

On letter head of the company



3rd September, 2019

Asst. General Manager (Corporate Services)
BSE Limited
25th Floor, P.J.Towers
Dalal Street, Mumbai - 400001
Phone : 022-22721233-34

Company Code -519285

Dear Sir/Madam,

Sub.: 29th Annual Report of the Company asper SEBI (Listing, Obligation and Disclosure Requirements) Regulations,2015.

In compliance with Regulation 34(1) of the SEBI (Listing, Obligation and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the 29th Annual Report of the Company for the financial year ended 31st March, 2019. The same shall also be available at the Company's website at <http://taraifoods.com/Annual-Reports.php>.

This is for your information and records.

Thanking You

Yours faithfully,

For **TARAI FOODS LIMITED,**

**(ArtiVerma)
COMPLIANCE OFFICER**

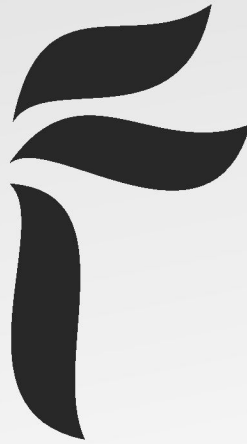
Encl.: Annual Report

Regd. Office :
13, Hanuman Road,
Connaught Place,
New Delhi-110001
Tel.: 011-41018839
E-mail : taraifoods@gmail.com

Head Office and Plant :
Sandhu Farms
P.O. Box No. 18
Rudrapur-263 153
Distt. Udham Singh Nagar
Uttarakhand
Tel.: (05944) 244304/7
E-mail : taraifoods.rdr@gmail.com

CIN No. : L15142DL 1990 PLC 039291
Website : www.taraifoods.com

TARAI FOODS LIMITED



Tarai

**29TH
ANNUAL REPORT
2018 - 2019**

TARAI FOODS LIMITED

Board of Directors
Mr. Gurprit Singh Sandhu (Managing Director)
Mrs. Kiran Sandhu (Director)
Dr. R. P. Singh (Executive whole time Director)
Mr. Lilanshu Arora (Director)
Mr. Ashwinin Kumar Pandey (Director)
Mr. Hakam Singh (Director)

Audit Committee, Nomination & Remuneration Committee
Stakeholder Relationship Committee
Mrs. Kiran Sandhu
Mr. Ashwinin Kumar Pandey
Mr. Hakam Singh
Mr. Ganesh Kumar

Auditors
Sunil Vashisht & Co.
R-8, South Extension
Part-2, New Delhi-110049

Bankers
Axis Bank Ltd.
B-6, Lajpat Nagar-II,
New Delhi-110024

Regd. Office
13, Hanuman Road,
Connaught Place
New Delhi-110001
Tel. : 011-41018839

Head Office :
Village Fazilpur Meharola
Rudrapur
Distt. Udham Singh Nagar,
Uttarakhand

Share Transfer Agent
Beetal Financial & Computer Services (P) Ltd.
99, Madangir, Beetal House
Behind Local Shopping Centre
Near Dada Harsukhdas Mandir
New Delhi-110062
Tel. : 29961281/2

ISIN No. INE906C01016

CIN No. L15142DL1990PLC039291

Email : taraifoods@gmail.com

Website : www.taraifoods.com

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Tarai Foods Limited

13 Hanuman Road, Connaught Place, New Delhi-110001 | Tel.: 011-41018839
E-mail : grvnnces.tfl@gmail.com | website : www.taraifoods.com | CIN NO.: L15142DL 1990 PLC 039291

BOARD'S REPORT

Dear Members,

Your Directors have pleasure in presenting the 29th Annual Report, together with the audited statement of accounts of the Company for the year ended 31st March, 2019.

1. Statement of Company Affairs:

a. Financial Results & Performance:

The performance of the Company for the financial year ended 31st March, 2019 is summarized below:

Particulars	Financial Year ended 31 st March, 2019 (Rs. In Lacs)	Financial Year ended 31 st March, 2018 (Rs. In Lacs)
Gross Revenue	249.0	214.7
Less: Total Expenditure	(262.3)	(235.5)
Profit/(Loss) before Exceptional/ Extraordinary Items and Tax	(13.3)	(20.8)
-Exceptional Items	0.1	7.06
-Extraordinary Items	2874.1	-
-Profit/(Loss) before tax	2860.9	(13.7)
Tax Expenses	-	-
Profit/(Loss) for the period	2860.9	(13.7)
Other Comprehensive Income	0.8	.6
Total Comprehensive Income for the Period	2861.7	(13.1)

The Company was in its twenty Ninth year of operations. During the year under review, the Gross revenue increased to Rs. 249.0 Lacs as compared to Rs. 214.7 Lacs in the previous year. Further, the Company earned net Profit (after Tax) of Rs. 2861.7 lacs as compared to a loss of Rs. 13.1 lacs during the Previous Year. The company focused its attention only on production and sale of fresh Mushrooms and the directors are hopeful of better performance in the next year.

Adoption of Indian Accounting Standards ("IND AS")

The Company has adopted Indian Accounting Standards ("Ind AS") and accordingly these financial statements have been prepared in accordance with the same as required under section 133 of the Companies Act, 2013 read with rules made there under. The date of transition to Ind AS is 1st April, 2017. The impact of transition has been accounted for in the opening reserves and the comparative period figures have been reinstated accordingly.

Transfer to Reserves:

The company has not transferred any amount to General Reserve of the Company during the financial year under review. The Company has created a capital reserve of Rs. 79.25 lacs during the year under review.

Dividend:

To conserve the resources of the Company, no dividend is recommended on the equity shares of the Company for the year ended 31st March, 2019.

Material changes and commitments affecting the financial position of the Company which have occurred between the end of Financial Year of the Company to which the Financial Statements relate and the date of the report:

There were no material changes affecting the Financial Position of the company which occurred between the end of the financial year till the date of the board report.

MANAGEMENT DISCUSSION & ANALYSIS REPORT, REVIEW OF OPERATIONS DURING THE YEAR & FUTURE PLANS

(i) Industry structure and developments.

The global frozen foods market is in a state of moderate, yet constant expansion. Frozen foods are high on the convenience quotient, and hence the adoption of frozen foods will continue to be observed in areas where urbanization is gathering pace. The market research report on the global frozen food market takes a granular look at the many influencing factors that are steering the growth. The report is a result of qualitative and quantitative research techniques that aim to drill down to the exact factors that are driving growth and creating new opportunities for growth.

The Company operates in a single segment. The product wise performance is as under:

Processed Foods

• **Fresh Mushrooms**

• **Frozen Sweet Corn**

• **Mushroom Spawn**

	Product-wise performance			
	Sale of Finished Goods			
Description	Current Year 2018-19		Previous Year 2017-18	
	Qty. (in MTs)	Value (in Rs. In lacs)	Qty. (in MTs)	Value (in Rs. In Lacs)
Fresh Mushrooms	186.16	230	170.57	193.87
<i>Mushroom Spawn</i>	4.26	5.56	5.94	7.44
<i>Compost for Mushroom</i>	57.56	3.75	87.57	2.92

The company has completely diversified in Mushroom growing in artificially controlled temperature setting. It has been successful in creating capacities of ½ ton a day for Mushroom and is hopeful of expanding it to 1 ton a day in near future.

(iv) Outlook:

Food Industry is of enormous significance for India's development because of the vital linkages and synergies that it promotes between the two pillars of the economy, namely Industry and Agriculture. The growth potential of this sector is enormous and it is expected that the food production will double in the next 5 years and the consumption of value added food products will also grow at a fast pace. This growth of the Food Processing Industry will be of immense benefits to the economy, raising agricultural yields, meeting productivity, creating employment and raising the standard of very large number of people throughout the Country, specially, in the rural areas. Economic liberalization and rising consumer prosperity is opening up new opportunities for diversification in food processing sector.

The nature of the Indian food processing market and the experiences of successful Indian and MNC players indicate that this sector will grow substantially in future because of the following reasons:

1. Effective distribution network and supply chain
2. Product range that is customized to suit local market requirements.
3. Superior processing technology
4. Brand building and marketing

Management is consistently keeping close watch on the changing market scenario and the business strategy is reviewed regularly for achieving a consistent growth by meeting the tough international competition successfully.

(v) Risks and concerns:

Every business has inherent risks involved in its operations, which may be either external or internal. The external factors are market competition, availability of cheaper substitute products, Government policies regarding power tariffs and ongoing political and economic changes in the importing Country. The Company may not have much control over such factors; however it is important to address these risks & concerns to mitigate their overall impact on the business. Formal risk assessment and Management approach along with the regular monitoring mechanism in the Company ensures that these risks are duly addressed and well managed. High focus on safety of plant, its premises and people continuity and proactive Management of related business environment are essential for the risk management in the overall supply chain and business in general.

