KMP	EDS	Subsidiary	Total	KMP	EDS	Subsidiary	Total
1	Rent Deposit	30,000	-	-	30,000	30,000	-	-	30,000
2	Remuneration / Salary Payable	2,74,438	-	-	2,74,438	2,32,055	-	-	2,32,055
3	Rent Payable	21,600	-	-	21,600	60,000	-	-	60,000
4	Other Current Assets	-	-	31,59,921	31,59,921	-	7,84,552	7,84,552	7,84,552
5	Trade Receivables	-	27,03,431	-	27,03,431	-	53,22,981	-	53,22,981
6	Trade Payables	-	-	-	-	-	-	-	-
7	Expenses Payable	-	-	2,95,864	2,95,864	-	-	-	-
8	Investments	-	-	1,18,11,190	1,18,11,190	-	-	1,18,11,190	1,18,11,190
9	Loans and Advances	-	-	-	-	-	-	-	-

Disclosure in respect of material transactions during the year:

S.No.	Particulars	FY 2016-17	FY 2015-16
1	Directors Remuneration		
	Sri. A. Sri Nagaveer	42,00,000	6,95,833
	Smt. A. Vasavi	18,00,000	9,00,000
	Sri. A. Sarat Chandra Babu	3,60,000	2,40,000
	Smt. A. Sarada	-	2,25,000
2	Directors Sitting Fee		
	Sri. N Naveen	40,000	-
	Sri. R V Radhakrishna	40,000	-
3	Salary		
	Sri. A. Sri Nagaveer	-	8,04,167
	Ms. B. Mahalakshmi	1,86,505	-
	Mrs. Shilpa Kotagiri	2,45,000	-
4	Rent (Expenses)		
	Smt. A. Vasavi	2,88,000	1,80,000
5	Freezer Placing Expenses		
	M/s. Sqaurepeg Distribution Services Private Limited	2,01,250	2,86,250
	M/s. Polar Cube Cold Storage Solutions Private Limited	1,43,750	56,180
6	Transport Charges		
	M/s. Sqaurepeg Distribution Services Private Limited	38,08,000	23,38,500
	M/s. Pearl Translines Private Limited	-	9,38,775
7	Royalty (Expenses)		
	Sri. A. Sri Nagaveer	2,40,000	2,40,000
8	Rent (Income)		
	M/s. Sqaurepeg Distribution Services Private Limited	95,44,823	85,49,777
9	Sales		
	M/s. Sri Sai Agencies (Prop. A Sri Nagaveer)	16,52,235	18,11,099
10	Rent Deposits		
	Smt. A. Vasavi	30,000	30,000
11	Investments (Wholly Owned Subsidiary)		
	M/s. Sqaurepeg Distribution Services Private Limited	-	43,30,740
	M/s. Polar Cube Cold Storage Solutions Private Limited	-	74,80,450
12	Un-Secured Loans		
	M/s. Brango Foods India Private Limited - Received & Repaid		

Note: 1. Related Party relationships as given above is as identified by the Company and relied upon by the Auditors.

2. M/s Pearl Translines Private Limited is not a Related Party (EDS) from 2nd January, 2016.

3. Amounts mentioned above inclusive of applicable taxes.

4. Previous years data provided based on the status in current year.

33 Note: Earnings Per Share

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
33	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (INR)	1,02,87,476	1,42,86,409
	Profit before Exceptional, Extraordinary Items & Prior-period;	1,02,87,476	88,60,920
	No of Equity shares	41,16,775	34,44,775
	Face value per share (INR)	10.00	10.00
	Weighted average No of Equity shares	35,03,690	30,36,642
	EPS before Exceptional, Extraordinary Items & Prior-period;		
	Basic Earnings per share (INR)	2.94	2.92
	Diluted Earnings per share (INR)	2.94	2.92
	EPS after Exceptional, Extraordinary Items & Prior-period;		
	Basic Earnings per share (INR)	2.94	4.70
	Diluted Earnings per share (INR)	2.94	4.70

The Calculation of Earnings Per Share (EPS) as disclosed in the Profit and Loss Account has been made in accordance with Accounting Standard (AS - 20) on Earnings Per Share issued by the Institute of Chartered Accountants of India.

34 Note: Earnings in foreign currency

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
34	Export of Goods calculated on FOB basis	-	-

35 Note: Expenditure in foreign currency

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
		-	-

36 Note: Tax Expense

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
36	The Tax Expenses for the year comprises of;		
	Income Tax	25,24,292	27,860
	Current Year	27,71,320	34,06,460
	Less : MAT Credit	(2,47,028)	(34,06,460)
	Previous Year	-	27,860
	Deferred Tax	7,80,557	23,93,223

37 Note: Obligations towards operating leases

The company has entered into operating lease arrangements for its premises at various locations.

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
37	Future minimum lease payments not later than one year	6,15,174	14,24,620
	later than one year and not later than five years	20,18,960	23,62,234
	later than five years	28,51,200	32,07,600
	The future minimum lease rental obligation under non-cancellable operating leases in respect of these assets is on account of lock-in period and notice period in some of the lease agreements entered by the company for operating of offices:		
	On account of Lock-in Period	-	-
	On account of Notice Period	-	-
	Lease payments recognized in the Statement of Profit and Loss	17,74,714	17,08,360
	Sublease payments received / receivable recognized in the Statement of Profit and Loss	1,65,000	2,10,000

38 Note: Working Capital Loan / Term Loan/ Vehicle Loans:**Working Capital Loan from Andhra Bank:****Cash Credit Limits:****Rate of Interest:**

Cash Credit from Andhra Bank: Interest at the rate of 2.25% margin above the base rate which is presently 9.75% P.A. Present effective rate 12.00% P.A.

Margin:

25% on Stock & 30% on receivables not older than 90 days Primary Security:
Hypothecation of stock of Raw Material, Consumables,
Work in Progress, Finished Goods & Assignment of receivables.

Collateral Security:

- Hypothecation of Plant and Machinery and other fixed assets with value of Rs.151.73 Lakhs after reducing the Vehicles value of Rs.319.45 Lakhs from total WDV of Assets of Rs.471.18 Lakhs, Standing in the name of M/s Tanvi Foods India Private Limited valued as per ABS on 31.03.2015 (since the company has taken vehicle loans from other banks, the same is excluded from WDV of Fixed Assets.
- Vacant land situated at R.S.No.3571/2008, L.R.S.No.3571/2008, Plot No.980, Near door No.2-94, Tadigadapa Donka Road, Janchaitanya layout, poranki village & Grampanchayat, Penamaluru mandal with appurtenant site of 209.00 Sq. yards or 174.81 sq.mts. standing in the name of Tamma Reddy Venkataratnam, Valued at 31.35 Lakhs as per valuation dt.08.01.2016.
- Vacant House site situated at R S No.302 to 310, 320, 321, 322, 324 to 361, 363 to 365, 384, 385, 387 to 391, 399, Plot No.295 LIG Nallagandla HUDA Residential complex, Nallagandla Village, Serilingampally, GHML & Mandal, Ranga Reddy District, Telangana with an extent of 331.89 sq.yds standing in the name of Adusumilli Vasavi, Valued at 83.00 Lakhs dt.08.01.2016

- d) Residential Flat (Two Bed Room) situated at R S No.8, MW No.30, Asst. No.263992, Flat No.PH-5, 4th Floor, Kakathiya Appartments, No.5 Bus route, Ashok Nagar, Ramachandra Nagar Patamata, Vijayawada, Krishna District, with an extent of 1526.00 Sq. Yards or 1276.39 Sq. Mts. standing in the name of Adusumilli Vasavi, Valued at 46.72 Lakhs dt.08.01.2016
- e) Vacant site and GI Sheet shed under construction situated at R S No.262/1, 263, 273/3B, L P No.33/2013 Plot No.151, 152, Back side of Airport area, Kesarapalli Village, Gannavaram Mandal, Krishna District, with an appurtenant site of 721.00 Sq.Yards of 603.06 Sq. Mts. standing in the name of Adusumilli Vasavi, Valued at 121.50 Lakhs dt.08.01.2016
- f) Flat No. S-4, with a plinth area of 744 Sft, 2nd Floor, Sai Kakatiya Apartments, Ramachandra Nagar, Ashok Nagar, Vijayawada, standing in the name of Adusumilli Sarath Chandra Babu, Valued at 30.76 Lakhs dt.16.06.2014
- g) Residential House Flat No.171, Measuring 200 Sq. Yards situated at Road No.278/3, Kesarapalli Village, Gannavaram Mandal, Krishna District, standing in the name of Adusumilli Sri Nagaveer, Valued at 24.00 Lakhs dt.12.12.2015

Personal Guarantee of

1. Sri. A. Sri Nagaveer, Director, S/o. A. Sarath Chandra Babu
2. Smt. A. Vasavi, Director, W/o. Sri A. Sri Nagaveer
3. Sri. A. Sarath Chandra Babu, Director, S/o. Sri A. Thirumala Rao
4. Smt. A. Sarada, Director, W/o. Sri A. Sarat Chandra Babu
5. Sri. T. Venkata Ratnam, S/o. Sri. T. Seetaramayya

Terms of Repayment:

Working Capital Loans repayable on demand.

Term Loan from Andhra Bank:

Rate of Interest:

Term Loan from Andhra Bank: Interest at the rate of 3.00% margin above the base rate which is presently 9.75% P.A. Present effective rate 12.75% P.A.

Purpose of Loan: To meet cost of Civil Works and cost of acquisition of machinery / equipment estimated at a cost of Rs.164.00 Lakhs

Primary Security:

Hypothication of all the equipment procured and fixed assets acquired from the term loan.

Terms of Repayment:

This Term Loan repayable in 24 Quarterly installments of Rs.5,12,500/- each, Commencing from September, 2014 Status as on 31.03.2017: Balance No. of Installments - 13

Vehicle Loans from Banks:

Rate of Interest:

- 1 Axis Bank Vehicle Loan-ISUZU DMAAX_1: @ 13.00% per annum
- 2 Axis Bank Vehicle Loan-ISUZU DMAAX_2: @ 13.00% per annum
- 3 Axis Bank Vehicle Loan-ISUZU DMAAX_3: @ 13.00% per annum
- 4 Axis Bank Vehicle Loan-ISUZU DMAAX_4: @ 13.00% per annum

- 5 Axis Bank Vehicle Loan-ISUZU DMAAX_5: @ 13.00% per annum
- 6 Axis Bank Vehicle Loan-ISUZU DMAAX_6: @ 13.00% per annum
- 7 Axis Bank Vehicle Loan-Honda Zazz: @ 9.90% per annum
- 8 Axis Bank Vehicle Loan-ISUZU DMAAX_7: @ 13.10% per annum
- 9 Axis Bank Vehicle Loan-ISUZU DMAAX_8: @ 13.10% per annum
- 10 Axis Bank Vehicle Loan-Ashok Leyland Dost_1: @ 13.80% per annum
- 11 Axis Bank Vehicle Loan-Ashok Leyland Dost_2: @ 13.80% per annum
- 12 HDFC Bank Vehicle Loan-TATA 2518 Body_1: @ 11.00% per annum
- 13 HDFC Bank Vehicle Loan-TATA 2518 Body_2: @ 11.00% per annum
- 14 HDFC Bank Vehicle Loan-TATA 2518 Vehicle_1: @ 11.00% per annum
- 15 HDFC Bank Vehicle Loan-TATA 407 SFC Vehicle_1: @ 11.00% per annum
- 16 HDFC Bank Vehicle Loan-TATA 2518 Vehicle_2: @ 11.00% per annum
- 17 ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle_3: @ 12.01 % per annum
- 18 ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle_4: @ 12.01 % per annum
- 19 Kotak Mahindra Bank Vehicle Loan-TATA 1109 Vehicle_1: @ 11.97% per annum
- 20 Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Body_1: @ 11.59% per annum
- 21 Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Vehicle_1: @ 11.97% per annum
- 22 Kotak Mahindra Prime Vehicle Loan-Skoda Car: @ 20.16% per annum
- 23 Kotak Mahindra Prime Vehicle Loan-Honda Mobilio Car: @ 20.16% per annum
- 24 Kotak Mahindra Bank Vehicle Loan-TATA 1109 Body _1: @ 11.59% per annum
- 25 TATA Capital F S L Vehcile Loan-TATA 2518 Body_3: @ 12.93% per annum
- 26 TATA Capital F S L Vehcile Loan-TATA 2518 Body_4: @ 12.73% per annum
- 27 TATA Capital F S L Vehcile Loan-TATA 2518 Body_5: @ 12.50% per annum
- 28 TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle_5: @ 12.40% per annum
- 29 TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle_6: @ 12.40% per annum
- 30 TATA Capital F S L Vehcile Loan-TATA 1109 Vehicle_2: @ 12.97% per annum
- 31 Axis Bank Vehicle Loan -TATA ACE Vehicle : @ 14.02 % Per annum
- 32 Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_1 : @ 11.02 % Per annum
- 33 Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_2 : @ 11.02 % Per annum
- 34 Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_3 : @ 11.02 % Per annum
- 35 Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_4 : @ 11.02 % Per annum

Security:

Vehicles loans are secured by hypothecation of vehicles financed by respective banks.