(vi) Internal control systems and their adequacy.

The Company has an adequate system of internal controls to ensure that all activities are monitored and controlled as well as transactions are authorized, recorded and reported correctly. The Company ensures adherence to all internal control policies and procedures as well as compliance with all regulatory guidelines, which are supplemented by internal audit regularly.

The Audit Committee of the Board meets on quarterly basis and reviews the internal control systems as well as financial statements.

(vii) Discussion on financial performance with respect to operational performance:

The Company has diversified its operations into Mushroom growing in artificially controlled temperature setting.

(viii) Material developments in Human Resources / Industrial Relations front, including number of people employed

The Company lays due emphasis on sound Human Resource Management practices and appraisal systems with focus on cordial employee relations to ensure higher level of productivity and operational efficiency. Adequate efforts have been made to strengthen and develop its human resources as a key strength through continuous training inputs and focused development plan. As on 31st March 2019, the total numbers of permanent employees in the Company were 13.

The belief that 'great people create great organizations' has been at the core of the Company's approach to its people. We continued to make significant investments for training in the areas of marketing excellence, customer service and building capabilities for organized retail trade.

(ix) Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations therefor:

The company was continuously approaching the Financial Institution and Bank for One Time Settlement of the loan account, both the financial institution and bank have approved the OTS scheme during the year and the loan accounts have been settled and paid except for the last instalment of Rs. 25 Lakhs. Due to this there was a significant change in the financial ratios in the current financial year as

under:

Particular	FY 2018-19	FY 2017-18
Debt Equity Ratio	(270.98)	(106.58)
Asset Proprietary Ratio	(28.79)	(797.24)

- (x) Details of any change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation thereof:

Since the company settled its long terms dues in the current financial year, financial costs related to such borrowings were written back to the extent they were unpaid, hence it amounted to a substantial increase in the income during the year and resultantly, there was a substantial change in the Return on Net Worth.

- (xi) COMPLIANCE WITH SECRETARIAL STANDARDS

The Company confirms compliance with the applicable requirements of Secretarial Standards 1 and 2 prescribed by the Institute of Company Secretaries of India (ICSI).

a. **Key Changes during the year:**

1. **Changes in the Nature of business:** NIL

2. **Changes during the year in Directors and KMP:**

- a. Mr. Ashwini Kumar Pandey (DIN: 08198711) was appointed as an Additional Director in capacity on Independent Director w.e.f. 14th August, 2018 to hold office for a period of 5 year upto 13th August, 2023.
- b. Mr. Melvinder Singh Grewal (DIN: 06525633) resigned from the directorship of the Company with effect from 14th August, 2018.
- c. Mr. Hakam Singh Saini (DIN: 06786586) was re-appointment as an Independent Director to hold office for a period of 5 Year w.e.f. 01st April, 2019. Further Mr. Hakam Singh (DIN: 06786586) resigned from the Directorship of the Company w.e.f. 14th August, 2019.
- d. Mr. Lilanshu Arora (DIN: 07187329) was appointed as an Additional Director in Capacity on Independent Director to hold office for a period of 5 Year w.e.f. 1st April, 2019.
- e. Mr. Ganesh Kumar (DIN: 07722602) resigned from the directorship of the Company w.e.f. 30th March, 2019. Further Mr. Ganesh Kumar (DIN: 07722602) was appointed as an Additional Director in Capacity on Independent Director to hold office for a Period of 5 years w.e.f. 14th August, 2019.
- f. Ms. Arti Verma was appointed as the Company Secretary of the Company w.e.f. 10th January, 2019 as a whole time Key managerial Personnel of the Company.

3. **Changes in the Subsidiaries, Joint Venture and Associate Company:** The Company did not make any subsidiaries, Joint Ventures and Associate Company during the financial year under review.

4. **Details of Significant & material order passed by the regulators or Courts or Tribunal impacting the Going Concern status & Company's operation in future:**

No significant or material order has been passed by the regulators, courts or tribunals impacting the going concern status and company's operation in future. During the year under review, your company negotiated with Financial Institutions and Banks for One Time Settlement (OTS), which was settled and your company has settled with the bank in full as per the agreed terms & conditions. During the year under review, the Company paid a fine of Rs. 1,08,560/- to Bombay Stock Exchange for non-appointment of Company secretary in the Company.

1. **Directors:**

The Board of Directors of the Company is duly constituted as on Date of this Report:

a. **Composition and Meetings of the Board:**

The Board Comprises of Mr. G.S Sandhu, Mrs. Kiran Sandhu, Mr. Ram Pyare Singh, Mr. Ganesh Kumar, Mr. Lilanshu Arora and Mr. Aswini Kumar Pandey as on date of this report. The meetings of Board of directors were duly held Six times on 30/05/2018, 14/08/2018, 14/11/2018, 10/01/2019, 14/02/2019 and 30/03/2019 in respect of which proper notices were given and the proceedings were properly recorded and the maximum time gap between 2 board meetings is as per the provisions of the Companies Act, 2013 read with SEBI (Listing Obligations & Disclosure Requirement) regulations, 2015. The details of the directors who attended the meetings are given separately in the Corporate Governance report annexed separately. The Board has adopted all the recommendations of Audit Committee.

b. **Composition and Meeting of Audit Committee:**

The Audit Committee is duly constituted. The Audit Committee comprises of Mr. Lilanshu Arora, Mrs. Kiran Sandhu, Mr. Ganesh Kumar and Mr. Ashwini Kumar Pandey as the members of the Committee. The Audit Committee duly met Four (4) times on 30/05/2018, 14/08/2018, 14/11/2018 and 14/02/2019 during the financial year. The details of the Members who attended the meetings are given separately in the Corporate Governance report annexed separately.

c. **Composition and Meeting of Nomination and Remuneration Committee:**

The Nomination and Remuneration Committee comprises of Mr. Lilanshu Arora, Mrs. Kiran Sandhu, Mr. Ganesh Kumar and Mr. Ashwini Kumar Pandey as the members of the Committee. The Nomination and Remuneration Committee duly met Three (3) times on 14/08/2018, 10/01/2019 & 30/03/2019 during the financial year. The details of the Members who attended the meetings are given separately in the Corporate Governance

report annexed separately.

d. Composition and meeting of Stakeholders Relationship Committee:

The Stakeholders Relationship Committee comprises of Mr. Lilanshu Arora, Mrs. Kiran Sandhu, Mr. Ganesh Kumar and Mr. Ashwini Kumar Pandey as the members of the Committee. The Stakeholder Relationship Committee duly met One Time on 30/03/2019 during the Financial Year. The details of the Members who attended the meetings are given separately in the Corporate Governance report annexed separately.

e. Declaration by Independent Directors and their meeting:

The Company has received the requisite declarations under section 149(7) of the Companies Act, 2013 read with the SEBI (Listing Obligations & Disclosure Requirement) regulations, 2015 from each of the Independent directors at the start of the Financial Year and at the time of their respective appointments and or re-appointments stating that they meet the criteria of independence as mentioned under Section 149(6) of the Act.

During the year under review, the Independent Directors of the Company met once on 30th March 2019.

Familiarization & Training Programme for Independent Directors:

The Company had provided suitable training to all the independent directors of the Company and to familiarize them with the Company, the business model, the socio-economic environment in which the Company operates, the operational and financial performance of the Company. The familiarization programme also seeks to update the Independent Directors with their roles, rights, responsibilities, duties under the Act and other statutes.

d. Policy on Director's appointment and remuneration:

The current policy is to have an appropriate mix of executive & non-executive and independent directors to maintain the independence of the board and separate its functions of governance and management. The policy of the Company on Directors appointment and remuneration including the criteria for determining the qualifications, positive attributes, independence of a Director and other matters as provided under Section 178(3) of the Companies Act, 2013 is as per the terms laid down in the Nomination & Remuneration policy of the Company. The Nomination & remuneration Policy of the Company is annexed as **Annexure-1**.

2. Auditors:

a. Statutory Auditors:

M/S Sunil Vashisht & Co., Chartered Accountants (FRN: 005016N) having Office at R-8, South Extension Part-2, New Delhi – 110049 were appointed as the Statutory Auditors of the Company for a period of 5 years in the 28th Annual General Meeting held on 28.09.2018 to hold office till the conclusion of 33th Annual General Meeting of the Company to be held in the year 2023.

Reporting of frauds by auditors:

During the year under review, the auditors has not reported to the Board, under sub-section (12) of section 143 of the Companies Act, 2013 any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in the Board's report.

There are no explanations or comments given by the Board as the report given by auditors of the Company doesn't contain any qualification, reservation or adverse remarks.

b. Secretarial Audit:

The Board has appointed M/s Santosh Kumar Pradhan, Practicing Company Secretary as the Secretarial Auditor for the Financial Year 2018-19. The secretarial audit report as required under section 204 of the Companies Act, 2013 is annexed as **Annexure 2** and forms part of this report.

Board's explanation & Comments:

The Company is taking necessary steps for making 100% promoter's shareholding in demat form.

c. Disclosure about Cost Audit:

The provisions of the cost audit and maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not applicable on the Company and accordingly such accounts and records are not required to be made and maintained.

3. Annual Return:

The extract of Annual return as provided under sub-section (3) of Section 92 is annexed as **Annexure 3** and forms part of this report.

4. Vigil Mechanism: (Whistle Blower Policy)

A Vigil Mechanism / Whistle Blower Policy, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 was approved by the Board. The vigil mechanism shall provide for adequate safeguards against victimization of employees and directors who avail of the vigil mechanism and also provide for direct access to the Chairperson of the Audit Committee, in exceptional cases.

Mr. Manjit Singh, Plant manager was appointed as the Vigilance Officer to hear the grievances of the employees with any person in the company and take steps to resolve the issues amicably and report the same to the Managing Director of the Company and offences of serious nature may be brought to the attention Mr. Lilanshu Arora, Chairman of the Audit Committee of the Company who shall after hearing the concerned person award appropriate punishment to the offender.

5. **Deposits:**

During the year under review, your company has not accepted any public deposits in terms of the provisions of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposit) Rules, 2014.

6. **Loans, Guarantees or investments:**

The Company has not given any loan or provided any Guarantees and has not made any investments during the financial year under review.

7. **Contracts and arrangements with related parties:**

The Company has not entered into any contracts and arrangements with related parties referred to in sub section (1) of Section 188 of the Companies Act, 2013 and hence the Form AOC-2 is not required to be annexed.

8. **Corporate Social Responsibility:**

The provisions of Corporate Social Responsibility are not applicable on the Company.

9. **Risk Management Policy:**

Every business has inherent risks involved in its operations, which may be either external or internal. The external factors are market competition, availability of cheaper substitute products, Government policies regarding power tariffs and ongoing political and economic changes in the importing Country. The Company may not have much control over such factors; however it is important to address these risks & concerns to mitigate their overall impact on the business. Formal risk assessment and Management approach along with the regular monitoring mechanism in the Company ensures that these risks are duly addressed and well managed. High focus on safety of plant, its premises and people continuity and proactive Management of related business environment are essential for the risk management in the overall supply chain and business in general.

10. **Internal Financial controls Systems And Their Adequacy:**

The Company has an adequate system of internal controls to ensure that all activities are monitored and controlled as well as transactions are authorized, recorded and reported correctly. The Company ensures adherence to all internal control policies and procedures as well as compliance with all regulatory guidelines, which are supplemented by internal audit regularly.

The Audit Committee of the Board meets on quarterly basis and reviews the internal control systems as well as financial statements.

11. **Share Capital:**

The Company has only one kind of Shares i.e. Equity shares with same voting rights. The Company has not issued any sweat equity shares during the financial year under review. The Company has not issued any further shares during the financial year under review. Further, during the year under review, the Company has not made any offer to buy back its shares.

12. **Particulars of Employees:**

Information in accordance with the provisions of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed as **Annexure 4** and forms part of this report.

13. **Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo:**

Information in accordance with the provisions of Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 regarding conservation of energy, technology absorption and Foreign exchange earning & outgo of the Company were given as per **Annexure 5** to this report.

14. **Corporate Governance report:**

A Comprehensive report on Corporate Governance as stipulated under Regulation 34(3) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 is attached to this report.

Your Company has obtained a certificate from the Statutory Auditor regarding the compliance of conditions of Corporate Governance as stipulated under Schedule V (E) the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and the same is annexed.

15. **Code Of Conduct For Prevention Of Insider Trading:**

Your Company's Code of Conduct for Prevention of Insider Trading covers all the Directors, senior management personnel, persons forming part of promoter(s)/promoter group(s) and such other designated employees of the Company, who are expected to have access to unpublished price sensitive information relating to the Company. The Directors, their relatives, senior management personnel, persons forming part of promoter(s)/promoter group(s), designated employees etc. are restricted in purchasing, selling and dealing in the shares of the company while in possession of unpublished price sensitive information about the Company as well as during the closure of trading window.

The Board of Directors has approved and adopted the revised Code of Conduct to Regulate, fair disclosure, Monitor and Report Trading by Insiders in line with SEBI (Prohibition of Insider Trading) Amendment Regulation, 2018.

16. **Formal Annual Evaluation of Board of its own performance and that of its Committees and Directors:**

Pursuant to the provisions of the Act and the Listing Regulations, the Board has carried out an annual performance evaluation of its own performance, its committees and the individual directors. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

17. **Disclosure under the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013:**

The details are as follows:

1. Number of Complaints of Sexual Harassment received in the year: Nil
2. Number of Complaints disposed during the year: N.A
3. No. of cases pending for more than ninety days: Nil
4. No. of workshops or awareness programme against Sexual harassment carried out: Nil
5. Nature of action taken by the employee or District officer: N.A

The Company is in the process of constituting Internal Complaints Committee under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Internal Complaints Committee will provide adequate safeguard against Sexual Harassment Complaints and will provide direct access to the Chairperson of the Internal Complaints Committee. It will take steps to resolve the issues and after hearing the concerned person award appropriate punishment to the offender.

18. Disclosure under Secretarial Standard-1 (SS-1):

Adherence by a Company to the Secretarial Standards is mandatory as per Sub-section (10) of Section 118 of Companies Act, 2013. As per the disclosure requirement of para (9) of Secretarial Standard-1 (SS-1), the Company complies with the provisions of applicable Secretarial Standards in respect of the convening of the Board & General Meetings.

19. Directors' Responsibility Statement:

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013, with respect to the Directors' Responsibility Statement, it is hereby confirmed that:

1. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. The Directors had selected such accounting policies and applied them consistently, and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities
4. The Directors had prepared the annual accounts on a 'going concern' basis; and
5. The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
6. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

20. STOCK EXCHANGE LISTING

The shares of the Company are listed on BSE Limited (BSE). The listing fee for the financial year 2019-20 has been paid to BSE.

APPRECIATION:

We wish to convey our sincere thanks to the Shareholders and various agencies of the Central Government, State Governments, Financial Institutions, Company's Banker and Business Associates for their continued cooperation extended to the Company. We also wish to record our deep appreciation of the contribution made by the employees at all levels.

By Order of the Board
Tarai Foods Limited

Place: Rudrapur

Date: 14.08.2019

Sd/-

Mr. G.S. Sandhu

Chairman

DIN: 00053527

Address: 118, Madan Lal Block,

Asian Games Village,

New Delhi- 110049.

REMUNERATION POLICY Effective from 1st October, 2014.

(I) Criteria for Determining Qualifications, Positive Attributes & Independence of Director:

1. Qualifications of Independent Director:

An Independent director shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, operations or other disciplines related to the company's business.

2. Positive attributes of Independent Directors:

An independent director shall be a person of integrity, who possesses relevant expertise and experience and who shall uphold ethical standards of integrity and probity; act objectively and constructively; exercise his responsibilities in a bona-fide manner in the interest of the company; devote sufficient time and attention to his professional obligations for informed and balanced decision making; and assist the company in implementing the best corporate governance practices.

3. Independence of Independent Directors:

An Independent director should meet the requirements of the Companies Act, 2013 and Clause 49 of the Listing Agreement concerning independence of directors.

(II) Remuneration Policy for Directors, Key Managerial Personnel and other employees in General:

- a) The remuneration / compensation / commission etc. to the Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.
- b) The remuneration and commission to be paid to the Whole-time Director shall be in accordance with the percentage / slabs / conditions laid down in the Articles of Association of the Company and as per the provisions of the Act.
- c) Increments to the existing remuneration/ compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Whole-time Director.
- d) Where any insurance is taken by the Company on behalf of its Whole-time Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

Remuneration to Whole-time / Executive / Managing Director, KMP and Senior Management Personnel:

a) Fixed pay:

The Whole-time Director/ KMP and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The breakup of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board/ the Person authorized by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

b) Minimum Remuneration:

If, in any financial year; the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Whole-time Director in accordance with the provisions of Schedule V of the Act and if it is not able to comply with such provisions, with the previous approval of the Central Government.

c) Provisions for excess remuneration:

If any Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

Remuneration to Non Executive Directors/Independent Directors:

NEDs/Independent Directors shall not be paid sitting fees for any meeting of the board or committee thereof attended by them as members.