Terms of Repayment:**1 Axis Bank Vehicle Loan-ISUZU DMAAX 1:**

This Loan is repayable in 47 monthly installments of Rs.29,995/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34

- 2 **Axis Bank Vehicle Loan-ISUZU DMAAX 2:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 3 **Axis Bank Vehicle Loan-ISUZU DMAAX 3:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 4 **Axis Bank Vehicle Loan-ISUZU DMAAX 4:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 5 **Axis Bank Vehicle Loan-ISUZU DMAAX 5:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 6 **Axis Bank Vehicle Loan-ISUZU DMAAX 6:**
This Loan is repayable in 47 monthly installments of Rs.29,995/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 7 **Axis Bank Vehicle Loan-Honda Zazz :**
This Loan is repayable in 60 monthly installments of Rs.17,128/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -47
- 8 **Axis Bank Vehicle Loan-ISUZU DMAAX 7:**
This Loan is repayable in 47 monthly installments of Rs.30,434/- each commencing from August, 2015
Status as on 31.03.2017 : Balance No. of Installments -27
- 9 **Axis Bank Vehicle Loan-ISUZU DMAAX 8:**
This Loan is repayable in 47 monthly installments of Rs.30,434/- each commencing from August, 2015
Status as on 31.03.2017 : Balance No. of Installments -27
- 10 **Axis Bank Vehicle Loan-Ashok Leyland Dost 1:**
This Loan is repayable in 47 monthly installments of Rs.12,640/- each commencing from April, 2015
Status as on 31.03.2017 : Balance No. of Installments -23
- 11 **Axis Bank Vehicle Loan-Ashok Leyland Dost 2:**
This Loan is repayable in 47 monthly installments of Rs.12,640/- each commencing from April, 2015
Status as on 31.03.2017 : Balance No. of Installments -23
- 12 **HDFC Bank Vehicle Loan-TATA 2518 Body 1:**
This Loan is repayable in 35 monthly installments of Rs.20,120/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -3
- 13 **HDFC Bank Vehicle Loan-TATA 2518 Body 2:**
This Loan is repayable in 35 monthly installments of Rs.20,120/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -3
- 14 **HDFC Bank Vehicle Loan-TATA 2518 Vehicle 1:**
This Loan is repayable in 46 monthly installments of Rs.49,650/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -13

- 15 **HDFC Bank Vehicle Loan-TATA 407 SFC Vehicle 1:**
This Loan is repayable in 47 monthly installments of Rs.21,270/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -14
- 16 **HDFC Bank Vehicle Loan-TATA 2518 Vehicle 2:**
This Loan is repayable in 46 monthly installments of Rs.49,650/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 17 **ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle 3:**
This Loan is repayable in 48 monthly installments of Rs.59,137/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -15
- 18 **ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle 4:**
This Loan is repayable in 48 monthly installments of Rs.59,137/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -15
- 19 **Kotak Mahindra Bank Vehicle Loan-TATA 1109 Vehicle 1:**
This Loan is repayable in 47 monthly installments of Rs.32,360/- each commencing from January, 2014
Status as on 31.03.2017 : Balance No. of Installments -8
- 20 **Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Body 1:**
This Loan is repayable in 47 monthly installments of Rs.10,990/- each commencing from November, 2014
Status as on 31.03.2017 : Balance No. of Installments -18
- 21 **Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Vehicle_1:**
This Loan is repayable in 47 monthly installments of Rs.16,740/- each commencing from January, 2014
Status as on 31.03.2017 : Balance No. of Installments -8
- 22 **Kotak Mahindra Prime Vehicle Loan-Skoda Car:**
This Loan is repayable in 12 monthly installments of Rs.1,27,500/-, 12 monthly installments of Rs.75,000/- & 12 monthly installments of 61,000/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18
- 23 **Kotak Mahindra Prime Vehicle Loan-Honda Mobilio Car:**
This Loan is repayable in 12 monthly installments of Rs.76,500/-, 12 monthly installments of Rs.45,000/- & 12 monthly installments of 36,600/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18
- 24 **Kotak Mahindra Bank Vehicle Loan-TATA 1109 Body 1:**
This Loan is repayable in 47 monthly installments of Rs.19,460/- each commencing from November, 2014
Status as on 31.03.2017 : Balance No. of Installments -18
- 25 **TATA Capital F S L Vehcile Loan-TATA 2518 Body 3:**
This Loan is repayable in 35 monthly installments of Rs.31,520/- each commencing from October, 2014
Status as on 31.03.2017 : Balance No. of Installments -5
- 26 **TATA Capital F S L Vehcile Loan-TATA 2518 Body 4:**
This Loan is repayable in 35 monthly installments of Rs.37,610/- each commencing from September, 2014
Status as on 31.03.2017 : Balance No. of Installments -4

- 27 **TATA Capital F S L Vehcile Loan-TATA 2518 Body 5:**
This Loan is repayable in 35 monthly installments of Rs.37,610/- each commencing from September, 2014
Status as on 31.03.2017 : Balance No. of Installments -4
- 28 **TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle 5:**
This Loan is repayable in 45 monthly installments of Rs.52,230/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 29 **TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle 6:**
This Loan is repayable in 45 monthly installments of Rs.52,230/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 30 **TATA Capital F S L Vehcile Loan-TATA 1109 Vehicle 2:**
This Loan is repayable in 45 monthly installments of Rs.34,718/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 31 **Axis Bank Vehicle Loan TATA ACE Vehicle :**
This Loan is repayable in 35 monthly installments of Rs.13,832/- each commencing from June, 2016
Status as on 31.03.2017 : Balance No. of Installments -25
- 32 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 1**
This Loan is repayable in 47 monthly installments of Rs.86,770/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- 33 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 2**
This Loan is repayable in 47 monthly installments of Rs.86,770/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- 34 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 3**
This Loan is repayable in 47 monthly installments of Rs.84,140/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- 35 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 4**
This Loan is repayable in 47 monthly installments of Rs.84,140/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- Unsecured Business Loans from Banks & Financial Institutions:**
- From Banks:**
- 1 **RBL Bank Limited**
Rate of Interest: @ 17.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 37 monthly installments of Rs. 1,28,297/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- From Financial Institutions:**
- 2 **Bajaj Finserv Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs.97,994/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18

- 3 Bajaj Finserv Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs.75,295/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -31
- 4 Capital First Limited**
Rate of Interest: @ 19.25% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 1,48,602/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18
- 5 Capital First Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 1,66,092/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- 6 Edelweiss Retail Finance Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 61 monthly installments of Rs. 78,508/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -43
- 7 Fullerton India Credit Company Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 37 monthly installments of Rs. 1,11,224/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- 8 HDB Financial Services Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 73,312/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -31
- 9 Religare Finevest Limited**
Rate of Interest: @ 18.30% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 111,619/- each commencing from November, 2015
Status as on 31.03.2017 : Balance No. of Installments -19

- 10 Religare Finevest Limited**
Rate of Interest: @ 19.30% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 86,195/- each commencing from February, 2015
Status as on 31.03.2017 : Balance No. of Installments -10
- 11 Shriram City Union Finance Limited**
Rate of Interest: @ 21.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 24 monthly installments of Rs. 1,52,688/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -20
- 12 Tata Capital Financial Services Limited**
Rate of Interest: @ 13.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 23 monthly installments of Rs. 20,740/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -18
- 13 Tata Capital Financial Services Limited**
Rate of Interest: @ 13.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 23 monthly installments of Rs. 29,630/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -18
- 14 Tata Capital Financial Services Limited**
Rate of Interest: @ 13.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 23 monthly installments of Rs. 29,630/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -18
- 15 Tata Capital Financial Services Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 24 monthly installments of Rs. 1,77,690/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -20
- 16 India Infoline Housing Finance Limited**
Rate of Interest: @ 22.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 29,630/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- 17 Dewan Housing Finance Corporation Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 24 monthly installments of Rs. 1,26,758/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -20

18 Magma Financial Corporation Limited

Rate of Interest: @ 19.50% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 24 monthly installments of Rs. 1,78,595/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -20

19 Neo Growth Credit Private Limited

Rate of Interest: @ 34.19% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 420 daily installments of Rs. 11,524/- each commencing from 04 November, 2016
Status as on 31.03.2017 : Balance No. of Installments - 272

20 United Petro Finance Limited

Rate of Interest: @ 32.60% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 51 weekly installments of Rs. 69,118/- each commencing from 01 December, 2016
Status as on 31.03.2017 : Balance No. of Installments - 34

21 Aditya Birla Finance Limited

Rate of Interest: @ 19.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 36 Monthly installment of Rs. 1,83,281/- each commencing from March, 2017
Status as on 31.03.2017 : Balance No. of Installments -35

22 Zen Lefin Private Limited (Capital Float)

Rate of Interest: @ 16.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable on 29.04.2017 installment of Rs. 81,900/-
Status as on 31.03.2017 : Balance No. of Installments -1

23 Zen Lefin Private Limited (Capital Float)

Rate of Interest: @ 16.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable on 29.04.2017 installment of Rs. 81,900/-
Status as on 31.03.2017 : Balance No. of Installments -1

24 Zen Lefin Private Limited (Capital Float)

Rate of Interest: @ 16.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable on 29.04.2017 installment of Rs. 1,43,325/-
Status as on 31.03.2017 : Balance No. of Installments -1

- 25 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 29.04.2017 installment of Rs. 5,11,875/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 26 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 01.05.2017 installment of Rs. 5,11,875/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 27 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 01.05.2017 installment of Rs. 5,11,875/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 28 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 01.05.2017 installment of Rs. 5,11,875/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 29 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 29.04.2017 installment of Rs. 2,00,625.92/-
Status as on 31.03.2017 : Balance No. of Installments -1

39 Note: Contingent Liabilities:

Sl. No.	Name of the Statute	Nature of Dues	Disputed Amount	Period	Forum, where the dispute is pending	Amount deposited towards disputed demand amount	Remarks
1	Income Tax Act, 1961	Income Tax	23,35,802	2012-13	The Commissioner of Income Tax (Appeals)	10,00,000	Rs.5 lakhs paid on 17.06.2016
2	Income Tax Act, 1961	Interest on Income Tax	11,69,502	2012-13			Rs.5 lakhs paid on 02.08.2016
3	Income Tax Act, 1961	Penalty		2012-13	ITO, Ward 2(4), Hyderabad		Penalty proceedings initiated u/s 271 (1) (C) but the issue is stand before The commissioner of Income Tax (Appeals). Hence amount cannot be quantified.
4	Income Tax Act, 1961	Income Tax	55,59,345	2013-14			
5	Income Tax Act, 1961	Interest on Income Tax	22,94,758	2013-14	The Commissioner of Income Tax (Appeals)	11,78,115	Rs.11.78 lakhs paid on 08.03.2017
6	Income Tax Act, 1961	Penalty		2013-14	ITO, Ward 2(4), Hyderabad		Penalty proceedings initiated u/s 271 (1) (C) but the issue is stand before The commissioner of Income Tax (Appeals). Hence amount cannot be quantified.
7	Income Tax Act, 1961	Income Tax	86,83,374	2014-15			Assessment Order issued u/s 143(3) of the Income Tax Act, dated 17.04.2017. Assessment not yet completed.
8	Income Tax Act, 1961	Interest on Income Tax	25,67,196	2014-15	ITO, Ward 2(4), HYDERABAD		

Note : 40 Retirement Benefits :

The Gratuity liability is recognised in the books of accounts based on Actuarial Valuation in accordance with the Revised AS-15.

The Process and Assumptions taken for the purpose calculation of Gratuity is as follows :

Particulars	As at 31.03.2017 Amount In ₹	As at 31.03.2016 Amount In ₹
Opening defined benefit obligation	1,41,793	75,819
Interest cost	11,343	6,066
Current services cost	1,15,276	48,495
Benefits paid	-	-
Actuarial (gains)/losses on obligation	6,04,029	11,413
Closing defined benefit obligation	8,72,441	1,41,793
Assumptions :		
Date of Valuation	31.03.2017	31.03.2016
Retirement age	60 years	60 years
Future Salary Rise	7.20%	6.70%
Rate of Discounting	8.00%	8.00%
Attrition Rate	5.00%	14.00%
Mortality Table	LIC (2006-08)	LIC (2006-08)
Av Balance Services	24.95 Years	23.96 Years
GRATUITY LIABILITY		
Short Term Liability	-	-
Long Term Liability	8,72,441	1,41,793
TOTAL NET LIABILITY	8,72,441	1,41,793

Particulars	As at 31.03.2017 Amount in Rs.	As at 31.03.2016 Amount in Rs.
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Note : 41 Capital Commitments

- | | | | |
|-----|--|----------|----------|
| (a) | Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) | 6,77,965 | 6,02,413 |
| (b) | Uncalled liability on shares and other investments partly paid | | - |
| (c) | Other commitments (specify nature) | | - |
- 42 a) Sri Nagaveer Adusumilli, holds 5 Equity Shares in Polarcube Cold Storage Solutions (P) Ltd., Wholly Owned Subsidiary, in compliance of Sec.3 of Companies Act, 2013 and the beneficial ownership lies with the company.
- b) Sri Nagaveer Adusumilli, holds 5 Equity Shares in Squarepeg Distribution Services (P) Ltd., Wholly Owned Subsidiary, in compliance of Sec.3 of Companies Act, 2013 and the beneficial ownership lies with the company.

43 Specified Bank Notes Disclosure (SBNs) :

In accordance with the MCA Notification G.S.R 308E dated 30th March 2017 details of Specified Bank Notes (SBNs) and Other Denomination Notes (ODNs) held and transacted during the period from 08th Novemeber 2016 to 30th December 2016

Particulars	SBNs*	ODNs	Total
Closing Cash in hand as on 08.11.2016	7,40,500	8,01,064	15,41,564
(+) Permitted Receipts	-	3,33,40,830	3,33,40,830
(-) Permitted Payments	33,500	3,15,05,404	3,15,38,904
(-) Amount deposited in Banks	7,07,000	10,91,500	17,98,500
Closing Cash in hand as on 30.12.2016	-	15,44,990	15,44,990

- 44 In the opinion of the Board, current assets, loans and advances are stated at a value, which could be realized in the ordinary course of business. The provision for all known liabilities made is adequate and not in excess of the amount reasonably necessary.
- 45 Some of the balances in Sundry Debtors, Sundry Creditors, Advances and Deposits are subject to confirmation, reconciliations and adjustments, if any, which in the opinion of the management will not be significant.
- 46 The company has filed Revised Income Tax Returns pertaining to FY 2013-14 and FY 2014-15 claiming Exemption 80IB (11A) of Income Tax Act, 1961 and for FY 2012-13, submitted during the Assessment.

During the Assessment for FY 2012-13, AO not considered the 80IB (11A) claim, hence company filed Appeal before CIT, Appeals.

The details of MAT Credit Entitlement and IT Refund Due are as follows;

Financial Year	MAT Credit Entitlement	IT Refund Due
FY 2012-13	11,52,164	8,88,934
FY 2013-14	5,03,719	3,68,242
FY 2014-15	19,88,858	2,61,673
	36,44,741	15,18,849

However, these were not credited to Profit & Loss Statement on prudent basis.

- 47 The figures of the previous year are re-grouped / re-classified wherever necessary to make them comparable with that of the current year classification.
-

As per my report of even date.

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Membership No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30.05.2017

For and on behalf of the Board of Directors

Sd/-

Adusumilli Sri Nagaveer

Managing Director

(DIN:02589830)

Sd/-

Banda Mahalakshmi

Chief Financial Officer

Sd/-

Adusumilli Vasavi

Executive Director

(DIN: 02096695)

Sd/-

Shilpa Kotagiri

Company Scretary

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS**To the Members of M/s Tanvi Foods (India) Limited**

We have audited the accompanying Consolidated Financial Statements of M/s Tanvi Foods (India) Limited, Hyderabad (Holding Company), which comprise the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss and Cash Flow Statement for the period ended March 31, 2017, and a summary of Significant Accounting Policies and other explanatory information (hereinafter referred to as 'Consolidated Financial Statements').

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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, which have been used for the purpose of preparation of Consolidated Financial Statements by the Directors of Holding Company.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters, which are required to be included in the Audit Report under the provisions of the Act and the Rules made thereunder.

We have not conducted the audit of M/s. Squarepeg Distribution Services Private Limited, Vijayawada (Subsidiary Company) & M/s. PolarCube ColdStorage Solutions Private Limited, Hyderabad (Subsidiary Company). These financial statements have been audited by S V P & Co., Chartered Accountants, Hyderabad, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included in respect of these consolidated entities, is based on the report of the other Auditors.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those

risk assessments; the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate

in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at March 31, 2017 and their consolidated Profit for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report, to the extent applicable, 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 of the Consolidated Financial Statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of Consolidated Financial Statements have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of Consolidated Financial Statements;
 - (d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2017 taken on record by the Board of Directors of the Holding Company and the report of the Statutory Auditor of its subsidiary companies incorporated in India, none of the directors of group companies incorporated in India is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Holding Company and its subsidiaries do not have any pending litigations which would impact its financial position.

- ii) The Holding Company and its subsidiaries did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiaries incorporated in India.
- iv) The Company has provided requisite disclosures in the standalone financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated 8th November 2016 of the Ministry of Finance, during the period from 09.11.2016 to 30.12.2016. Based on audit procedures performed and the representations provided to us by the management, we report that the disclosures are in accordance with the books of account maintained by the company and as produced to us by the Management.