The company has no stock options plans and no payment by way of commission, bonus, pension, incentives etc. shall be made.

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2019

[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,

Tarai Foods Limited

CIN: L15142DL1990PLC039291

13, Hanuman Road, Connaught Place,

New Delhi- 110001.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Tarai Foods Limited (CIN: L15142DL1990PLC039291) (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me 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, minute 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, 2019 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 the Company for the financial year ended on 31st March, 2019, 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) 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 on Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable as the Company has not issued any securities during the financial year);**
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee stock Purchase Scheme) Guidelines, 1999 1999; **(Not Applicable as the Company has not issued any Employee Stock Option securities during the financial year);**
 - (e) The Securities and Exchange Board of India (Issue and listing of Debt Securities) Regulations, 2008 **(Not Applicable as the Company has not issued any debt securities);**
 - (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 as the Company has not de-listed its securities during the Financial Year);** and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not Applicable AS Company has not bought back any security during the Financial Year);**
- (v) Other laws applicable specifically to the Company viz.
 - (a) Food Safety and Standard Act, 2006.

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

- (a) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (b) The SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and the Listing Agreements entered into by the Company with the Stock Exchanges.

I report that, during the period under review, the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, standards, etc. mentioned above subject to the following:

100% Promoter's shareholding of the Listed Entity is not in Dematerialized form as required under Regulation 31(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I further report that, based on the information provided by the Company, its' officers and Authorised Representatives during the conduct of the Audit, in my opinion, adequate systems, processes and control mechanism exist in the Company to monitor & ensure compliance with applicable General laws

like Labour Laws, Competition law & Environmental laws.

I further report that, the compliance by the Company of applicable financial laws, like Direct & Indirect Tax laws, has not been reviewed in this Audit since the same have been subject to review by Statutory Financial Auditor and other designated professionals.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Women 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 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.

All decisions at Board Meetings and Committee meetings were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board respectively.

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 period under review, the company has taken any decisions which have major bearing on the Company's affair in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

- a. The company negotiated with Financial Institutions and Banks for One Time Settlement (OTS) and The company has settled with the Banks & Financial Institutions in full as per the agreed terms & conditions.
- b. The Company has appointed Ms. Arti Verma as the Company secretary & Compliance officer of the Company w.e.f. 10th January, 2019.

Date: 14/08/2019

Place: Ghaziabad

**For Santosh Kumar Pradhan
(Company Secretaries)**

Sd/-

Santosh Kumar Pradhan

FCS No.: 6973

CP No.: 7647

UDIN: F006973A000003530

Note: This report is to be read with our letter of even date which is annexed as 'ANNEXURE A' and forms an integral part of this report

'ANNEXURE A'

To

The Members,

Tarai Foods Limited

CIN: L15142DL1990PLC039291

13, Hanuman Road, Connaught Place,

New Delhi- 110001

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these Secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
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.

Date: 14/08/2019

Place: Ghaziabad

**For Santosh Kumar Pradhan
(Company Secretaries)**

Sd/-

Santosh Kumar Pradhan

FCS No.: 6973

CP No.: 7647

UDIN: F006973A000003530

FormNo.MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31ST MARCH 2019

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

I. REGISTRATION AND OTHER DETAILS:

i.	CINL15142D	L1990PLC039291
ii.	Registration Date	20/02/1990
iii.	Name of the Company	TARAI FOODS LIMITED
iv.	Category/Sub-Category of the Company	Company Limited By Shares/ Indian Non-Government Company
v.	Address of the Registered office and contact details	13, Hanuman Road, Connaught Place, New Delhi-110001. Tel.: 011-41018839
vi.	Whether listed company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Beetal Financial & Computer Services (P) Ltd. 99, Madangir, Beetal House, Behind Local Shopping Centre, Near dada Harsukhdas Mandir, New Delhi-110062 Tel.: 29961281/2

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the cd:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/service	% to total turnover of the company
1	Sale of fresh Mushrooms	01136	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No	Name and Address of The Company	CIN/GLN	Holding / Subsidiary / Associate	%of shares held	Applicable Sec
	N.A	N.A	N.A	N.A	N.A

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

i. Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year	No. of Shares held at the end of the year	% Change during the year							
			Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoter										
1) Indian										
a) Individual/ HUF	18,79,352	52,510	19,31,862	10.90	18,79,352	52,510	19,31,862	10.90		NIL
b) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Bodies Corp	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Any Other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Subtotal(A)(1):-	18,79,352	52,510	19,31,862	10.90	18,79,352	52,510	19,31,862	10.90		NIL
2) Foreign										
g) NRIs-Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
h) Other-Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Bodies Corp.	63,28,100	NIL	63,28,100	35.70	63,28,100	NIL	63,28,100	35.70		NIL
j) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
k) Any Other....	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total(A)(2):-	63,28,100	NIL	63,28,100	35.70	63,28,100	NIL	63,28,100	35.70		NIL
Total Shareholding of Promoter (A) = (A) (1) +(A) (2)	82,07,452	52,510	82,59,962	46.6	82,07,452	52,510	82,59,962	46.6		NIL

Category of Shareholders	No. of Shares held at the beginning of the year	No. of Shares held at the end of the year	% Change during the year							
			Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares
B. Public Shareholding										
1. Institutions										
a) Mutual Funds	400	12,500	12,900	0.07	400	12,500	12,900	0.07	NIL	
b) Banks / FI	NIL	20,100	20,100	0.11	NIL	20,100	20,100	0.11	NIL	
c) Central Govt/ State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
d) Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
e) Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
f) FIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
g) Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
h) Others (specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
Sub-total(B)(1)	400	32,600	33,000	0.18	400	32,600	33,000	0.18	NIL	
2. Non Institutions										
a) Bodies Corp. (i) Indian (ii) Overseas	7,58,910 NIL	29,33,300 NIL	36,92,210 NIL	20.83 NIL	7,96,004 NIL	29,33,300 NIL	37,29,104 NIL	21.04 NIL	0.21 NIL	
b) Individuals										
(i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	2,13,3581	17,19,841	38,53,422	21.74	21,65,209	16,51,541	38,16,750	21.53	(0.21)	
(ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	14,85,929	67,400	15,53,329	8.76	14,66,583	67,400	15,33,983	8.65	(0.11)	
c) Others (Specify) (i) NRI (ii) HUF (iii) Clearing members (iv) Trust	50,042 89,634 121 700	1,95,700 0 0 0	2,45,742 89,634 121 700	1.39 0.50 0.00 0.00	66,463 96,258 0 700	1,91,900 0 0 0	2,58,363 96,258 0 700	1.46 0.54 0.00 0.00	0.07 0.04 0 0	
Sub-total(B)(2)	45,18,917	49,16,241	94,35,158	53.22	45,91,217	48,43,941	94,35,158	53.22	Nil	
Total Public Shareholding (B)=(B)(1)+ (B)(2)	45,19,317	49,48,841	94,68,158	53.40	45,91,617	48,76,541	94,68,158	53.40	Nil	
C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
Grand Total (A+B+C)	1,27,26,769	50,01,351	1,77,28,120	100	1,27,99,069	49,29,051	1,77,28,120	100	0	

ii. Shareholding of Promoters

Sl. No	Shareholder's Name	Shareholding at the beginning of the year	Shareholding at the end of the year					
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	% change in shareholding during the year
1.	Gurprit Singh Sandhu	1,658,562	9.35	0	16,58,562	9.35	0	0
2.	Kiran Sandhu	52,490	0.29	0	52,490	0.29	0	0
3.	Imran Ahmed	100	0.00	0	100	0.00	0	0
4.	Sudhir Chadha	100	0.00	0	100	0.00	0	0
5.	NK Bhar	500	0.00	0	500	0.00	0	0
6.	Darshan Singh	500	0.00	0	500	0.00	0	0
7.	Anand Rungta	700	0.00	0	700	0.00	0	0
8.	Bhopinder Singh	1,000	0.00	0	1,000	0.00	0	0
9.	Harpreet Singh	2,500	0.01	0	2,500	0.01	0	0
10.	J Akoi '*'	12,500	0.07	0	12,500	0.07	0	0
11.	DS Bhooi	10,410	0.06	0	10,410	0.06	0	0
12.	S Inder Partap Singh	1,90,000	1.07	0	1,90,000	1.07	0	0
13.	Galway Investments Private Limited	63,28,100	35.70	0	6,328,100	35.70	0	0
14.	Tej Partap Singh	2,500	0.01	0	2,500	0.01	0	0
	Total	82,59,962	46.6	0	82,59,962	46.6	0	0

* J. Akoi and Jasleen Kaur are one individual only.

iii. Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No	Shareholder's Name	Shareholding		Date	Increase (Decrease) in share holding	Reason	Cumulative Shareholding during the year (01.04.2018 to 31.03.2019)	
		No. of shares at the beginning (01.04.2018)/ end of the year (31.03.2019)	% of total shares of the company				No. of shares	% of total shares of the company
1.	Gurpreet Singh Sandhu	1,658,562 1,658,562	9.38 9.38		No Change		1,658,562 9.38	
2.	Kiran Sandhu	52,490 52,490	0.29 0.29		No Change		52,490 0.29	
3.	Imran Ahmed	100 100	0.00 0.00		No Change		100 0.00	
4.	Sudhir Chadha	100 100	0.00 0.00		No Change		100 0.00	
5.	NK Bhar	500 500	0.00 0.00		No Change		500 0.00	
6.	Darshan Singh	500 500	0.00 0.00		No Change		500 0.00	
7.	Anand Rungta	700 700	0.00 0.00		No Change		700 0.00	
8.	Bhopinder Singh	1000 1000	0.01 0.01		No Change		1000 0.01	
9.	Harpreet Singh	2500 2500	0.01 0.01		No Change		2500 0.01	
10.	J Akoi '*'	12,500 12,500	0.07 0.07		No Change		12,500 0.07	
11.	DS Bhooi	10,410 10,410	0.06 0.06		No Change		10,410 0.06	
12.	S Inder Partap Singh	1,90,000 1,90,000	1.07 1.07		No Change		1,90,000 1.07	
13.	Galway Investments Private Limited	63,28,100 63,28,100	35.70 35.70		No Change		63,28,100 35.70	
14.	Tej Partap Singh	2500 2500	0.01 0.01		No Change		2500 0.01	

* J. Akoi and Jasleen Kaur are one individual only.

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

Sl. No	Shareholder's Name	Shareholding		Date	Increase (decrease) in shareholding	Reason	Cumulative Shareholding during the year (01.04.2018 to 31.03.2019)		
		No. of shares at the beginning (01.04.2018)/ end of the year (31.03.2019)	% of total shares of the company				No. of Shares	% of total shares of the Company	
1.	Sunbright Foods Private Limited	10,00,000 10,00,000	5.64 5.64		-	-	-	10,00,000	5.64
2.	Arihant Technology Private Limited	10,00,000 10,00,000	5.64 5.64		-	-	-	10,00,000	5.64
3.	Sandesh proper Private Limited	7,10,000 7,10,000	4 4		-	-	-	7,10,000	4
4.	Hitesh Ramji Javeri	5,50,000 5,50,000	3.10 3.10		-	-	-	5,50,000	3.10
5.	Harsha Hitesh Javeri	3,35,000 3,35,000	1.89 1.89		-	-	-	3,35,000	1.89
6.	Mackertich Consultancy Services Private Limited	1,78,828 1,78,828	1.01 1.01		-	-	-	1,78,828 1,78,828	1.01
7.	Sunflower Securi Private Limited	1,68,252 1,68,252	0.95 0.95		-	-	-	1,68,252	0.95
8.	Eden Garden Plantations & Marketing Private Limited	1,50,000 1,50,000	0.85 0.85		-	-	-	1,50,000	0.85
9.	Amit Narendra Vira	1,29,751 1,29,751	0.73 0.73		-	-	-	1,29,751	0.73
10.	Delhi Iron & Steel Co Pvt Ltd	1,25,780 2,28,099	0.7095 1.2867	30.03.2019		-	Purchase	2,28,099	1.2867

v. Shareholding of Directors and KMPs

Sl. No	Name	Shareholding		Date	Increase (decrease) in shareholding	Reason	Cumulative Shareholding during the year	
		No. of shares at the beginning (01.04.2018)/ end of the year (31.03.2019)	% of total shares of the company				No. of shares	% of total shares of the company
1.	Gurprit Singh Sandhu	1,658,562 1,658,562	9.38 9.38			No Change	1,658,562	9.38
2.	Kiran Sandhu	52,490 52,490	0.29 0.29			No Change	52,490	0.29
3.	Ganesh kumar	NIL NIL	NIL NIL			No Change	NIL	NIL
4.	Melvinder Singh Garewal	NIL NIL	NIL NIL			No Change	NIL	NIL
5.	Hakam Singh	NIL NIL	NIL NIL			No Change	NIL	NIL
6.	Rampyare Singh	NIL NIL	NIL NIL			No Change	NIL	NIL

V. INDEBTEDNESS (Rs. in lakhs)

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	240	104.10	NIL	344.1
ii) Interest due but not paid	2899	NIL	NIL	2899
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	3139	104.10	NIL	3243.1
Change in Indebtedness during the financial year				
- Addition	NIL	147.39	NIL	147.39
- Reduction	(3114)			(3114)
Net Change	(3114)	147.39	NIL	(2966.61)
Indebtedness at the end of the financial year				
i) Principal Amount	25	251.49	NIL	276.49
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii+iii)	25	251.49	NIL	276.49

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole Time Directors and/or Manager

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Gurprit Singh Sandhu (Managing Director)	Ram Pyare Singh (Whole time Director)	
1.	Gross Salary	NIL	NIL	NIL
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL
	(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 Op	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL
4.	Commission - as % of profit - Others, specify...	NIL	NIL	NIL
5.	Others, please specify	NIL	NIL	NIL
	Total(A)	NIL	NIL	NIL
	Ceiling as per the Act	N.A.	N.A.	

B. Remuneration to other Directors: N.A.

Sl. No.	Particulars of Remuneration	Name of Directors	Total Amount				
		-	-	-	-	-	-
	1. Independent Directors						
	· Fee for attending board / committee meetings						
	· Commission						
	· Others, please specify						
	Total(1)						
	4. Other Non- Executive Directors						
	· Fee for attending board / committee meetings						
	· Commission						
	· Others, please specify						
	Total(2)						
	Total (B)=(1+2)						
	Total Managerial Remunera						
	Overall Ceiling as per the act						

C. Remuneration to key Managerial Personnel Other Than MD/ Manager/ WTD: N.A.

Sl. No.	Particulars of Remuneration	Key managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2.	Stock Op				
3.	Sweat Equity				
4.	Commission - as % of profit - others, specify...				
5.	Others, please specify				
6.	Total				

VII. PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES: N.A.

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					
Punishment					
Compounding					
B. Directors					
Penalty					
Punishment					
Compounding					
C. Other Officers In Default					
Penalty					
Punishment					
Compounding					

Place: Rudrapur
Date: 14.08.2019

By Order of the Board
Tarai Foods Limited
Sd/-
Mr. G.S. Sandhu
Chairman
DIN: 00053527
Address: 118, Madan Lal Block,
Asian Games Village, New Delhi- 110049.

A. The information required under Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the year 2018-19:

Sl. No	Name of the Directors	Designation	Ratio
1	Gurprit Singh Sandhu	Managing Director	N.A
2	Rampyare Singh	Whole Time Director	N.A

2. The percentage increase in remuneration of each director, chief executive officer, chief financial officer, company secretary in the financial year:

Sl. No	Name of the Directors	Designation	Increase
1.	Gurprit Singh Sandhu	Managing Director	NIL
2.	Kiran Sandhu	Director	NIL
3.	Rampyare Singh	Whole Time Director	NIL
4.	Hakam Singh Saini	Director	NIL
5.	Lilanshu Arora	Director	NIL
6.	Ashwini Kumar Pandey	Director	NIL
7.	Arti Verma	Company Secretary	NIL
8.	Rampyare Singh	Chief Financial Officer	NIL

3. The percentage increase in the median remuneration of employees in the financial year:

There is no increase in the median remuneration of employees in the financial year.

4. The number of permanent employees on the rolls of company : 13

5. Average percentile increase already made in the salaries of 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 the managerial remuneration:

There is no increase in the average increase in percentile of salaries of employees other than managerial personnel in 2018-19.

There is no percentage increase in the managerial remuneration for the year 2018-19.