For GV & Co.,
Chartered Accountants

Grandhi Vittal
Proprietor
M. No. 206462
Firm Regn No. 012875S

Place : Hyderabad
Date : May 30, 2017

Annexure to the Auditors' Report**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the Consolidated Financial Statements of the Company as of and for the period ended March 31, 2017, We have audited the internal financial controls over financial reporting of M/s Tanvi Foods (India) Limited, Hyderabad ("Holding Company") and its subsidiary companies incorporated in India as of March 31, 2017 as of date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Holding Company and its Subsidiary Companies, namely, M/s. Squarepeg Distribution Services Private Limited, Vijayawada & M/s. PolarCube ColdStorage Solutions Private Limited, Hyderabad, which are incorporated in India, are 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 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 judgment, 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 Holding Company and its subsidiary companies, which are incorporated in India, have, 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, 2016, 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 GV & Co.,
Chartered Accountants

Grandhi Vittal
Proprietor
M.No. 206462
Firm Regn No. 012875S

Place : Hyderabad
Date : May 30, 2017

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2017

Amount in ₹

Particulars	Note No	As at 31.03.2017	As at 31.03.2016
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	4,11,67,750	3,44,47,750
(b) Reserves and surplus	4	8,09,25,598	3,65,47,688
Share application money pending allotment	5		-
Minority interest			-
Non-current liabilities			
(a) Long-term borrowings	6	4,25,82,259	3,35,92,084
(b) Deferred tax liabilities (net)		46,18,047	38,16,133
(c) Other long-term liabilities	7	70,000	70,000
(d) Long-term provisions	8	17,59,381	1,41,793
Current liabilities			
(a) Short-term borrowings	9	7,72,92,478	7,81,41,719
(b) Trade payables	10	1,31,20,718	1,18,41,303
(c) Other current liabilities	11	5,41,46,444	3,22,34,172
(d) Short-term provisions	12	31,36,025	37,68,984
TOTAL		31,88,18,700	23,46,01,627
II. ASSETS			
Non-current assets			
(a) Fixed assets	13		
(i) Tangible assets		7,04,42,743	6,13,09,443
(ii) Intangible assets (Good Will)		28,31,648	28,31,648
(iii) Capital work-in-progress		1,43,66,921	44,48,333
(iv) Intangible assets under development			-
(b) Non-current investments	14	-	-
(c) Deferred tax assets (net)			-
(d) Long-term loans and advances	15	1,40,41,334	1,75,64,406
(e) Other Non-Current Assets	16		-
Current Assets			
(a) Current investments		-	-
(b) Inventories	17	15,39,55,821	10,80,33,048
(c) Trade receivables	18	2,22,19,791	1,96,59,380
(d) Cash and bank balances	19	25,62,333	57,56,587
(e) Short-Term loans and advances	20	3,37,82,186	1,49,47,587
(f) Other Current Assets	21	46,15,925	51,196
(g) Branch & Divisions			
TOTAL		31,88,18,700	23,46,01,627
III. Company Information			
Summary of Significant Accounting Policies	1		
The accompanying notes are an integral part of the financial statements.	2		
	3 to 48		

As per my report of even date.

For and on behalf of the Board of Directors

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Member Ship No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30.05.2017

 Sd/-
Adusumilli Sri Nagaveer
 Managing Director

 Sd/-
Banda Mahalakshmi
 Chief Financial Officer

 Sd/-
Adusumilli Vasavi
 Executive Director

 Sd/-
Shilpa Kotagiri
 Company Scretary

CONSOLIDATED STATEMENT PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

Amount in ₹

Particulars	Note No	For the year ended 31.03.2017	For the year ended 31.03.2016
I. Revenue from operations	22	59,45,31,124	51,63,28,123
II. Other income	23	48,34,902	10,94,718
III. TOTAL REVENUE (I + II)		59,93,66,026	51,74,22,841
IV. Expenses:			
(a) Purchase of Stock -in- Trade	24	52,82,63,056	44,73,02,153
(a1) Direct Expenses	24A	2,00,30,192	2,05,34,693
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	25	(4,59,22,774)	(2,62,39,564)
(c) Employee benefit expenses	26	2,54,62,117	1,49,59,427
(d) Finance costs	27	2,40,98,758	1,73,31,857
(e) Depreciation and amortization expenses	13	1,05,20,046	87,92,696
(f) Other Expenses	28	2,23,96,548	2,23,76,090
TOTAL EXPENSES		58,48,47,943	50,50,57,352
V. Profit before exceptional & extraordinary items, prior period items and tax (III - IV)		1,45,18,083	1,23,65,488
VI. Exceptional items			
A. Retrospective Effect due to change in method of Depreciation of Holding Company from WDV to SLM			46,21,304
B. Adjustment Due to Difference in method of Depreciation of Subsidiary Companies (i.e WDV) & Holding Companies Method of Depreciation (i.e SLM)			13,87,877
VII. Prior Period items	29	-	8,04,184
VIII. Profit before extraordinary items and tax (V-VI & VII)		1,45,18,083	1,91,78,853
IX. Extraordinary items		-	-
X. Profit before tax (VIII - IX)		1,45,18,083	1,91,78,853
XI. Tax expense:			
Provision for Income Tax		37,40,173	34,60,098
Current Year		31,36,025	37,41,124
Previous Year		49,262	5,40,318
Provision for Deferred Tax		8,01,914	25,85,116
MAT Credit Entitlement		(2,47,028)	(34,06,460)
XII. Profit for the period from continuing operations (X - XI)		1,07,77,910	1,57,18,756
Discontinuing Operations			
XIII. Profit / (Loss) from discontinuing operations (before tax)		-	-
XIV. Tax expense of discontinuing operations		-	-
XV. Profit / (Loss) from discontinuing operations (after tax) (Before Minority Interest)		1,07,77,910	1,57,18,756
Minority Interest		-	-
		1,07,77,910	1,57,18,756
XVI. Earnings per equity share:			
EPS before Exceptional, Extraordinary Items & Prior-period;			
Basic (Face Value of Rs.10/- each)		3.08	2.93
Diluted (Face Value of Rs.10/- each)		3.08	2.93
EPS after Exceptional, Extraordinary Items & Prior-period;			
Basic (Face Value of Rs.10/- each)		3.08	5.18
Diluted (Face Value of Rs.10/- each)		3.08	5.18
XVII. Company Information	1		
Summary of Significant Accounting Policies	2		

The accompanying notes are an integral part of the financial statements. 3 to 48

As per my report of even date.

For and on behalf of the Board of Directors

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Member Ship No.206462

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Place : Hyderabad

Date : 30.05.2017

 Sd/-
Adusumilli Sri Nagaveer
 Managing Director

 Sd/-
Banda Mahalakshmi
 Chief Financial Officer

 Sd/-
Adusumilli Vasavi
 Executive Director

 Sd/-
Shilpa Kotagiri
 Company Secretary

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2017

Amount in ₹

Particulars	As at 31.03.2017 Amount in ₹
A. Cash flow from Operating activities	
Profit before exceptional items and tax	1,45,18,083
Adjustments for :	
Depreciation and Amortisation Expense	1,05,20,046
(Profit) / Loss on sale of fixed assets (net)	-
(Profit) / Loss on sale of investments (net)	-
Preliminary Expenditure Written Off	-
Other Income	(48,34,902)
Effect of Exchange Rate change	-
Finance Costs	2,40,98,758
Cash generated from operations before working capital changes	4,43,01,985
Adjustments for working capital changes	
(Increase)/Decrease in Inventories	(4,59,22,774)
(Increase)/Decrease in Trade Receivables	(25,60,411)
(Increase)/Decrease in Short term Loans & Advances	(1,88,34,599)
(Increase)/Decrease in Long term Loans & Advances	37,70,100
Increase/(Decrease) in Trade Payables	12,79,416
(Increase)/Decrease in Long term/Short term Provisions	25,24,837
(Increase)/Decrease in Other current liabilities	2,19,12,271
(Increase)/Decrease in Other Current Assets	(45,64,729)
Cash generated from Operations	19,06,096
Direct Taxes paid	(47,25,495)
Net Cash from Operating activities	(28,19,399)
B. Cash flow from Investing Activities	
Purchase of tangible/intangible assets	(1,96,53,345)
Sale proceeds of tangible assets	-
Other Income	48,34,902
Capital Work-in-progress	(99,18,588)
(Purchase) / Sale of Investments (Net)	-
Cash flow before exceptional items	(2,47,37,031)
Exceptional Items	-
Net Cash generated from Investment Activities	(2,47,37,031)
C. Cash Flow from Financing Activities	
Proceeds from issue of Share Capital/ Share Application Money	67,20,000
Securities Premium on Equity Share Capital	3,36,00,000
Proceeds / (Repayment) from Long Term Borrowings	89,90,175
Proceeds / (Repayment) from Short Term Borrowings	(8,49,241)
Finance Costs	(2,40,98,758)
Dividends Paid	-
Dividend tax paid	-
Effect of Exchange Rate change	-
Net cash used in financing activities	2,43,62,176
Net (Decrease) / Increase in cash and cash equivalents	(31,94,254)
Cash and cash equivalents at the beginning of the year	57,56,587
Cash and Cash equivalents at the end of the year	25,62,333

1. The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3 on Cash Flow Statements notified under section 133 of the Companies Act, 2013.

2. Previous Year Figures have been regrouped/ reclassified/ rearranged wherever necessary.

As per my report of even date.

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Member Ship No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30.05.2017

For and on behalf of the Board of Directors

Sd/-

Adusumilli Sri Nagaveer

Managing Director

Sd/-

Adusumilli Vasavi

Executive Director

Sd/-

Banda Mahalakshmi

Chief Financial Officer

Sd/-

Shilpa Kotagiri

Company Seceretary

Notes forming part of Consolidated Financial Statements As At 31.03.2017
A.
A1 Accounting policies adopted in the preparation of consolidated accounts

The consolidated accounts related to M/s. Tanvi Foods (India) Limited, Hyderabad (Holding Company) and M/s. Squarepeg Distribution Services Private Limited, Vijayawada (Subsidiary Company) & M/s. Polar Cube Cold Storage Solutions Private Limited, Hyderabad (Subsidiary Company) have been prepared in accordance with AS - 21 "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.

The consolidated accounts have been prepared based on line by line consolidation by adding together the book values of each & every item like assets, liabilities, income and expenses as per the accounts of the holding company and its subsidiary company and intra group balances/ intra group transactions have been eliminated.

The consolidated accounts have been prepared using uniform policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the holding company's individual accounts.

A2 Details of subsidiary company considered in the consolidated accounts

Name of the subsidiary	Country of Incorporation	Share holding as on	Extent of Holding (%) Direct
Squarepeg Distribution Services Pvt. Ltd.	India	31.03.2017	100.00%
Polar Cube Cold Storage Solutions Pvt. Ltd.	India	31.03.2017	100.00%

Disclosure Relating to Uniform Accounting Policies:

Inrelation to Depreciation, M/s. Tanvi Foods (India) Limited (Holding Company) is following the SLM as per Companies Act,2013, Whereas the Subsidiary companies namely M/s. Squarepeg Distribution Services Private Limited & M/s. Polar Cube Cold Storage Solutions Private Limited are following the WDV method.

Due to the above reason, While preparing the Consoliated Financial Statements of M/s. Tanvi Foods (India) Limited (Holding Company), We have made the appropriate adjustments to the Accumulated Depreciation of Consolidated Assets, Deffered Tax liability and also to the Consolidated Profit of the Holding company to nullify the Impact of variation in following the method of depreciation by the Holding company and its Subsidiary companies. That is as follows :

Name of the Company	Impact on Accumulated Depn.		Impact on Deffered Tax Liability
	Relating to Prev Years	Relating to Current Year	
1. Squarepeg Distribution Services Private Limited	-	(34,230)	10,974
2. Polar Cube Cold Storage Solutions Private Limited	-	2,62,077	37,300

A3 Other significant accounting policies:

Accounting Standards 1 to 32 (to the extent applicable) issued by the Institute of Chartered Accountants of India have been duly considered while preparing the accounts of both holding and subsidiary company and the same have been explained in detail in the notes on accounts of the respective companies which may be referred to Notes to Accounts annexed to respective financial statements forming part of this Consolidated Financial Statements.

A4 Additional information on Consolidated Financial Statements as prescribed by Schedule III to the Companies Act, 2013

Name of the entity in the Group	Net assets, i.e., total assets minus total liabilities		Share in Profit/ (Loss)	
	As a % of consolidated net assets	Amount ₹	As a % of consolidated profit or (loss)	Amount ₹
Parent				
M/s Tanvi Foods (India) Limited	98.97%	12,08,36,124	95.45%	1,02,87,476
Subsidiaries in India				
Squarepeg Distribution Services Pvt. Ltd.	3.84%	46,84,825	6.01%	6,48,059
Polar Cube Cold Storage Solutions Pvt. Ltd.	3.89%	47,50,360	1.10%	1,18,496
Sub-total	106.70%	13,02,71,310	102.56%	1,10,54,031
Less:				
Minority Interest				
In Indian Subsidiaries				
Squarepeg Distribution Services Pvt. Ltd.	0.00%	-	0.00%	-
Polar Cube Cold Storage Solutions Pvt. Ltd.	0.00%	-	0.00%	-
Sub-total	0.00%	-	0.00%	-
Less:				
Adjustments arising out of Consolidation	-6.70%	(81,77,962)	-2.56%	(2,76,121)
Total	100.00%	12,20,93,348	100.00%	1,07,77,910

Notes to the Consolidated financial statements for the year ended 31st March, 2017**1 General Information:**

M/s. Tanvi Foods (India) Limited ("the Company") (CIN:U15433TG2007PLC053406) is engaged in the Manufacturing of Corn Samosa, Spring Roll & Trading of Frozen Foods. The company functioning its business in Vijayawada, Krishna District, Andhra Pradesh and Hyderabad, Telangana. The company running its business in the style of "Frozen Kings" and "Corn Club".

2 Summary of Significant Accounting Policies**2.1 Basis of Accounting ;**

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under historical cost convention on the accrual basis. GAAP comprises mandatory Accounting Standards issued by the Institute of Chartered Accountants of India, the provisions of the Companies Act, 2013 and guidelines issued by the Securities and Exchange Board of India. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to existing accounting standard requires the change in the accounting policy hitherto in use.

Management evaluates all relevant issues or revised accounting standards on an ongoing basis.

Accounting Policies not specifically referred to otherwise are consistent and in consonance with the Generally Accepted Accounting Principles that are followed by the company.

2.2 Use of Estimates ;

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the result of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

2.3 Contingencies and events occurring after the balance sheet date (AS 4) ;

All contingencies and events occurring after the balance sheet date which have a material effect on the financial position of the company are considered for preparing the financial statements.

2.4 Fixed Assets, Depreciation and Intangible Assets (AS 10, 6 & 26);

Fixed Assets are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets are also included to the extent they related to the period till such assets are ready to be put to use. The same is in compliance with AS-10 to the extent applicable.