6. Affirmation that the remuneration is as per the remuneration policy of the company: No remuneration is being paid to any of the Directors of the Company

B. The information required under Section 197 of the Act read with rule 5(1) & 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended vide Notification dated 30th June, 2016 are given below

(i) Name of top Ten employees

Sl. No.	Name Of Employees	Designation	Remuneration (Rs.) Per Annum	Nature Of Employment (Contractual Or Otherwise)	Qualification And Experience	Date of Commencement of Employment	Age	Last Employment Before Joining The Company	% Of Equity Shares Held By Such Employee	Whether Any Such Employee Is A Relative Of Any Director Or Manager Of The Company
1.	Manjeet Singh	Plant Manager	3,78,240	Permanent	Post-Gradua 9 Years	01.06.2009	54	N.A.	Nil	NO
2.	Satish Chandra Pandey	Accountant	1,92,000	Permanent	Post Graduate 28 Years	01.10.1990	61	N.A.	Nil	NO
3.	Rajender Singh	Production Manager	1,80,000	Permanent	Graduate 2 Years	01.04.2016	29	N.A.	Nil	NO
4.	Harnetar Singh	Electrician	1,73,508	Permanent	Senior Secondary 23 Years	01.08.1994	48	N.A.	Nil	NO
5.	Anuradha Pal	Office Secretary	1,51,200	Permanent	MBA PGDC	01.09-2017	28	N.A.	Nil	NO
6.	P.S. Sharma	Welder	1,20,120	Permanent	Senior Secondary 25 Years	02.04.1996	53	N.A.	Nil	NO
7.	Ramsewak	Supervisor	1,14,000	Permanent	M.A.	01.09-2017	46	N.A.	Nil	NO
8.	Jaganlal	Welder	1,12,476	Permanent	Senior Secondary 7 Years	01.12.2011	36	N.A.	Nil	NO
9.	Gajinder Singh	Mechanic	1,07,580	Permanent	Senior Secondary 11 Years	01.04.1996	55	N.A.	Nil	NO
10.	Satyaprakash	Production	72,000	Permanent	Senior Secondary 11 Years	01.04.2007	31	N.A.	Nil	NO

ii. Employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than Rs. 1,02,00,000/-: N.A

S. No.	Name of Employees	Designation	Remuneration (Rs.)	Nature of employment (Contractual or otherwise)	Qualification And Experience	Date of Commencement of employment	Age	Last employment before joining the Company	% of Equity shares held by such employee	Whether Any Such Employee Is A Relative Of Any Director Or Manager Of The Company
N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A

iii. Employed for part of the Financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than Rs. 8,50,000/- per month:

S. No.	Name of Employees	Designation	Remuneration (Rs.)	Nature of employment (Contractual or otherwise)	Qualification And Experience	Date of Commencement of employment	Age	Last employment before joining the Company	% of Equity shares held by such employee	Whether Any Such Employee Is A Relative Of Any Director Or Manager Of The Company
N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A

iv. Employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole time director or manager and holds by himself or along with his spouse and dependent children, not less than 2% of the equity shares of the Company:

S. No.	Name of Employees	Designation	Remuneration (Rs.)	Nature of employment (Contractual or otherwise)	Qualification And Experience	Date of Commencement of employment	Age	Last employment before joining the Company	% of Equity shares held by such employee	Whether Any Such Employee Is A Relative Of Any Director Or Manager Of The Company
N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A

By Order of the Board
for Tarai Foods Limited

Place: Rudrapur
Date: 14.08.2019

Sd/-
Mr. G.S. Sandhu
Chairman
DIN: 00053527
Address: 118, Madan Lal Block,
Asian Games Village,
New Delhi- 110049.

Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo required under the Companies (Accounts) Rules, 2014

I. Conservation of Energy:

Sustainability at Tarai involves the awareness that a greener, healthier planet is the best legacy we can leave for our future generations and for our business. The Company has embedded a policy of reduce, reuse and recycle across all its processes. Company's technical staff and engineers are trained to identify energy-saving opportunities and consistent efforts to improve performances have resulted in considerable reduction in the use of energy and natural resources. Your Company has taken appropriate measures for environment protection by adopting green and clean technologies.

A few initiatives taken by your Company towards energy conservation during the year under review:

- Switch off utility machines during off times.
- Rain water harvesting continues to be a focused activity at our manufacturing plants.
- Use of electrical equipment's with high energy efficiency and low anti-environment emissions.
- Office lights are switched off during lunch time and immediately after the office hours.
- The curtains are kept raised so that natural light is used.
- The laptop & computer monitors are programmed to go to sleep mode when not in use.
- Use of high masks light of 250w to CFL of 85 W.
- We have been able to achieve a higher level of operational efficiency of utilities such as Heating, Ventilation and Air Conditioning (HVAC) systems by scrapping and replacing the old floor mounted HVAC with a more efficient roof mounted HVAC.

II. Technology absorption, adaptation and innovation:

(i) The efforts made towards technology absorption:

Validation of a formulation for compost preparation was carried out in the year 2015. Formulation chosen for the composting consisted of wheat straw , Chicken manure(80 %) , Gypsum (9.5 %) , Urea (1%)and Cotton seed cake(2 %). Validated recent formulation gave significantly higher yield comparing earlier formulation. The present formulation is comparatively cost effective also. Application of validated formulation is presently going on.

The company has not imported any technology in the last few years and hence matters pertaining to the technology absorption, adaptation and innovation are not applicable to the company.

The imported technology currently used is quite old, around 17-20 years old for which the company has retained key technical staffs that have been trained by earlier technical collaborator and have adapted the technology well.

(ii) The expenditure incurred on Research and Development:

Our company is involved in manufacturing business for which the employees carry on necessary research on the job for improving the existing processes and procedures. Since it is an integral part of our continuous effort to improve our services, no research and development expenditure is separately allocated.

III. Foreign Exchange Earnings & Outgo

The particulars regarding earnings and outgo in Foreign Exchange for the year 2017-18 are given below.

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Foreign Exchange Earning	NIL	NIL
Foreign Exchange Outgo	NIL	NIL

By Order of the Board
Tarai Foods Limited

Place: Rudrapur
Date: 14.08.2019

Sd/-
Mr. G.S. Sandhu
Chairman
DIN: 00053527
Address: 118, Madan Lal Block,
Asian Games Village, New Delhi- 110049.

REPORT ON CORPORATE GOVERNANCE:

1. BRIEF STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

Corporate Governance refers to a set of laws, regulations and good practices that enable an organization to perform efficiently and ethically generate long term wealth and create value for all its stakeholders. The Company believes the sound Corporate Governance is critical for enhancing and retaining investor trust and the Company always seeks to ensure that its performance goals are met with integrity. The Company has established systems and procedures to ensure that its Board of Directors is well informed and well equipped to fulfill its overall responsibilities and to provide management with the strategic direction needed to create long term shareholders value.

The Company has always worked towards building trust with shareholders, employees, customers, suppliers and other stakeholders based on the principles of good corporate governance viz. Integrity, equity, transparency, fairness, disclosure, accountability and commitment to values.

The Governance Structure

The Company's Corporate Governance philosophy has following tiers:

- i. Strategic Supervision – by the Board of Directors comprising the Executive and Non-Executive Directors.
- ii. Executive Management- by the Executive Management comprising of the Chairman, MD and Whole time Director.
- iii. Operational Management- by the concerned Departmental Heads/Operation Heads.

The said governance structure besides ensuring greater management accountability and credibility facilitates increased autonomy of business, performance discipline and development of business leaders, leading to public confidence.

2. BOARD OF DIRECTORS:

a) Composition and Category of Directors:

The Details of the Board of directors as on date of this Report are provided herein below:

S. No.	Name of Directors/ DIN	Category of Directors	No. of Other Directorship	No of Committee Position held		Directorship in other listed entities (category of directorship)
				Chairperson	Member	
				Chairperson	Member	-
1.	Mr. Gurprit Singh Sandhu (00053527)	Executive Managing Director	2	NIL	NIL	NIL
2.	Mrs. Kiran Sandhu (00053879)	Non-Executive Director	2	NIL	Audit, Nomination & Remuneration and Stakeholder Relationship Committee	
3.	Mr. Rampyare Singh (03615102)	Executive (Whole Time)	NIL	NIL	NIL	NIL
4.	Mr. Ganesh Kumar (07722602)	Non- Executive Independent	NIL	NIL	Audit, Nomination & Remuneration and Stakeholder Relationship Committee	NIL
5.	Mr. Hakam Singh (06786586)	Non- Executive Independent	NIL	NIL	NIL	NIL
6.	Mr. Melvinder Singh Grewal (06525633)	Non- Executive Independent	NIL	NIL	Audit, Nomination & Remuneration and Stakeholder Relationship Committee	NIL
7.	Mr. Ashwini Kumar Pandey (08198711)	Non- Executive Independent	NIL	NIL	Audit, Nomination & Remuneration and Stakeholder Relationship Committee	NIL
8.	Mr. Lilanshu Arora (07187329)	Non- Executive Independent	NIL	Audit, Nomination & Remuneration and Stakeholder Relationship Committee	Audit, Nomination & Remuneration and Stakeholder Relationship Committee	NIL

Notes: Mr. Ganesh Kumar Resigned w.e.f. 30.03.2019. Further, appointed as a Non-Executive Independent Director w.e.f. 14.08.2019.

Mr. Hakam Singh Saini Resigned w.e.f. 14.08.2019.

Mr. Melvinder Singh Grewal Resigned w.e.f. 14.08.2018.