Depreciation on fixed assets is being provided on straight line method at the rates in the manner specified in Schedule II of the companies Act, 2013. Depreciation on assets sold during the year is being provided at their respective rates up to the date on which such assets are sold. Depreciation /Amortisation of Intangibles is in compliance with AS 26 to the extent applicable. The expenditure incurred on Leasehold premises is depreciated over the Lease period.

2.5 Capital Work-In-Progress (AS 10)

Capital Work-In-Progress is carried at cost, comprising direct cost and related Incidental expenses.

2.6 Government Grants (AS 12)

- i) The grants or subsidies received in the nature of promoters contributions are treated as capital receipts and credited to capital reserves.
- ii) The grants or subsidies received relating to specific fixed assets are shown as deduction from the cost of the respective assets concerned in arriving at its book value.

- iii) The grant in the form of revenue subsidy is treated as revenue receipt and credited to "Other Income" in statement of Profit and Loss.

2.7 Borrowing Cost (AS 16);

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time as the asset is ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred. The same is in compliance with AS-16 to the extent applicable.

2.8 Investments (AS 13);

- i) Investments are capitalised at actual cost including costs incidental to acquisition.
- ii) Investments are classified as long-term or current at the time of making such investments.
- iii) Long-term investments are individually valued at cost, less provision for diminution that is other than temporary. Investments held in Subsidiary Companies are stated at cost.
- iv) Current investments are valued at the lower of cost and market value.

2.9 Inventories (AS 2);

- i) Inventories are valued at lower of cost or Net Realisable Value.
- ii) Cost of inventories have been computed to include all cost of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition
- iii) The basis of determining cost for various categories of inventories is as follows:
 - a) Raw Material : At Cost or Realisable Value, whichever is lower.
 - b) Work In Progress : At Cost or Realisable Value, whichever is lower.
 - c) Traded / Finished Goods : At Cost or Realisable Value, whichever is lower.

2.10 Transactions in Foreign Currency (AS 11);

Foreign currency transactions are recorded at the exchange rates prevailing at the date of the transaction. Monetary foreign currency assets and liabilities are translated into Indian rupees at the exchange rate prevailing at the balance sheet date. All exchange differences are dealt with in Profit and Loss Account. In the case of assets and liabilities covered by Forward contracts, the difference between the exchange rate at the inception of forward exchange contract and the forward rate specified in the contract is amortised and recognized in the statement of profit and loss over the period of the contract. Premium or discount on foreign exchange forward contract are amortised and recognized in the statement of profit and loss over the period of the contract. The same is in compliance with AS-11 to the extent applicable.

2.11 Revenue Recognition (AS 9);

i) Sale of Goods:

Revenue from sale of goods is recognized when risk and rewards of ownership of the products are passed on to the customers, which is generally on dispatch of goods and is stated net of sales tax, trade discounts and claims etc.

ii) Other revenue:

Other revenue is recognized only when it is reasonably certain that the ultimate collection will be made. The same is in compliance with AS-9 to the extent applicable.

2.12 Retirement and other employee benefits (AS 15);

Defined Contribution Plan : The company makes defined contribution to Provident Fund, which are recognized in the Profit and Loss Account on accrual basis.

Defined Benefit Plan : The company's liability under Payment of Gratuity Act is determined on the basis of actuarial valuation provisional made at the end of financial year. Provision for leave entitlement accounted on accrual basis at the end of the financial year.

The same is in compliance with AS-15 to the extent applicable.

2.13 Provision for Current tax, and Deferred tax (AS 22);

Provision for current tax is made on the basis of estimated taxable income for the current accounting period in accordance with the provisions of Income Tax Act, 1961. Deferred tax resulting from “timing differences” between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future. The same is in compliance with AS-22 to the extent applicable.

Provision for income tax is made on the basis of estimated taxable income. Advance Tax and Tax Deducted at Source (TDS) are shown in the balance sheet under head Loans and advances during the year and in subsequent years the Advance Tax & TDS are adjusted against Provision for Tax on receipt of intimation u/s 143(1) of Income Tax Act, 1961 or the Assessment completed for the relevant year.

2.14 Cash Flow Statement (AS 3);

The Company’s Policy relating to Cash Flow Statement is to follow the indirect method as guided by AS- 3 issued by ICAI and it presents the cash flows by Operating, Investing and Finance activities of the company. Cash and cash equivalents presented in cash flow consists of cash in hand, cheques in hand, bank balances. The same is in compliance with AS-3 to the extent applicable.

2.15 Provisions, Contingent Liabilities and Contingent Assets (AS 29);

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements. The same is in compliance with AS-29 to the extent applicable.

2.16 Impairment of Assets (AS 28);

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to Profit & Loss Account in the year in which the asset is impaired and the impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount. The same is in compliance with AS-28 to the extent applicable.

2.17 Leases (AS 19);

Operating lease payments and finance lease payments are recognized as expenses in the profit and loss account as per the terms of the agreements which is representative of the time pattern of the users’ benefit. The same is in compliance with AS-19 to the extent applicable.

2.18 Extra-ordinary and Exceptional items & Changes in Policies (AS 5);

All the extra ordinary and prior period items of Income and expenses are separately disclosed in the statement of Profit and Loss account in the manner such that it’s impact on the current profit or loss can be perceived. If there has been any change in the Company’s accounting policies or accounting estimate so as to have material impact on the current year profit/loss or that of later periods the same would be disclosed as part of notes to accounts. All the items of Income and Expenses from ordinary activities with such size and nature such that they become relevant to explain the performance of the company have been disclosed separately. The same is in compliance with AS-5 to the extent applicable.

2.19 Earnings Per Share (AS 20) ;

- i) The Basic earning per share is calculated considering the weighted average number of equity shares outstanding during the year.
- ii) The Diluted earning per share is calculated considering the effects of potential equity shares on net profits after tax for the year and weighted average number of equity shares outstanding during the year.

Notes forming part of Consolidated Financial Statements As At 31.03.2017
Note No: 3 Share Capital

S. No.	Particulars	As at 31.03.2017 Amount In ₹		As at 31.03.2016 Amount In ₹	
		Number	Amount	Number	Amount
(i)	Authorised Equity Shares of Rs. 10/- each with Voting Rights	45,00,000	4,50,00,000	37,50,000	3,75,00,000
(i)	Issued, Subscribed and Paid up Equity Shares of Rs. 10/- each fully paid up with Voting Rights	41,16,775	4,11,67,750	34,44,775	3,44,47,750
	Total	41,16,775	4,11,67,750	34,44,775	3,44,47,750

(a) Reconciliation of number of shares:

S. No.	Particulars	As at 31.03.2017 Amount In ₹		As at 31.03.2016 Amount In ₹	
		Number	Amount	Number	Amount
1	Equity Shares outstanding at the beginning of the year	34,44,775	3,44,47,750	27,50,000	2,75,00,000
2	Equity Shares Issued during the year #	6,72,000	67,20,000	6,94,775	69,47,750
3	Equity Shares bought back during the year	-	-	-	-
4	Equity Shares outstanding at the end of the year	41,16,775	4,11,67,750	34,44,775	3,44,47,750

During the Month of Feb 2017, the company brought a fresh issue at BSE (Emerge:SME Platform) "by way of initial public offer of 6,72,000 shares @ Rs. 60 per share consisting Rs. 50 for security" premium.

(b) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting except in the case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Details of shares held by Shareholders holding more than 5 % of the shares in the company:

S. No.	Class of shares / Name of shareholder	As at 31.03.2017		As at 31.03.2016	
		No of shares Held	% of Holding	No of Shares Held	% of Holding
1	<u>Equity Shares with Voting Rights</u> Adusumilli Sri Nagaveer	20,38,701	49.52%	22,52,711	65.40%
2	Adusumilli Vasavi	2,38,038	5.78%	4,52,038	13.12%
3	Adusumilli Sarat Chandra Babu	2,00,000	4.86%	2,00,000	5.81%
4	Adusumilli Sarada	1,00,000	2.43%	1,00,000	2.90%
5	Paturi Sarada	2,20,013	5.34%	2,20,013	6.39%
6	Mikkilineni Sravanthi	2,20,013	5.34%	2,20,013	6.39%

(d) Aggregate number and class of shares allotted as fully paid up for consideration other than cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date

S. No.	Class of shares / Name of shareholder	As at 31.03.2017		As at 31.03.2016	
		No of shares Held	% of Holding	No of Shares Held	% of Holding
1	Paturi Sarada*	2,20,013	22,00,130	2,20,013	22,00,130
2	M Sravanthi*	2,20,013	22,00,130	2,20,013	22,00,130
3	Adusumilli Sri Nagaveer**	2,52,711	25,27,110	2,52,711	25,27,110
4	Adusumilli Vasavi**	2,038	20,380	2,038	20,380

* 4,40,026/- Equity Shares issued on account of Acquisition of Polarcube Cold Storage Solutions Pvt. Ltd.

** 2,54,749/- Equity Shares issued on account of Acquisition of Squarepeg Distribution Services Pvt. Ltd.

Clause (e), (f), and (h) to (i) (B & C) and (j) to (l) of the Note 6(A) to the Schedule III of the Companies Act, 2013 are not applicable.

4 Note: Reserves & Surplus

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
4	Securities Premium Account		
	Opening Balance	48,63,440	-
	Add: Premium on shares issued during the year	3,36,00,000	48,63,440
	Less : Utilised during the year	-	-
	Closing Balance	3,84,63,440	48,63,440
	Profit and Loss Account		
	As per last Balance Sheet	3,16,84,248	1,79,38,089
	(+) Net Profit for the current year	1,07,77,910	1,57,18,756
	(+) Transfer from Reserves*	-	(1,13,055)
	(-) Pre Acquisition Profit of the Subsidiary Companies	-	(18,59,542)
	(-) Net Loss for the current year	-	-
	(-) Proposed Dividends	-	-
	(-) Interim Dividends	-	-
	Closing Balance	4,24,62,158	3,16,84,248
	Total	8,09,25,598	3,65,47,688

Note related to previous year FY 2014-15 :

Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation, Amortisation and Depletion. Accordingly the unamortised carrying value is being depreciated / amortised over the revised/remaining useful lives. The written down value of Fixed Assets whose lives have expired as at 1st April 2014 have been adjusted, in the opening balance of Profit and Loss Account amounting to Rs. 6.09 lakhs

* Pursuant to the enactment of companies Act, 2013, company has applied the estimated useful lives as specified in Schedule-II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation, Amortisation and Depletion. Accordingly the unamortized carrying value is being depreciated / amortized over the revised / remaining useful lives. The Written Down Value of Fixed Assets whose lives has expired have been adjusted, in the opening balance of Profit and Loss Account amounting to Rs.1,13,055/-.

During the Month of Feb 2017, the company brought a fresh issue at BSE (Emerge:SME Platform) by way of initial public offer of 6,72,000 shares @ Rs. 60 per share consisting Rs. 50 for security premium.

5 Note: Share Application money pending allotment - -

6 Note: Long Term Borrowings

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
6	Secured		
	a) Term Loans *		
	i) From Banks	57,76,695	78,36,122
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	24,78,927	24,88,354
		32,97,768	53,47,768
	ii) From NBFC's		
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	-	-
	b) Vehicle Loans **		
	i) From Banks	2,39,18,161	1,78,08,904
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	92,15,532	58,80,845
		1,47,02,630	1,19,28,059
	ii) From NBFC's	37,60,727	77,44,644
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	30,70,388	39,83,917
		6,90,339	37,60,727
	Total Secured Loans	1,86,90,737	2,10,36,554
	Unsecured		
	Business Loans ***		
	i) From Banks	31,98,513	22,31,161
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	10,16,557	7,38,154
		21,81,956	14,93,007
	ii) From NBFC's	4,69,28,819	2,28,28,150
	The amount represents repayment due in next 12 months classified under head "Other Current Liabilities"	2,52,19,253	1,17,65,627
		2,17,09,566	1,10,62,523
	Loans from Related Parties	-	-
	Total Un-Secured Loans	2,38,91,522	1,25,55,530
		4,25,82,259	3,35,92,084

*Term Loans are secured against Fixed Assets of the company, both present and future. (For details Refer Note No 38)

** Vehicles loans are secured by hypothecation of vehicles financed by respective banks. (For details Refer Note No. 38)

*** The Company availed Unsecured Business Loans from Banking & Non Banking Financial Institutions (for Details Refer Note No. 38)

7 Note: Other Long Term Liabilities

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
7	Other Liabilities	70,000	70,000
		70,000	70,000

8 Note: Long Term Provisions

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
8	Provision for Gratuity *	8,72,441	1,41,793
	Provision for Taxes	8,86,940	-
	Provisions - Others		
		17,59,381	1,41,793

* Provision made as per the actuarial valuation dt. 18.08.2016 (For details Refer Note No.40)

9 Note: Short Term Borrowings

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
9	Secured		
	Loans repayable on demand from Banks *	7,72,92,478	7,60,15,303
	Loans repayable on demand from NBFC's	-	-
	Loans repayable on demand from Others	-	-
	Unsecured		
	Loans from Related Parties	-	-
	Other Loans and Advances	-	21,26,416
			-
		7,72,92,478	7,81,41,719

* Working Capital loans are secured by hypothecation of Stocks & Receivables (present & future) of the Company (For details Refer Note No. 38)

The Company has borrowed Un-secured loans on the following terms & conditions:

Terms & Conditions	Particulars
Rate of Interest	18%
Security	Nil
Terms of Repayment	Repayable on Demand

10 Note: Trade Payables

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
10	Dues to Micro, Small and Medium Enterprises *		-
	Dues to Others	1,41,24,543	1,20,97,228
	Balances between Subsidiaries	(10,03,825)	(2,55,925)
		1,31,20,718	1,18,41,303

* The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the company is as under:

Principal amount due and remaining unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

11 Note: Other Current Liabilities

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
11	Current Maturities of Long Term Debt (Secured) (Refer Note No.6)		
	a) Term Loans		
	From Banks	24,78,927	24,88,354
	From NBFC's	-	-
	b) Business Loans		
	From Banks	10,16,557	7,38,154
	From NBFC's	2,52,19,253	1,17,65,627
	c) Vehicle Loans		
	From Banks	92,15,532	58,80,845
	From NBFC's	30,70,388	39,83,917
	Interest Accrued and Due on Borrowings **	8,10,678	-
	Interest Accrued But not Due on Borrowings ***	8,17,525	4,85,950
	Advances received from Customers	17,07,756	11,30,158
	Other Payables****	98,09,828	57,61,167
		5,41,46,444	3,22,34,172

Term Loans are secured against Fixed Assets of the company, both present and future (For details Refer Note No 38)
Vehicles loans are secured by hypothecation of vehicles financed by respective Financial Institutions. (For details Refer

Note No. 38)

The Company availed Unsecured Business Loans from Banking & Non Banking Financial Institutions (for Details Refer

Note No. 38)

** Interest Accrued and Due on Borrowings Consists of:

On Working Capital Loan	8,10,678	-
On Business Loans	-	-

*** Interest Accrued & But not Due on Borrowings consists of:

On Term Loans	6,054	10,949
On Business Loans	6,44,758	3,02,125
On Vehicle Loans	1,66,713	1,72,876