Mr. Ashwini Kumar Pandey Appointed as an Independent Director w.e.f. 14.08.2018.

Mr. Lilanshu Arora Appointed as an Independent Director w.e.f. 1.04.2019.

b) Details of Board Meetings held during the year & the attendance of each Director and the attendance in last AGM :

During the year under review, 6 (Six) Board meetings were held and the dates of the board meetings and attendance at the board meetings were as follows:

Date of Board Mee	Mr. Gurprit Singh Sandhu	Mrs. Kiran Sandhu	Mr. Rampyare Singh	Mr. Melvinder Singh Grewal	Mr. Hakam Singh	Mr. Ganesh Kumar	Mr. Ashwini Kumar Pandey	Mr. Lilanshu Arora
30/05/2018	Yes	Yes	Yes	Yes	Yes	Yes	N.A	N.A
14/08/2018	Yes	Yes	Yes	N.A	Yes	Yes	Yes	N.A
14/11/2018	Yes	Yes	Yes	N.A	Yes	Yes	Yes	N.A
10/01/2019	Yes	Yes	Yes	N.A	Yes	Yes	Yes	N.A
14/02/2019	Yes	Yes	Yes	N.A	Yes	Yes	Yes	N.A
30/03/2019	Yes	Yes	Yes	N.A	Yes	N.A	Yes	N.A
Attendance in Board Meeting	6/6	6/6	6/6	1/1	6/6	5/5	5/5	-
Attendance in Last AGM	Yes	No	Yes	N.A	Yes	No	No	N.A

Notes:

*Mr. Ganesh Kumar Resigned w.e.f. 30.03.2019. Further, appointed as a Non-Executive Independent Director w.e.f. 14.08.2019.

**Mr. Malvinder Singh Grewal Resigned w.e.f. 14.08.2018.

***Mr. Hakam Singh Saini Resigned w.e.f. 14.08.2019.

****Mr. Ashwini Kumar Pandey Appointed as an Independent Director w.e.f. 14.08.2018.

*****Mr. Lilanshu Arora Appointed as an Independent Director w.e.f. 1.04.2019.

c) Disclosure of relationship between Directors inter-se and number of shares held by each of the Non-Executive Directors:

Mr. G.S. Sandhu & Ms. Kiran Sandhu are related to each other. Except this, no other directors are related to each other. Non- Executive Directors does not hold any shares in the Company. **d) Web-link of familiarization program for Director Including Independent**

Directors:

The Company has imparted requisite training to the Independent Directors. Details of Such training program can be accessed on <http://www.tarafoods.com>

e) Chart Setting out the Skills / Expertise / Competence of the Board of Directors:

As stipulated under Schedule V of the SEBI Listing Regulations, core skills/expertise/competencies, as required in the context of the business and sector for it to function effectively and those actually available with the Board have been identified by the Board of Directors.

S.No. Core Skills/Expertise/Competencies

1. Corporate Management and Leadership Quality
2. Knowledge of Foods industry
3. Knowledge of Corporate Finance, Accounting and Internal Financial Controls
4. Sales, Marketing and International business
5. Corporate Governance

While evaluating the performance of Board as a whole, it was ensured that the core skills/competencies of the Board Member match with the Core Skills/Competencies matrix set by the company for running its business effectively and in a transparent manner:

Name of the Director	Expertise in specific functional area
Mr. Gurprit Singh Sandhu	Industrialist, Industry Knowledge, Management skills, Leadership in the field of Foods industry
Mr. Kiran Sandhu	Industry Knowledge in the field of Foods,
Mr. Rampyare Singh	Industry Knowledge in the field of Foods and Banking, Finance & Corporate Governance
Mr. Ganesh Kumar	Industry Knowledge in the field of Foods and Banking, Finance
Mr. Ashwini Kumar Pandey	Industry Knowledge in the field of Foods and Banking, Finance
Mr. Lilanshu Arora	Industry Knowledge in the field of Foods and Banking, Finance

f) Board Independence:

The Company strongly believe that Independent directors play an important role in the affairs of the Company through their valuable contribution and bring transparency and effectiveness in the functioning of the Company. The definition of "independence" of Directors is derived from Regulation 16(1)(b) of the SEBI Listing Regulations and Section 149(6) of the Companies Act. The Company has received the annual confirmation and disclosures from all its Non-Executive Independent directors and all of them comply with the requirements laid down by the SEBI Listing Regulations that are applicable to an Independent Director.

g) MEETING OF INDEPENDENT DIRECTORS:

During the year under review, a separate meeting of the Independent Directors was held on 30th March 2019. At the said meeting, the Independent Directors reviewed the performance of Non-Independent Directors, the Board as a whole and the Chairman after taking into account the views of the EDs and NEDs. They also assessed the quality, quantity and timeliness of flow of information between the Company's management and the Board.

h) TERM OF BOARD MEMBERSHIP:

The Nomination and Remuneration Committee (NRC) determines the appropriate characteristics, skills and experience required for the Board as a whole and for individual members. Board members are expected to possess the required qualifications, integrity, expertise and experience for the position. They also possess expertise and insights in sectors/areas relevant to the Company, and have ability to contribute to the Company's growth.

i) BOARD PROCEDURE:

Meetings Schedule, Agenda and participation thereat: The Board/Committee meetings are pre-scheduled and a tentative annual calendar of the Board and Committee meetings is circulated to the Directors well in advance to help them plan their schedule and ensure meaningful participation in the meetings. The Company Secretary, in consultation with the Chairman, drafts the agenda for meetings, along with notes and the same is made available at least seven days in advance to all the Directors for facilitating fruitful and focused discussions at the meeting. Only in case of urgent business, if the need arises, the Board's/ Committee's approval is taken by passing resolutions through circulation or by calling Board Meeting

j) COMPLIANCE REPORTS

The Board periodically reviews the compliance report of the laws applicable to the Company as well as steps taken by the Company to rectify the instances of non-compliances, if any.

k) INFORMATION PROVIDED TO THE BOARD

The Board has unrestricted access to all Company-related information. At Board/Committee meetings, departmental heads and other technical heads who can provide additional insights into the items being discussed, are invited. The Company provides the following information *inter alia* to the Board, which is given either as part of the agenda or by way of presentations during the meetings, as deemed appropriate.

l) REASONS FOR THE RESIGNATION OF AN INDEPENDENT DIRECTOR:

Due to personal Reasons, Mr. M.S. Grewal (DIN: 06525633), Mr. Hakam Singh Saini (DIN: 06786586) & Mr. Ganesh Kumar (DIN:07722602), resigned from the Post of Independent Directorship of the Company.

3. AUDIT COMMITTEE:

a. Meetings during the year:

During the financial year 2018-2019, the Members of the Audit Committee met 4 (Four) times. The dates of the meetings were 30/05/2018, 14/08/2018, 14/11/2018 and 14/02/2019.

b) Composition of Committee and attendance of members:

SI. NO.	NAME OF DIRECTOR	POSITION	CATEGORY	NO. OF MEETINGS	ATTENDANCE
1.	Mr. Ganesh Kumar	Chairman	NED/ID	4	4
2.	Mrs. Kiran Sandhu	Member	NED	4	4
3.	Mr. M.S. Garewal	Member	NED/ID	2	1
4.	Mr. Hakam Singh Saini	Member	NED/ID	4	4
5.	Mr. Ashwini Kumar Pandey	Member	NED/ID	2	2
6.	Mr. Lilanshu Arora	Chairman	NED/ID	N.A	N.A

*Mr. Ganesh Kumar Ceased as a Chairman to be a Committee w.e.f. 30.03.2019. Further, he was inducted as a Member w.e.f. 14.08.2019

**Mr. Malvinder Singh Grewal Ceased to be the member of the Committee w.e.f. 14.08.2018.

***Mr. Hakam Singh Saini ceased to be the member of the Committee w.e.f. 14.08.2019.

****Mr. Ashwini Kumar Pandey appointed as a Member of the Committee effective From 14.11.2018.

*****Mr. Lilanshu Arora Appointed as the Chairman of the Committee w.e.f. 01.04.2019.

Terms of reference of Audit Committee:

- o Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- o Recommending the appointment, remuneration and terms of appointment of statutory auditors, including cost auditors of the Company;
- o Approving payment to statutory auditors, including cost auditors, for any other services rendered by them;
- o Reviewing with the management, the annual financial statements and auditors report thereon before submission to the Board for approval, with particular reference to:
 - a. Matters required to be included in the Directors' Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013;
 - b. Changes, if any, in accounting policies and practices and reasons for the same;