**** Other Payables include

Statutory Liabilities	46,59,881	35,25,139
Rent Creditors	5,08,739	2,67,182
Expenses Payable	46,41,208	19,68,845
Creditors for Capital Works	-	-
Unclaimed Dividend	-	-

12 Note: Short Term Provisions

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
12	Provisions for Employee Benefits		
	Provision for Gratuity	-	-
	Provisions - Others:		
	Provision for Taxes - Current Year	31,36,025	37,41,124
	Provision for Taxes - Previous Year	-	27,860
	Provision for proposed dividend	-	-
	Provision for tax on proposed dividends	-	-
		31,36,025	37,68,984

Note : 13 Fixed Assets

Sl. No.	Particulars	Gross Block																						
		Balance As At 01.04.2015	1	2	3	4	5	6	7	8	9	Balance As At 31.03.2017												
A	Tangible assets :																							
	(a) Computers & Software																							
	Owned	14,82,368		5,26,102	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20,08,470		
	Taken under finance lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
	Given under operating lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	(b) Furniture and Fixtures																							
	Owned	21,52,606		7,71,021	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	29,23,627	
	Taken under finance lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Given under operating lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	(c) Plant & Machinery																							
	Owned	3,10,55,889		5,44,216	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,16,00,105
	Taken under finance lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Given under operating lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(d) Office Equipment																								
Owned	6,23,264		1,67,299	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,90,563	
Taken under finance lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Given under operating lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(e) Vehicles																								
Owned	1,07,47,695		1,71,69,604	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,79,17,299	
Taken under finance lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Given under operating lease	3,51,67,972		4,75,103	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,56,43,075	
(f) Land																								
Owned	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Taken under finance lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Given under operating lease	-		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total (A)	8,12,29,794	1,96,53,345																					10,08,83,139	
Previous Year	(6,26,82,939)	(1,95,91,855)	10,45,000																				(8,12,29,794)	
Intangible assets																								
Total (B)	28,31,648																						28,31,648	
Previous Year																								
Grand Total (A + B)	8,40,61,442	1,96,53,345																					10,37,14,787	

Sl. No.	Particulars	Accumulated depreciation and impairment							Net block		
		Balance As At 01.04.2016	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Adj. due to Change of Accounting policy (i.e from WDV to SLM)	Impairment losses recognised in statement of profit and loss	Reversal of impairment losses recognised in Statement of Profit and Loss	Other adjustments	Balance As At 31.03.2017	Balance As At 31.03.2017	Balance As At 31.03.2016
		1 1	1 2	1 3	1 4	1 5	1 6	1 7	18=sum (11:17)	19=(10-18)	20=(1-11)
A	Tangible assets :										
(a)	Computers & Software										
	Owned	11,41,421	2,36,247	-	-	-	356	-	13,78,024	6,30,446	3,40,947
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-
(B)	Furniture and Fixtures										
	Owned	6,67,795	3,01,622	-	-	-	-21,984	-	9,47,433	19,76,194	14,84,811
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-
(C)	Plant & Machinery										
	Owned	84,11,932	23,67,302	-	-	-	2,50,053	-	1,10,29,287	2,05,70,818	2,26,43,957
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-
(d)	Office Equipment										
	Owned	1,65,402	1,37,753	-	-	-	-578	-	3,02,576	4,87,987	4,57,862
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-
(e)	Vehicles										
	Owned	18,50,800	17,82,029	-	-	-	-	-	36,32,829	2,42,84,470	88,96,895
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-
(f)	Land										
	Owned	76,83,001	54,67,247	-	-	-	-	-	1,31,50,248	2,24,92,827	2,74,84,971
	Taken under finance lease	-	-	-	-	-	-	-	-	-	-
	Given under operating lease	-	-	-	-	-	-	-	-	-	-
	Total (A)	1,99,20,351	1,02,92,199	-	-	-	2,27,847	-	3,04,40,396	7,04,42,743	6,13,09,443
	Previous Year	(1,55,64,842)	(1,09,64,685)	(7,13,050)	(46,21,304)	-	(13,87,877)	(1,13,055)	(1,99,20,351)	(6,13,09,443)	(4,71,18,097)
	Intangible assets	-	-	-	-	-	-	-	-	28,31,648	28,31,648
	Total (B)	-	-	-	-	-	-	-	-	28,31,648	28,31,648
	Previous Year	-	-	-	-	-	-	-	-	-	-
	Capital Work in Progress	-	-	-	-	-	-	-	-	1,43,66,921	44,48,333
	Total (C)	-	-	-	-	-	-	-	-	1,43,66,921	44,48,333
	Grand Total (A + B + C)	1,99,20,351	1,02,92,199	-	-	-	2,27,847	-	3,04,40,396	8,76,41,311	6,85,89,424

Note : 1 Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule-II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation, Amortisation and Depletion. Accordingly the unamortised carrying value is being depreciated / amortised over the revised / remaining useful lives. The written down value of Fixed Assets whose lives have expired have been adjusted, in the opening balance of Profit and Loss Account amounting to Rs.1,13,055/-.

2 The company has changed Method of Calculation of Depreciation Method from Written Down Value to Straight Line Method. The revised working from inception results increase in WDV of Fixed Assets of Rs.47,34,359/-. The impact on Depreciation negatively for FY 2015-16 Rs.4,66,156/- (PY Rs.14,36,483/-).

14 Note : Non-current investments

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
14	Long Term Investments - at cost		
	(a) Trade Investments	-	-
	(b) Other Investments		
	Quoted	-	-
	Unquoted		
	Investments in equity instruments of subsidiaries		
	4,45,000 Equity Shares of Polarcube Cold Storage Solutions (P) Ltd. of Rs.10/- each.	-	-
	2,67,000 Equity Shares of Sqaurepeg Distribuition Services (P) Ltd. of Rs.10/- each.	-	-
		-	-

15 Note: Long Term Loans & Advances

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Capital Advances		
	Secured, considered good	-	-
	Unsecured, considered good	83,31,954	1,28,49,254
	Doubtful		
	(b) Security Deposits		
	Rent Deposit	12,47,600	12,04,000
	Other Deposits	8,08,292	1,04,692
	(c) Loans & Advances to related parties	-	-
	(d) Loans & Advances to Employees	-	-
	(e) Prepaid Expenses	-	-
	(f) Advance Income Tax (Unsecured, Considered good)	-	-
	(g) MAT Credit Entitlement *	36,53,488	34,06,460
	(h) Balances with Government Authorities	-	-
	(i) Other Loans & Advances		
	Secured, considered good	-	-
	Unsecured, considered good	-	-
	(j) Doubtful	-	-
		1,40,41,334	1,75,64,406
	Less: Provision for other doubtful loans & advances	-	-
		1,40,41,334	1,75,64,406
	* MAT Credit entitlement has been brought in to books and it represents previous years.		
	Note: Long Term Loans & Advances include amounts due from		
	Directors - (Rent Deposit)	30,000	30,000
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Private companies in which any director is a director or member	-	-

16 Note: Other Non-Current Assets

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
16	(a) Long-term trade receivables	-	-
	(b) Unamortised expenses (to the extent not written off or not adj.)	-	-
	(c) Accruals	-	-
	(d) Other Non-current Assets	-	-

17 Note: Inventories:

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Raw materials	35,55,247	11,54,289
	Goods-in-transit	-	-
	(b) Work-in-progress	1,80,507	1,83,816
	Goods-in-transit	-	-
	(c) Finished goods (other than those acquired for trading)	41,88,302	30,79,919
	Goods-in-transit	-	-
	(d) Stock-in-trade (acquired for trading) *	14,60,31,765	10,23,88,665
	Goods-in-transit	-	12,26,359
	(e) Stores and spares	-	-
	Goods-in-transit	-	-
	(f) Loose tools	-	-
	Goods-in-transit	-	-
	(g) Others (Specify nature)	-	-
	Goods-in-transit	-	-
		15,39,55,821	10,80,33,048

* Mode of valuation:
As per Accounting Policy Ref. No. 2.9

18 Note: Trade Receivables

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
	Secured, considered good	-	-
	Unsecured, considered good	23,62,113	49,62,256
	Doubtful	-	-
	Trade receivables outstanding for a period less than six months from the date they were due for payment		
	Secured, considered good	-	-
	Unsecured, considered good *	2,08,61,502	1,49,53,049
	Doubtful	-	-
	Balances between Subsidiaries	(10,03,825)	(2,55,925)
		2,22,19,791	1,96,59,380
	Less: Provision for doubtful trade receivables	-	-
		2,22,19,791	1,96,59,380
	Trade receivables include debts due from:		
	Directors	-	-
	Other officers of the Company	-	-
	Firms in which any director is a partner (M/s Sri Sai Agencies, Proprietorship)	27,03,431	53,22,981
	Private companies in which any director is a director or member (give details per company)	-	-

19 Note: Cash and Bank Balances

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Cash and Cash Equivalents		
	(i) Balances with banks;		
	- In Current Accounts	7,18,258	5,80,241
	(ii) Cheques, drafts on hand		
	(iii) Cash on hand	18,44,075	51,76,345
	(b) Other Bank balances		
	- In Deposit Accounts		
		25,62,333	57,56,587

20 Note: Short Term Loans & Advances

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
	(a) Loans & Advances to related parties	-	-
	(b) Security deposits	-	-
	(c) Loans and advances to employees	-	-
	Secured, considered good	-	-
	Unsecured, considered good	11,95,983	37,86,220
	Doubtful	-	-
	(d) Prepaid expenses - Unsecured, considered good *	13,30,691	9,44,493
	(e) Balances with government authorities	-	-
	Unsecured, considered good	-	-
	Advance Tax and TDS **	41,36,761	17,16,186
	VAT / EPF	40,156	40,156
	IT Refund Due	-	-
	(f) Inter-corporate deposits	-	-
	(g) MAT Credit entitlement - Unsecured, considered good ***	-	-
	(h) Other Loans & Advances ****	-	-
	Secured, considered good	-	-
	Unsecured, considered good	2,70,78,594	84,60,532
	Doubtful	-	-
		3,37,82,186	1,49,47,587
	Less: Provision for other doubtful loans and advances	-	-
		3,37,82,186	1,49,47,587
	* "Prepaid Expenses" pertains to Insurance, Annual Maintenance Contracts.		
	** includes Refunds pertaining to earlier years.		
	*** MAT Credit entitlement has been brought in to books and it represents current year.		
	**** Other Loans & Advances includes		
	Advances to Suppliers	34,91,095	22,97,736
	Advance for Expenses	77,75,845	-
	Other Advances	75,03,722	61,62,796
	Note: Short Term Loans & Advances include amounts due from		
	Directors	-	-
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Private companies in which any director is a director or member	31,59,921	-

21 Note: Other Current Assets

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
21	(a) Unbilled revenue	-	-
	(b) Unamortised expenses	42,84,750	-
	(c) Accruals	-	51,196
	(d) Other Current Assets	3,31,174	-
		46,15,924	51,196
	Note: Other Current Assets include amounts due from		
	Directors	-	-
	Other Officers of company	-	-
	Firms in which any director is a partner	-	-
	Private companies in which any director is a director or member	-	-
	Wholly Owned Subsidiaries	-	-

22 Note: Revenue from operations

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
22	Sales - Trading	54,55,89,083	47,09,98,820
	VAT Sales @ 5%	2,36,64,294	1,17,94,269
	VAT Sales @ 14.5%	5,33,25,397	3,24,84,030
	VAT Sales @ exempted (incl. CST Sales)	46,85,99,392	42,67,20,521
	Sales - Manufacturing	1,39,42,982	1,06,63,320
	VAT Sales @ 5%	67,81,939	55,13,166
	VAT Sales @ 14.5%	71,61,043	51,50,154
	VAT Sales @ exempted (incl. CST Sales)		
	Operating Revenues of Subsidiaries :		
	Squarepeg Distribution Services Pvt. Ltd.	3,67,77,029	3,54,64,290
	Polar Cube Cold Storage Solutions Pvt. Ltd.	29,25,030	26,90,193
	Revenues generated between Holding & Subsidiaries	(47,03,000)	(34,88,500)
		59,45,31,124	51,63,28,123
	Sale of Goods under broad heads;		
- Frozen Products	54,35,84,330	46,10,25,022	
- Diary and Other Misc.	20,04,753	99,73,798	
- Corn Samosa	22,96,688	35,52,303	
- Corn Spring Roll	48,64,355	15,97,851	
- Corn Kernals and Other Misc.	67,81,939	55,13,166	
	55,95,32,065	48,16,62,140	

23 Note: Other income

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
23	Sub-Let Income	5,83,181	2,10,000
	Income through hiring of Vehicles	90,90,308	81,42,645
	Other Income	39,99,050	3,93,630
	Discount Received	2,52,671	4,91,088
	Revenues generated from Among Holding & Subsidiaries	(90,90,308)	(81,42,645)
		48,34,902	10,94,718

24 Note: Purchase of Stock -in- Trade

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
24	Purchases		
	VAT Purchases @ 5%	1,29,91,217	68,83,455
	VAT Purchases @ 14.5%	4,38,03,570	2,34,50,394
	VAT Purchases @ Exempted	47,09,35,065	41,58,07,607
	Direct Expenses at Factory	5,33,204	11,60,697
		52,85,63,056	44,73,02,153
	Purchase of Goods under broad heads;		
	- Frozen Products & Corn Kernals	49,47,71,490	42,56,22,954
	- Diary Products	2,29,51,519	1,42,54,708
	- Other Misc.	1,00,06,843	62,63,794
	52,77,29,852	44,61,41,456	

24A Note: Note: Direct Expenses of Subsidiaries (Squarepeg & Polarcube) :

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
24	Vehicle Expenses		
	Petrol & Diesel	1,35,58,864	1,37,03,927
	Repairs and Maintainence	21,51,807	5,32,121
	Toll Fees	27,28,233	23,73,289
	Transport Expenses	2,36,632	9,09,150
	Vehicle Hire Expenses	91,37,691	85,49,777
	Cold Room Expenses Direct		
	Electricity Expenditure	12,29,745	15,53,157
	Loading & Unloading & Othe Maintenance Charges	77,528	1,05,917
	Rent	5,95,000	18,00,000
	Less : Exepnditure Incurred in Inter company Transactions	(96,85,308)	(89,92,645)
		2,00,30,192	2,05,34,693

25 Note: Changes in inventories of finished goods, work-in-progress and stock-in-trade

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
25	<u>Note: Changes in inventories of finished goods, work-in-progress and stock-in-trade</u>		
	Inventories at the end of the year:		
	Raw Material	35,55,247	11,54,289
	Work-in-progress	1,80,507	1,83,816
	Finished goods	15,02,20,067	10,66,94,943
		15,39,55,821	10,80,33,048
	Inventories at the beginning of the year:		
	Raw Material	11,54,289	36,47,416
	Work-in-progress	1,83,816	98,56,377
	Finished goods	10,66,94,943	6,82,89,691
		10,80,33,048	8,17,93,484
	Net increase / (decrease)	4,59,22,774	2,62,39,564

26 Note: Employee benefit expenses

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
26	Salaries and Wages	1,51,35,471	1,07,10,905
	Directors Remuneration	64,40,000	20,60,833
	Contribution / Provison to provident and other funds *	22,73,546	10,60,645
	Staff Welfare Expenses	16,13,100	11,27,044
		2,54,62,117	1,49,59,427

* Includes contribution to Employee Provident fund, Employee State Insurance Scheme and Gratuity.

27 Note: Finance costs

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
27	Interest Expense		
	Interest	2,14,61,520	1,54,23,131
	Interest on others *	5,82,326	1,73,877
	Other Borrowing Costs:		
	Loan Processing Charges	17,11,065	14,73,612
	Other Finance Expenses:		
	Bank charges	3,43,846	2,61,236
		2,40,98,758	1,73,31,857

* includes Interest on TDS, Service Tax & VAT.

28 Note: Other Expenses

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
28	Administrative Expenses		
	Administrative Expenses	57,76,373	76,82,583
	Annual Maintenance Charges	-	3,716
	Audit Fee	3,10,500	2,84,000
	Consultancy Fee	4,06,055	83,825
	Credit Rating Fee	46,000	45,800
	Donations	-	18,000
	Electricity Charges	18,44,400	20,53,952
	Fuel Expenses	13,02,515	6,27,212
	Insurance on Fixed Assets	18,274	77,591
	Loss on sale of asset	-	1,81,950
	Miscellaneous Expenses	3,23,902	3,95,604
	Net, Cable & News Paper Bill	52,641	59,441
	Office Maintenance	10,00,997	5,58,740
	Postage & Telegrams	74,821	22,949
	Printing & Stationery	4,79,075	1,71,877
	Rent Expenses	36,24,717	19,17,050
	Repairs & Maintenance	10,37,727	10,05,172
	Royalty Expenses	2,40,000	2,40,000
	ROC Filing Fees	-	1,69,800
	Stock Insurance	1,14,424	52,057
	Subscriptions & Donations	47,832	37,014
	Taxes & Licences	4,13,231	5,04,244
	Telephone & Internet Charges	3,90,612	4,09,401
	Travelling, Boarding & Conveyance	7,21,904	5,36,295
	Vehicle Insurance	5,84,944	6,75,491
	Vehicle Maintenance	12,28,875	8,79,454
	Website Design Charges	66,283	16,068
	Miscellaneous Expenses Written off	61,891	-
	Selling & Distribution Expenses		
	Advertising & Marketing Expenses	6,900	15,03,798
	Baddebts	648	11,038
	Business Promotion	10,40,481	4,82,345
	Commission	-	1,15,103
	Counter Expenses	2,40,575	1,04,162
	Discount Allowed	5,23,361	61,258
	Transportation Charges	42,24,591	37,27,599
	Transportation Charges Paid to Subsidiaries	(38,08,000)	(23,38,500)
		2,23,96,548	2,23,76,090

29 Prior Period Items

S. No.	Particulars	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016
29	Contribution / Provision to provident and other funds *	-	95,869
	VAT Paid for Prior Years	-	1,59,773
	Rent Paid	-	94,898
	Interest on Term Loan	-	(11,54,724)
		-	(8,04,184)

* Includes contribution to Employee Provident fund, Employee State Insurance Scheme and Gratuity.

30 Note: Auditors Remuneration

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
30	Payments to Auditors comprises:		
	As Auditors - Statutory Audit	2,30,000	2,84,000
	For taxation matters	-	-
	For company law matters	-	-
	For management services	-	-
	For other services	-	-
	Reimbursement of Expenses	-	-

31 Note: Deferred Tax Liability / (Deferred Tax Asset) (Net)

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
31	i) Depreciation and Amortisation	7,29,912	23,35,194
	ii) Adjustment Due to Difference in method of Depreciation of Subsidiary Companies (i.e WDV) & Holding Companies Method of Depreciation (i.e SLM)	48,274	3,10,175
	iii) Miscellaneous expenditure written off	2,49,498	-
	Total	10,27,685	26,45,369
	Deferred Tax Assets on account of		
	Gratuity	2,25,770	43,814
	Professional Tax	-	16,439
	Total	2,25,770	60,253
	Net Deferred Tax Liability	8,01,914	25,85,116

32 Note: Related Party Disclosures

S.No.	Name of the Related Party	Nature of Relationship
1	Sri. A. Sri Nagaveer	Key Managerial Personnel
2	Smt. A. Vasavi	Key Managerial Personnel
3	Sri. A. Sarat Chandra Babu	Key Managerial Personnel
4	Smt. A. Sarada	Key Managerial Personnel
5	M/s Sqaurepeg Distribution Services Private Limited	Wholly Owned Subsidiary
6	M/s Sri Sai Agencies (Prop. A Sri Nagaveer)	Enterprise over which Directors having Significant Influence (EDS)
7	M/s Pearl Translines Private Limited	Enterprise over which Directors having Significant Influence (EDS)
8	M/s Polar Cube Cold Storage Solutions Private Limited	Wholly Owned Subsidiary

Transactions with Related Parties:

S.No.	Nature of Transaction	FY 2016-17			FY 2015-16				
		KMP	EDS	Subsidiary	Total	KMP	EDS	Subsidiary	Total
1	Remuneration	67,80,000	-	-	67,80,000	20,60,833	-	-	20,60,833
2	Salary	4,31,505	-	-	4,31,505	8,04,167	-	-	8,04,167
3	Rent (Expenses)	2,88,000	-	-	2,88,000	1,80,000	-	-	1,80,000
4	Royalty (Expenses)	2,40,000	-	-	2,40,000	2,40,000	-	-	2,40,000
5	Freezer Placing Expenses	-	-	3,45,000	3,45,000	-	-	3,42,430	3,42,430
6	Vehicle Hire Charges (Income)	-	-	95,44,823	95,44,823	-	-	85,49,777	85,49,777
7	Purchases	-	-	-	-	-	-	-	-
8	Sales	-	16,52,235	-	16,52,235	-	18,11,099	-	18,11,099
9	Transort Charges	-	-	38,08,000	38,08,000	-	9,38,775	23,38,500	32,77,275
10	Rent Deposit	-	-	-	-	30,000	-	-	30,000

Balances with Related Parties As At 31.03.2017 :

S.No.	Nature of Transaction	FY 2016-17			FY 2015-16				
		KMP	EDS	Subsidiary	Total	KMP	EDS	Subsidiary	Total
1	Rent Deposit	30,000	-	-	30,000	30,000	-	-	30,000
2	Remuneration Payable	2,74,438	-	-	2,74,438	2,32,055	-	-	2,32,055
3	Rent Payable	21,600	-	-	21,600	60,000	-	-	60,000
4	Other Current Assets	-	-	-	-	-	-	-	-
5	Trade Receivables	-	27,03,431	-	27,03,431	-	53,22,981	-	53,22,981
6	Trade Payables	-	-	-	-	-	-	-	-
7	Other Current Liabilities	-	6,55,158	-	6,55,158	-	-	-	-
8	Investments	-	-	-	-	-	-	-	-
9	Loans and Advances	-	-	-	-	-	-	-	-

Disclosure in respect of material transactions during the year:

S.No.	Particulars	FY 2016-17	FY 2015-16
1	Directors Remuneration		
	Sri. A. Sri Nagaveer	42,00,000	6,95,833
	Smt. A. Vasavi	18,00,000	9,00,000
	Sri. A. Sarat Chandra Babu	3,60,000	2,40,000
	Smt. A. Sarada	-	2,25,000
	Smt M Sravanthi from Polar	3,40,000	
2	Directors Sitting Fee		
	Sri. N Naveen	40,000	-
	Sri. R V Radhakrishna	40,000	-
3	Salary		
	Sri. A. Sri Nagaveer	-	8,04,167
	Ms. B. Mahalakshmi	1,86,505	-
	Mrs. Shilpa Kotagiri	2,45,000	-
4	Rent (Expenses)		
	Smt. A. Vasavi	2,88,000	1,80,000
5	Freezer Placing Expenses		
	M/s. Sqaurepeg Distribution Services Private Limited	2,01,250	2,86,250
	M/s. Polar Cube Cold Storage Solutions Private Limited	1,43,750	56,180
6	Transport Charges		
	M/s. Sqaurepeg Distribution Services Private Limited	38,08,000	23,38,500
	M/s. Pearl Translines Private Limited	-	9,38,775
7	Royalty (Expenses)		
	Sri. A. Sri Nagaveer	2,40,000	2,40,000
8	Rent (Income)		
	M/s. Sqaurepeg Distribution Services Private Limited	95,44,823	85,49,777
9	Sales		
	M/s. Sri Sai Agencies (Prop. A Sri Nagaveer)	16,52,235	18,11,099

Note: 1. Related Party relationships as given above is as identified by the Company and relied upon by the Auditors.
2. Amounts mentioned above inclusive of applicable taxes.
3. Previous years data provided based on the status in current year.

33 Note: Earnings Per Share

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
33	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (INR)	1,07,77,910	1,57,18,756
	Profit before Exceptional, Extraordinary Items & Prior-period;	1,07,77,910	89,05,391
	No of Equity shares	41,16,775	34,44,775
	Face value per share (INR)	10.00	10.00
	Weighted average No of Equity shares	35,03,690	30,36,642
	EPS before Exceptional, Extraordinary Items & Prior-period;		
	Basic Earnings per share (INR)	3.08	2.93
	Diluted Earnings per share (INR)	3.08	2.93
	EPS after Exceptional, Extraordinary Items & Prior-period;		
	Basic Earnings per share (INR)	3.08	5.18
	Diluted Earnings per share (INR)	3.08	5.18

The Calculation of Earnings Per Share (EPS) as disclosed in the Profit and Loss Account has been made in accordance with Accounting Standard (AS - 20) on Earnings Per Share issued by the Institute of Chartered Accountants of India.

34 Note: Earnings in foreign currency

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
34	Export of Goods calculated on FOB basis	-	-

35 Note: Expenditure in foreign currency

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
		-	-

36 Note: Tax Expense

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
36	The Tax Expenses for the year comprises of;		
	Income Tax	37,89,435	34,60,098
	Current Year	31,36,025	37,41,124
	Less : MAT Credit	(2,47,028)	(34,06,460)
	Previous Year	49,262	5,40,318
	Deferred Tax	8,01,914	25,85,116

37 Note: Obligations towards operating leases

The company has entered into operating lease arrangements for its premises at various locations.

S. No.	Particulars	As at 31.03.2017 Amount in ₹	As at 31.03.2016 Amount in ₹
37	Future minimum lease payments not later than one year	26,62,686	22,15,120
	later than one year and not later than five years	39,37,560	40,99,734
	later than five years	28,51,200	32,07,600
	The future minimum lease rental obligation under non-cancellable operating leases in respect of these assets is on account of lock-in period and notice period in some of the lease agreements entered by the company for operating of offices:		
	operating of offices:		
	On account of Lock-in Period	-	-
	On account of Notice Period	-	-
	Lease payments recognized in the Statement of Profit and Loss	36,24,717	26,58,360
	Sublease payments received / receivable recognized in the Statement of Profit and Loss	5,83,181	2,10,000

38 Note: Working Capital Loan / Term Loan/ Vehicle Loans:**Working Capital Loan from Andhra Bank:****Cash Credit Limits:****Rate of Interest:**

Cash Credit from Andhra Bank: Interest at the rate of 2.25% margin above the base rate which is presently 9.75% P.A. Present effective rate 12.00% P.A.

Margin:

25% on Stock & 30% on receivables not older than 90 days Primary Security:

Hypothecation of stock of Raw Material, Consumables, Work in Progress, Finished Goods & Assignment of receivables.

Collateral Security:

- Hypothecation of Plant and Machinery and other fixed assets with value of Rs.151.73 Lakhs after reducing the Vehicles value of Rs.319.45 Lakhs from total Value of Rs.471.18 Lakhs, Standing in the name of M/s Tanvi Foods India Private Limited valued as per ABS on 31.03.2015 (since the company has taken vehicle loans from other banks, the same is excluded from WDV of Fixed Assets).
- Vacant land situated at R.S.No.3571/2008, L.R.S.No.3571/2008, Plot No.980, Near door No.2-94, Tadigadapa Donka Road, Janchaitanya layout, poranki village & Grampanchayat, Penamaluru mandal with appurtenant site of 209.00 Sq. yards or 174.81 sq.mts. standing in the name of Tamma Reddy Venkataratnam, Valued at 31.35 Lakhs as per valuation dt.08.01.2016.
- Vacant House site situated at R S No.302 to 310, 320, 321, 322, 324 to 361, 363 to 365, 384, 385, 387 to 391, 399 Plot No.295 LIG Nallagandla, HUDA Residential complex, Nallagandla Village, Serilingampalli, GHML & Mandal, Randa Reddy District, Telangana with an extent of 331.89 sq.yds standing in the name of Adusumilli Vasavi, Valued at 83.00 Lakhs dt.08.01.2016

- d) Residential Flat (Two Bed Room) situated at R S No.8, MW No.30, Asst. No.263992, Flat No.PH-5, 4th Floor, Kakathiya Appartments, No.5 Bus route, Ashok Nagar, Ramachandra Nagar Patamata, Vijayawada, Krishna District, with an extent of 1526.00 Sq. Yards or 1276.39 Sq. Mts. standing in the name of Adusumilli Vasavi, Valued at 46.72 Lakhs dt.08.01.2016
- e) Vacant site and GI Sheet shed under construction situated at R S No.262/1, 263, 273/3B, L P No.33/2013 Plot No.151, 152, Back side of Airport area, Kesarapalli Village, Gannavaram Mandal, Krishna District, with an appurtenant site of 721.00 Sq.Yards of 603.06 Sq. Mts. standing in the name of Ausumilli Vasavi, Valued at 121.50 Lakhs dt.08.01.2016
- d) Flat No. S-4, with a plinth area of 744 Sft, 2nd Floor, Sai Kakatiya Appartments, Ramachandra Nagar, Ashok Nagar, Vijayawada, standing in the name of Adusumilli Sarath Chandra Babu, Valued at 30.76 Lakhs dt.16.06.2014
- e) Residential House Falt No.171, Measuring 200 Sq. Yards situated at Road No.278/3, Kesarapalli Village, Gannavaram Mandal, Krishan District, Vijayawada, Krishna District, standing in the name of Adusumilli Sri Nagaveer, Valued at 24.00 Lakhs dt.12.12.2015

Personal Guarantee of

1. Sri. A. Sri Nagaveer, Director, S/o. A. Sarath Chandra Babu
2. Smt. A. Vasavi, Director, W/o. Sri A. Sri Nagaveer
3. Sri. A. Sarath Chandra Babu, Director, S/o. Sri A. Thirumala Rao
4. Smt. A. Sarada, Director, W/o. Sri A. Sarat Chandra Babu
5. Sri. T. Venkata Ratnam, S/o. Sri. T. Seetaramayya

Terms of Repayment:

Working Capital Loans repayable on demand.

Term Loan from Andhra Bank:

Rate of Interest:

Term Loan from Andhra Bank: Interest at the rate of 3.00% margin above the base rate which is presently 9.75% P.A. Present effective rate 12.75% P.A.

Purpose of Loan: To meet cost of Civil Works and cost of acquisition of machinery / equipment estimated at a cost of Rs.164.00 Lakhs

Primary Security:

Hypothication of all the equipment procured and fixed assets acquired from the term loan.

Terms of Repayment:

This Term Loan repayable in 24 Quarterly installments of Rs.5,12,500/- each, Commencing from September, 2014 Status as on 31.03.2017: Balance No. of Installments - 13

Vehicle Loans from Banks:

Rate of Interest:

- 1 Axis Bank Vehicle Loan-ISUZU DMAAX_1: @ 13.00% per annum
- 2 Axis Bank Vehicle Loan-ISUZU DMAAX_2: @ 13.00% per annum
- 3 Axis Bank Vehicle Loan-ISUZU DMAAX_3: @ 13.00% per annum
- 4 Axis Bank Vehicle Loan-ISUZU DMAAX_4: @ 13.00% per annum
- 5 Axis Bank Vehicle Loan-ISUZU DMAAX_5: @ 13.00% per annum
- 6 Axis Bank Vehicle Loan-ISUZU DMAAX_6: @ 13.00% per annum

7	Axis Bank Vehicle Loan-Honda Zazz: @ 9.90% per annum
8	Axis Bank Vehicle Loan-ISUZU DMAAX_7: @ 13.10% per annum
9	Axis Bank Vehicle Loan-ISUZU DMAAX_8: @ 13.10% per annum
10	Axis Bank Vehicle Loan-Ashok Leyland Dost_1: @ 13.80% per annum
11	Axis Bank Vehicle Loan-Ashok Leyland Dost_2: @ 13.80% per annum
12	HDFC Bank Vehicle Loan-TATA 2518 Body_1: @ 11.00% per annum
13	HDFC Bank Vehicle Loan-TATA 2518 Body_2: @ 11.00% per annum
14	HDFC Bank Vehicle Loan-TATA 2518 Vehicle_1: @ 11.00% per annum
15	HDFC Bank Vehicle Loan-TATA 407 SFC Vehicle_1: @ 11.00% per annum
16	HDFC Bank Vehicle Loan-TATA 2518 Vehicle_2: @ 11.00% per annum
17	ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle_3: @ 12.01 % per annum
18	ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle_4: @ 12.01 % per annum
19	Kotak Mahindra Bank Vehicle Loan-TATA 1109 Vehicle_1: @ 11.97% per annum
20	Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Body_1: @ 11.59% per annum
21	Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Vehicle_1: @ 11.97% per annum
22	Kotak Mahindra Prime Vehicle Loan-Skoda Car: @ 20.16% per annum
23	Kotak Mahindra Prime Vehicle Loan-Honda Mobilio Car: @ 20.16% per annum
24	Kotak Mahindra Bank Vehicle Loan-TATA 1109 Body _1: @ 11.59% per annum
25	TATA Capital F S L Vehcile Loan-TATA 2518 Body_3: @ 12.93% per annum
26	TATA Capital F S L Vehcile Loan-TATA 2518 Body_4: @ 12.73% per annum
27	TATA Capital F S L Vehcile Loan-TATA 2518 Body_5: @ 12.50% per annum
28	TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle_5: @ 12.40% per annum
29	TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle_6: @ 12.40% per annum
30	TATA Capital F S L Vehcile Loan-TATA 1109 Vehicle_2: @ 12.97% per annum
31	Axis Bank Vehicle Loan -TATA ACE Vehicle : @ 14.02 % Per annum
32	Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_1 : @ 11.02 % Per annum
33	Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_2 : @ 11.02 % Per annum
34	Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_3 : @ 11.02 % Per annum
35	Axis Bank Vehicle Loan -Eicher Pro 6025 24 FT Vehicle_4 : @ 11.02 % Per annum

Security:

Vehicles loans are secured by hypothecation of vehicles financed by respective banks.

Terms of Repayment:**1 Axis Bank Vehicle Loan-ISUZU DMAAX 1:**

This Loan is repayable in 47 monthly installments of Rs.29,995/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34

- 2 **Axis Bank Vehicle Loan-ISUZU DMAAX 2:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 3 **Axis Bank Vehicle Loan-ISUZU DMAAX 3:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 4 **Axis Bank Vehicle Loan-ISUZU DMAAX 4:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 5 **Axis Bank Vehicle Loan-ISUZU DMAAX 5:**
This Loan is repayable in 47 monthly installments of Rs.31,086/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 6 **Axis Bank Vehicle Loan-ISUZU DMAAX 6:**
This Loan is repayable in 47 monthly installments of Rs.29,995/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -34
- 7 **Axis Bank Vehicle Loan-Honda Zazz :**
This Loan is repayable in 60 monthly installments of Rs.17,128/- each commencing from March, 2016
Status as on 31.03.2017 : Balance No. of Installments -47
- 8 **Axis Bank Vehicle Loan-ISUZU DMAAX 7:**
This Loan is repayable in 47 monthly installments of Rs.30,434/- each commencing from August, 2015
Status as on 31.03.2017 : Balance No. of Installments -27
- 9 **Axis Bank Vehicle Loan-ISUZU DMAAX 8:**
This Loan is repayable in 47 monthly installments of Rs.30,434/- each commencing from August, 2015
Status as on 31.03.2017 : Balance No. of Installments -27
- 10 **Axis Bank Vehicle Loan-Ashok Leyland Dost 1:**
This Loan is repayable in 47 monthly installments of Rs.12,640/- each commencing from April, 2015
Status as on 31.03.2017 : Balance No. of Installments -23
- 11 **Axis Bank Vehicle Loan-Ashok Leyland Dost 2:**
This Loan is repayable in 47 monthly installments of Rs.12,640/- each commencing from April, 2015
Status as on 31.03.2017 : Balance No. of Installments -23
- 12 **HDFC Bank Vehicle Loan-TATA 2518 Body 1:**
This Loan is repayable in 35 monthly installments of Rs.20,120/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -3
- 13 **HDFC Bank Vehicle Loan-TATA 2518 Body 2:**
This Loan is repayable in 35 monthly installments of Rs.20,120/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -3
- 14 **HDFC Bank Vehicle Loan-TATA 2518 Vehicle 1:**
This Loan is repayable in 46 monthly installments of Rs.49,650/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -13

- 15 **HDFC Bank Vehicle Loan-TATA 407 SFC Vehicle 1:**
This Loan is repayable in 47 monthly installments of Rs.21,270/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -14
- 16 **HDFC Bank Vehicle Loan-TATA 2518 Vehicle 2:**
This Loan is repayable in 46 monthly installments of Rs.49,650/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 17 **ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle 3:**
This Loan is repayable in 48 monthly installments of Rs.59,137/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -15
- 18 **ING Vysya Bank Vehicle Loan-TATA 2518 Vehicle 4:**
This Loan is repayable in 48 monthly installments of Rs.59,137/- each commencing from July, 2014
Status as on 31.03.2017 : Balance No. of Installments -15
- 19 **Kotak Mahindra Bank Vehicle Loan-TATA 1109 Vehicle 1:**
This Loan is repayable in 47 monthly installments of Rs.32,360/- each commencing from January, 2014
Status as on 31.03.2017 : Balance No. of Installments -8
- 20 **Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Body_1:**
This Loan is repayable in 47 monthly installments of Rs.10,990/- each commencing from November, 2014
Status as on 31.03.2017 : Balance No. of Installments -18
- 21 **Kotak Mahindra Bank Vehicle Loan-TATA 407 Pickup Vehicle_1:**
This Loan is repayable in 47 monthly installments of Rs.16,740/- each commencing from January, 2014
Status as on 31.03.2017 : Balance No. of Installments -8
- 22 **Kotak Mahindra Prime Vehicle Loan-Skoda Car:**
This Loan is repayable in 12 monthly installments of Rs.1,27,500/-, 12 monthly installments of Rs.75,000/- & 12 monthly installments of 61,000/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18
- 23 **Kotak Mahindra Prime Vehicle Loan-Honda Mobilio Car:**
This Loan is repayable in 12 monthly installments of Rs.76,500/-, 12 monthly installments of Rs.45,000/- & 12 monthly installments of 36,600/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18
- 24 **Kotak Mahindra Bank Vehicle Loan-TATA 1109 Body 1:**
This Loan is repayable in 47 monthly installments of Rs.19,460/- each commencing from November, 2014
Status as on 31.03.2017 : Balance No. of Installments -18
- 25 **TATA Capital F S L Vehcile Loan-TATA 2518 Body 3:**
This Loan is repayable in 35 monthly installments of Rs.31,520/- each commencing from October, 2014
Status as on 31.03.2017 : Balance No. of Installments -5
- 26 **TATA Capital F S L Vehcile Loan-TATA 2518 Body 4:**
This Loan is repayable in 35 monthly installments of Rs.37,610/- each commencing from September, 2014
Status as on 31.03.2017 : Balance No. of Installments -4

- 27 **TATA Capital F S L Vehcile Loan-TATA 2518 Body 5:**
This Loan is repayable in 35 monthly installments of Rs.37,610/- each commencing from September, 2014
Status as on 31.03.2017 : Balance No. of Installments -4
- 28 **TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle 5:**
This Loan is repayable in 45 monthly installments of Rs.52,230/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 29 **TATA Capital F S L Vehcile Loan-TATA 2518 Vehicle 6:**
This Loan is repayable in 45 monthly installments of Rs.52,230/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 30 **TATA Capital F S L Vehcile Loan-TATA 1109 Vehicle 2:**
This Loan is repayable in 45 monthly installments of Rs.34,718/- each commencing from August, 2014
Status as on 31.03.2017 : Balance No. of Installments -13
- 31 **Axis Bank Vehicle Loan TATA ACE Vehicle :**
This Loan is repayable in 35 monthly installments of Rs.13,832/- each commencing from June, 2016
Status as on 31.03.2017 : Balance No. of Installments -25
- 32 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 1**
This Loan is repayable in 47 monthly installments of Rs.86,770/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- 33 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 2**
This Loan is repayable in 47 monthly installments of Rs.86,770/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- 34 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 3**
This Loan is repayable in 47 monthly installments of Rs.84,140/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- 35 **Axis Bank Vehicle Loan Eicher Pro 6025 24FT - 4**
This Loan is repayable in 47 monthly installments of Rs.84,140/- each commencing from October, 2016
Status as on 31.03.2017 : Balance No. of Installments -41
- Unsecured Business Loans from Banks & Financial Institutions:**
- From Banks:**
- 1 **RBL Bank Limited**
Rate of Interest: @ 17.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 37 monthly installments of Rs. 1,28,297/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- From Financial Institutions:**
- 2 **Bajaj Finserv Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs.97,994/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18

- 3 Bajaj Finserv Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs.75,295/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -31
- 4 Capital First Limited**
Rate of Interest: @ 19.25% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 1,48,602/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -18
- 5 Capital First Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 1,66,092/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- 6 Edelweiss Retail Finance Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 61 monthly installments of Rs. 78,508/- each commencing from October, 2015
Status as on 31.03.2017 : Balance No. of Installments -43
- 7 Fullerton India Credit Company Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 37 monthly installments of Rs. 1,11,224/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -32
- 8 HDB Financial Services Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 73,312/- each commencing from November, 2016
Status as on 31.03.2017 : Balance No. of Installments -31
- 9 Religare Finevest Limited**
Rate of Interest: @ 18.30% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 monthly installments of Rs. 111,619/- each commencing from November, 2015
Status as on 31.03.2017 : Balance No. of Installments -19
- 10 Religare Finevest Limited**
Rate of Interest: @ 19.30% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 36 monthly installments of Rs. 86,195/- each commencing from February, 2015

Status as on 31.03.2017 : Balance No. of Installments -10

11 Shriram City Union Finance Limited

Rate of Interest: @ 21.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 24 monthly installments of Rs. 1,52,688/- each commencing from December, 2016

Status as on 31.03.2017 : Balance No. of Installments -20

12 Tata Capital Financial Services Limited

Rate of Interest: @ 13.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 23 monthly installments of Rs. 20,740/- each commencing from November, 2016

Status as on 31.03.2017 : Balance No. of Installments -18

13 Tata Capital Financial Services Limited

Rate of Interest: @ 13.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 23 monthly installments of Rs. 29,630/- each commencing from November, 2016

Status as on 31.03.2017 : Balance No. of Installments -18

14 Tata Capital Financial Services Limited

Rate of Interest: @ 13.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 23 monthly installments of Rs. 29,630/- each commencing from November, 2016

Status as on 31.03.2017 : Balance No. of Installments -18

15 Tata Capital Financial Services Limited

Rate of Interest: @ 19.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 24 monthly installments of Rs. 1,77,690/- each commencing from December, 2016

Status as on 31.03.2017 : Balance No. of Installments -20

16 India Infoline Housing Finance Limited

Rate of Interest: @ 22.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 36 monthly installments of Rs. 29,630/- each commencing from December, 2016

Status as on 31.03.2017 : Balance No. of Installments -32

17 Dewan Housing Finance Corporation Limited

Rate of Interest: @ 19.00% per annum

Security : Unsecured Loan

Terms of Repayment :

This Loan is repayable in 24 monthly installments of Rs. 1,26,758/- each commencing from December, 2016

Status as on 31.03.2017 : Balance No. of Installments -20

- 18 Magma Financial Corporation Limited**
Rate of Interest: @ 19.50% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 24 monthly installments of Rs. 1,78,595/- each commencing from December, 2016
Status as on 31.03.2017 : Balance No. of Installments -20
- 19 Neo Growth Credit Private Limited**
Rate of Interest: @ 34.19% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 420 daily installments of Rs. 11,524/- each commencing from 04 November, 2016
Status as on 31.03.2017 : Balance No. of Installments - 272
- 20 United Petro Finance Limited**
Rate of Interest: @ 32.60% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 51 weekly installments of Rs. 69,118/- each commencing from 01 December, 2016
Status as on 31.03.2017 : Balance No. of Installments - 34
- 21 Aditya Birla Finance Limited**
Rate of Interest: @ 19.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable in 36 Monthly installment of Rs. 1,83,281/- each commencing from March, 2017
Status as on 31.03.2017 : Balance No. of Installments -35
- 22 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 29.04.2017 installment of Rs. 81,900/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 23 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 29.04.2017 installment of Rs. 81,900/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 24 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 29.04.2017 installment of Rs. 1,43,325/-
Status as on 31.03.2017 : Balance No. of Installments -1
- 25 Zen Lefin Private Limited (Capital Float)**
Rate of Interest: @ 16.00% per annum
Security : Unsecured Loan
Terms of Repayment :
This Loan is repayable on 29.04.2017 installment of Rs. 5,11,875/-
Status as on 31.03.2017 : Balance No. of Installments -1

- 26 Zen Lefin Private Limited (Capital Float)**
 Rate of Interest: @ 16.00% per annum
 Security : Unsecured Loan
 Terms of Repayment :
 This Loan is repayable on 01.05.2017 installment of Rs. 5,11,875/-
 Status as on 31.03.2017 : Balance No. of Installments -1
- 27 Zen Lefin Private Limited (Capital Float)**
 Rate of Interest: @ 16.00% per annum
 Security : Unsecured Loan
 Terms of Repayment :
 This Loan is repayable on 01.05.2017 installment of Rs. 5,11,875/-
 Status as on 31.03.2017 : Balance No. of Installments -1
- 28 Zen Lefin Private Limited (Capital Float)**
 Rate of Interest: @ 16.00% per annum
 Security : Unsecured Loan
 Terms of Repayment :
 This Loan is repayable on 01.05.2017 installment of Rs. 5,11,875/-
 Status as on 31.03.2017 : Balance No. of Installments -1
- 29 Zen Lefin Private Limited (Capital Float)**
 Rate of Interest: @ 16.00% per annum
 Security : Unsecured Loan
 Terms of Repayment :
 This Loan is repayable on 29.04.2017 installment of Rs. 2,00,625.92/-
 Status as on 31.03.2017 : Balance No. of Installments -1

Disclosure relating to borrowings of Subsidiary companies :

A Inrelation to Squarepeg Distribution Services Private Limited:

It has availed the Working Capital Loan from “Andhra Bank (Labbipet Branch)” against the Hypothication of Receivables as a primary security and margin of 33.33% on the colleteral security at the Interest rate of “(Base Rate + 3.25%) P.A with monthly rests with the Tenure of One Year and the next Renewal date is on 1-Jul-2016.

Colleteral Security Offered :

Residential Vacant site of Mrs. Adusumilli Vasavi W/o Mr. Adusumilli Nagaveer Admeasuring 365 Sq Yds in Plot no. 95 RS No. 263, Sai Priya Constructions Layout approve by VUDA at Kesarapalli Village, Gannavaram Mandal, Krishna Distt. and Value of the Colleteral Security offered is 36.5 Lacs as on the date of Valuation (i.e on15.01.2015).

Guarantors :

1. Mr. Adusumilli Nagaveer
1. Mrs. Adusumilli Vasavi

39 Note: Contingent Liabilities:

Sl. No.	Name of the Statute	Nature of Dues	Disputed Amount	Period	Forum, where the dispute is pending	Amount deposited towards disputed demand amount	Remarks
1	Income Tax Act, 1961	Income Tax	23,35,802	2012-13	The Commissioner of Income Tax (Appeals)	10,00,000	Rs.5 lakhs paid on 17.06.2016
2	Income Tax Act, 1961	Interest on Income Tax	11,69,502	2012-13			Rs.5 lakhs paid on 02.08.2016
3	Income Tax Act, 1961	Penalty		2012-13	ITO, Ward 2(4), Hyderabad		Penalty proceedings initiated u/s 271 (1) (C) but the issue is stand before The commissioner of Income Tax (Appeals). Hence amount cannot be quantified.
4	Income Tax Act, 1961	Income Tax	55,59,345	2013-14			
5	Income Tax Act, 1961	Interest on Income Tax	22,94,758	2013-14	The Commissioner of Income Tax (Appeals)	11,78,115	Rs.11.78 lakhs paid on 08.03.2017
6	Income Tax Act, 1961	Penalty		2013-14	ITO, Ward 2(4), Hyderabad		Penalty proceedings initiated u/s 271 (1) (C) but the issue is stand before The commissioner of Income Tax (Appeals). Hence amount cannot be quantified.
7	Income Tax Act, 1961	Income Tax	86,83,374	2014-15			Assessment Order issued u/s 143(3) of the Income Tax Act, dated 17.04.2017. Assessment not yet completed.
8	Income Tax Act, 1961	Interest on Income Tax	25,67,196	2014-15	ITO, Ward 2(4), HYDERABAD		

Note : 40 Retirement Benefits :

The Gratuity liability is recognised in the books of accounts based on Actuarial Valuation in accordance with the Revised AS-15.

The Process and Assumptions taken for the purpose calculation of Gratuity is as follows :

Particulars	As at 31.03.2017 Amount In ₹	As at 31.03.2016 Amount In ₹
Opening defined benefit obligation	1,41,793	75,819
Interest cost	11,343	6,066
Current services cost	1,15,276	48,495
Benefits paid	-	-
Actuarial (gains)/losses on obligation	6,04,029	11,413
Closing defined benefit obligation	8,72,441	1,41,793
Assumptions :		
Date of Valuation	31.03.2017	31.03.2016
Retirement age	60 years	60 years
Future Salary Rise	7.20%	6.70%
Rate of Discounting	0.08	8.00%
Attrition Rate	0.05	14.00%
Mortality Table	LIC (2006-08)	LIC (2006-08)
Av Balance Services	24.95 Years	23.96 Years
GRATUITY LIABILITY		
Short Term Liability	-	-
Long Term Liability	8,72,441	1,41,793
TOTAL NET LIABILITY	8,72,441	1,41,793

Particulars	As at 31.03.2016 Amount in Rs.	As at 31.03.2015 Amount in Rs.
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Note : 41 Capital Commitments

- | | | | |
|-----|--|----------|----------|
| (a) | Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) | 6,77,965 | 6,02,413 |
| (b) | Uncalled liability on shares and other investments partly paid | | - |
| (c) | Other commitments (specify nature) | | - |
- 42 a) Sri Nagaveer Adusumilli, holds 5 Equity Shares in Polarcube Cold Storage Solutions (P) Ltd., Wholly Owned Subsidiary, in compliance of Sec.3 of Companies Act, 2013 and the beneficial ownership lies with the company.
- b) Sri Nagaveer Adusumilli, holds 5 Equity Shares in Squarepeg Distribution Services (P) Ltd., Wholly Owned Subsidiary, in compliance of Sec.3 of Companies Act, 2013 and the beneficial ownership lies with the company.

43 Specified Bank Notes Disclosure (SBNs) :

In accordance with the MCA Notification G.S.R 308E dated 30th March 2017 details of Specified Bank Notes (SBNs) and Other Denomination Notes (ODNs) held and transacted during the period from 08th Novemeber 2016 to 30th December 2016

Particulars	SBNs*	ODNs	Total
Closing Cash in hand as on 08.11.2016	15,19,500	8,06,828	23,26,328
(+) Permitted Receipts	-	3,38,86,887	3,38,86,887
(-) Permitted Payments	33,500	3,16,36,551	3,16,70,051
(-) Amount deposited in Banks	14,86,000	10,92,200	25,78,200
Closing Cash in hand as on 30.12.2016	-	19,64,964	19,64,964

44. In the opinion of the Board, current assets, loans and advances are stated at a value, which could be realized in the ordinary course of business. The provision for all known liabilities made is adequate and not in excess of the amount reasonably necessary.
45. Some of the balances in Sundry Debtors, Sundry Creditors, Advances and Deposits are subject to confirmation, reconciliations and adjustments, if any, which in the opinion of the management will not be significant.
46. The company has filed Revised Income Tax Returns pertaining to FY 2013-14 and FY 2014-15 claiming Exemption 80IB (11A) of Income Tax Act, 1961 and for FY 2012-13, submitted during the Assessment. During the Assessment for FY 2012-13, AO not considered the 80IB (11A) claim, hence company filed Appeal before CIT, Appeals.

During the Assessment for FY 2012-13, AO not considered the 80IB (11A) claim, hence company filed Appeal before CIT, Appeals.

The details of MAT Credit Entitlement and IT Refund Due are as follows;

Financial Year	MAT Credit Entitlement	IT Refund Due
FY 2012-13	11,52,164	8,88,934
FY 2013-14	5,03,719	3,68,242
FY 2014-15	19,88,858	2,61,673
	36,44,741	15,18,849

However, these were not credited to Profit & Loss Statement on prudent basis.

- 47 These financial statements have been prepared in the format prescribed by the Schedule III to the Companies Act, 2013.
- 48 The figures of the previous year are re-grouped / re-classified wherever necessary to make them comparable with that of the current year.
- 49 The figures pertaining to Subsidiary company have been re-grouped / re-classified wherever consolidated necessary to make them in line with the holding company's financial statements.

As per my report of even date.

For GV & Co.,

Chartered Accountants

Sd/-

Grandhi Vittal

Proprietor

Member Ship No.206462

Firm Regn No. 012875S

Place : Hyderabad

Date : 30.05.2017

For and on behalf of the Board of Directors

Sd/-

Adusumilli Sri Nagaveer

Managing Director

(DIN:02589830)

Sd/-

Banda Mahalakshmi

Chief Financial Officer

Sd/-

Adusumilli Vasavi

Executive Director

(DIN: 02096695)

Sd/-

Shilpa Kotagiri

Company Sceretary

TANVI FOODS (INDIA) LIMITED

(CIN: U15433TG2007PLC053406)

Registered Office: Door No.7-2-4/D, Old Canteen Building Sanathnagar Industrial Estate,

Opp: SBH, Sanathnagar Hyderabad -500018

ATTENDANCE SLIP FOR ANNUAL GENERAL MEETING

(to be surrendered at the venue of the meeting)

I certify that I am a registered shareholder/proxy/representative for the registered shareholder(s) of Tanvi Foods (INDIA) Limited.

I hereby record my presence at the Tenth Annual General Meeting of the shareholders of Tanvi Foods (INDIA) Limited held on Thursday, 28th September, 2017 at 11.00 A.M.at Door No.7-2-4/D, Old Canteen Building, Sanathnagar Industrial Estate, OPP: SBH, Sanathnagar, Hyderabad -500018.

Reg. Folio No. / Client ID	
DP ID	
No. of Shares	

Name & Address of Member

--

Signature of Shareholder/Proxy/Representative
(Please Specify)

**TANVI FOODS (INDIA) LIMITED
(CIN: U15433TG2007PLC053406)**

Registered Office: Door No.7-2-4/D, Old Canteen Building, Sanathnagar Industrial Estate,
Opp: SBH, Sanathnagar, Hyderabad -500018

Form No. MGT-11

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	U15433TG2007PLC053406
Name of the company	TANVI FOODS (INDIA) LIMITED
Registered office	Door No.7-2-4/D, Old Canteen Building Sanathnagar Industrial Estate, Opp: SBH, Sanathnagar Hyderabad -500018
Name of the member(s)	
Registered Address	
Email Id	
Folio No / Client ID	DP ID :

Name of the Member(s): _____

Registered address: _____

E-mail Id : _____

Folio No./ DP ID No /Client ID No: _____

I/We, being the member(s) of _____ Shares of Tanvi Foods (India) Limited, here by appoint:

1. Name:: _____ E-mail Id: _____
Address: _____
Signature: _____
Or failing him

2. Name:: _____ E-mail Id: _____
Address: _____
Signature: _____
Or failing him

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 10th Annual General Meeting of the Company to be held on Thursday, 28th September, 2017 at 11.00 A.M. at Door No.7-2-4/D, Old Canteen Building, Sanathnagar Industrial Estate, OPP: SBH, Sanathnagar, Hyderabad -500018 and at any adjournment thereof in respect of such resolutions as are indicated below:

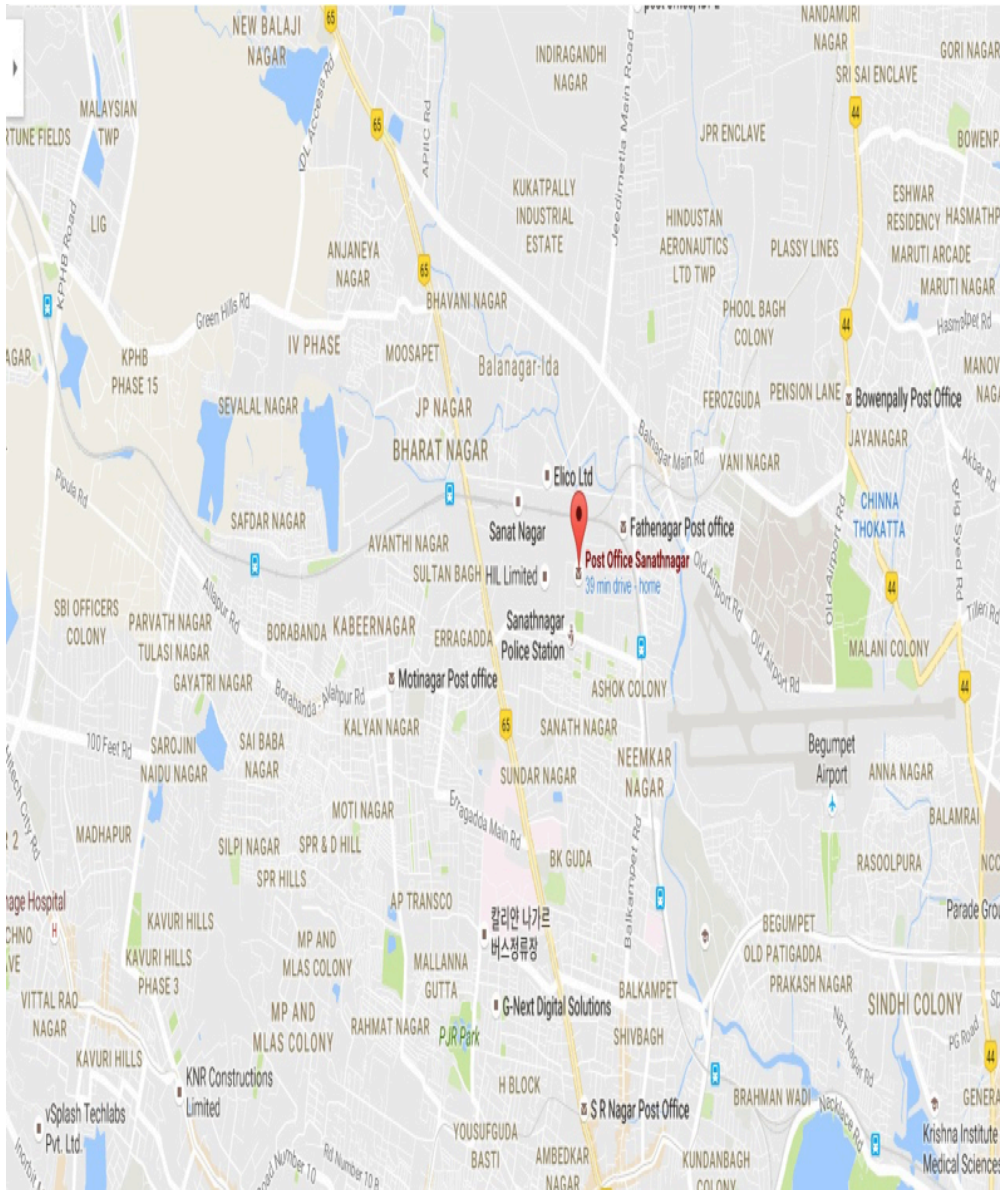
Ordinary Business		FOR	AGAINST
1.	To receive, consider and adopt the audited Standalone Financial Statement of the Company for the Financial Year ended March 31, 2017 and the Reports of the Board of Directors and Auditors thereon.		
2.	To receive, consider and adopt the audited Consolidated Financial Statement of the Company for the Financial Year ended March 31, 2017 and the Report of Auditors thereon.		
3.	To appoint a Director in place of Mr.A Sarat Chandra Babu, who retires by rotation and being eligible offers himself for re-appointment.		
4.	To ratify the appointment of the Statutory Auditors and to fix their remuneration.		

Signed this..... day of..... 2017

Signature of shareholder: _____

Signature of Proxy holder(s): _____

Affix Revenue Stamp



If undelivered please return to:

Tanvi Foods (INDIA) Limited

Registered Office : Door No.7-2-4/D,
Old Canteen Building, Sanathnagar,
Industrial Estate, Opp:SBH, Sanathnagar,
Hyderabad-500018