- c. Major accounting entries involving estimates based on the exercise of judgement by the management;
 - d. Significant adjustments made in financial statements arising out of audit findings;
 - e. Compliance with listing and other legal requirements relating to financial statements;
 - f. Disclosure of any related party transactions; and
 - g. Modified opinion(s) in the draft audit report.
- o Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
 - o Reviewing and monitoring the auditors' independence and performance, and effectiveness of audit process;
 - o Approval or any subsequent modification of transactions of the Company with related parties;
 - o Scrutiny of inter-corporate loans and investments;
 - o Valuation of undertakings or assets of the Company, wherever it is necessary;
 - o Evaluation of internal financial controls and risk management systems;
 - o Reviewing, with the management, the performance of statutory auditors and internal auditors, adequacy of internal control systems;
 - o Formulating the scope, functioning, periodicity and methodology for conducting the internal audit;
 - o Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
 - o Discussion with internal auditors of any significant findings and follow-up thereon;
 - o Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
 - o Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern;
 - o To look into the reasons for substantial defaults, if any, in the payment to depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
 - o To review the functioning of the Vigil Mechanism and Whistle Blower mechanism;
 - o Approval of appointment of CFO (i.e. the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing qualifications, experience and background, etc. of the candidate;
 - o Carrying out any other function as is mentioned in the terms of reference of the Audit Committee;
 - o To review the utilisation of loans and/or advances from/investment by the holding company in the subsidiary exceeding INR100 crore or 10 per cent of the asset size of the subsidiary, whichever is lower. The thresholds would include existing loans/advances/investments existing as on 1 April 2019.
 - o Reviewing financial statements, in particular the investments made by the Company's unlisted subsidiaries;
 - o Reviewing the following information:
 - a. The Management Discussion and Analysis of financial condition and results of operations;
 - b. Statement of significant related party transactions (as defined by the Audit Committee), submitted by management;
 - c. Management letters/letters of internal control weaknesses issued by the statutory auditors;
 - d. Internal audit reports relating to internal control weaknesses;
 - e. Reviewing the appointment, removal and terms of remuneration of the Chief internal auditor / internal auditor(s); and statement of deviations:
 - (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
 - (b) Annual statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice in terms of Regulation 32(7) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

All the recommendations made by the Audit Committee during the year under review were accepted by the Board.

4. NOMINATION AND REMUNERATION COMMITTEE:

a) Remuneration policy of the Company:

The remuneration policy of the Company is annexed as **Annexure-1** to the Directors report. No remuneration is being paid to any of the Directors of the Company.

b) Meetings during the year:

During the financial year 2018-2019, the Members of the Nomination and Remuneration Committee met 3 (Three) times. The dates of the meetings were 14/08/2018, 10/01/2019 and 30/03/2019.

c) **Composition of Committee and attendance of members:**

Sl. NO.	NAME OF DIRECTOR	POSITION	CATEGORY	NO. OF MEETINGS	ATTENDANCE
1.	Mr. Ganesh Kumar	Chairman	NED/ID	3	2
2.	Mr. M.S. Garewal	Member	NED/ID	N.A.	N.A.
3.	Mr. Hakam Singh Saini	Member	NED/ID	3	3
4.	Ms. Kiran Sandhu	Member	NED	3	3
5.	Mr. Ashwini Kumar Pandey	Member	NED/ID	2	2
6.	Mr. Lilanshu Arora	Chairman	NED/ID	N.A.	N.A.

Mr. Ganesh Kumar Ceased to be the Chairman of the Committee w.e.f. 30.03.2019 and further appointed as a Member w.e.f. 14.08.2019.

Mr. Malvinder Singh Grewal Ceased to be the member of the Committee w.e.f. 14.08.2018.

Mr. Hakam Singh Saini Ceased to be the member of the Committee w.e.f. 14.08.2019.

Mr. Ashwini Kumar Pandey appointed as a Member of the Committee w.e.f. 14.08.2018.

Mr. Lilanshu Arora appointed as the Chairman of the Committee w.e.f. 01.04.2019.

C) **Performance evaluation criteria:**

The Criteria for evaluation of Independent directors may be on the following parameters:

- Highest personal and professional ethics, integrity and values
- Practical wisdom and mature judgment
- Attendance and participation in the meetings
- Expert opinions in respect of serious issues.
- Abidance and behavior in accordance with the code of conduct for Directors.
- The willingness and commitment to devote extensive time necessary to fulfill his/her duties.

Evaluation mechanism:

- The Performance evaluation of Independent Directors shall be done by the entire Board of Directors, excluding the director being evaluated.
- On the basis of the report of Performance evaluation, it shall be determined whether to extend or continue the term of appointment of the Independent Director.

Terms of reference:

1. Authority:

A. The Committee is authorized by the Board to:

- investigate and undertake any activity within its terms of reference; and
- seek any information it properly requires from any employee of the Company in order to perform its duties and all employees are directed by the Board to co-operate with any request made by the Committee.

B. If the Committee considers it necessary to do so, it is authorized to obtain appropriate external advice to assist it in the performance of its duties and to secure the services of outsiders with relevant experience and expertise and to invite those persons to attend at meetings of the Committee. The cost of obtaining any advice or services shall be paid by the Company within the limits as authorized by the Board.

2. Duties:

A. The duties of the Committee in relation to its nominations function shall be:

- to be responsible for identifying and nominating, for the approval of the Board and ultimately the shareholders, candidates to fill Board vacancies as and when they arise as well as putting in place plans for succession, in particular with respect to the Chairman of the Board and the Chief Executive Officer;
- to review regularly the Board structure, size, composition and make recommendations to the Board of adjustments that are deemed necessary, in order to ensure an adequate size and a well-balanced composition of the Board and further ensure that a majority of the Board is independent, and to make determinations regarding independence of members of the Board;
- to consider succession and emergency planning, taking into account the challenges and opportunities facing the Company and the skills and expertise therefore needed on the Board, reporting to the Board regularly;
- to keep under review the leadership needs of the organization, both executive and non-executive, with a view to ensuring the continued ability of the Company to compete effectively in the market place;
- annual performance evaluation of the Chairman, Managing Director and Whole time director in their respective offices and all directors with respect to their roles as directors;
- to ensure that on appointment to the Board, non-executive directors receive a formal letter of appointment setting out clearly what is expected

of them in terms of time commitment, committee service and involvement outside Board meetings;

- g) To recommend to the Board whether to re-appoint a director at the end of their term of office.
- h) to make recommendations to the Board concerning any matters relating to the continuation in office of any director at any time including the suspension or termination of service of an executive director as an employee of the company subject to the provision of the law and their service contract;
- i) to identify and recommend directors who are to be put forward for retirement by rotation;
- j) Before appointment is made by the Board, to evaluate the balance of skills, knowledge and experience on the Board, and in the light of this evaluation prepare a description of the role and capabilities required for a particular appointment.

In identifying suitable candidates the Committee may:

- (i) use open advertising or the services of external advisers to facilitate the search;
- (ii) consider candidates from a wide range of backgrounds; and
- (iii) consider candidates on merit and against objective criteria, taking care that appointees have enough time available to devote to the position;
- k) to ensure the development of guidelines for selecting candidates for election or re-election to the Board, or to fill vacancies on the Board;
- l) to delegate any of its powers to one or more of its members or the secretary of the Committee;
- m) to consider any other matters as may be requested by the Board; and
- n) to make available its terms of reference and review annually those terms of reference and its own effectiveness and recommend any necessary changes to the Board.

3. Duties-Remuneration

The duties of the Committee in relation to its remuneration function shall be:

- A. to consider and determine, based on their performance and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board and the Chief Executive Officer, namely,
 - a) base salary;
 - b) bonuses and performance-related payments (including profit-sharing schemes);
 - c) discretionary payments;
 - d) benefits in kind; and
 - e) share options and their equivalents
- B. to approve the remuneration of other members of the senior management of the group
- C. be exclusively responsible for establishing the selection criteria, selecting, appointing and setting the terms of reference for any remuneration consultants who advise the Committee and considering any other connection that they may have with the Company.
- D. in relation to the above, the Committee shall at all times give due regard to published or other available information relating to pay, bonuses and other benefits of executives in companies which are comparable to the Company;
- E. to delegate any of its powers to one or more of its members or the secretary of the Committee;
- F. to consider any other matters as may be requested by the Board; and
- G. to make available its terms of reference and review annually those terms of reference and its own effectiveness and recommend any necessary changes to the Board.

3. Remuneration of Directors:

The Company does not give any Remuneration to all of its Directors.

4. STAKEHOLDERS RELATIONSHIP/ GRIEVANCE COMMITTEE:

a) Meeting During the Year:

During the financial year 2018-2019, the Members of the Stakeholder Relationship/ Grievance Committee met once on 30/03/2019.

b) Composition of Committee and attendance of members :

SI. NO.	NAME OF DIRECTOR	POSITION	CATEGORY	NO. OF MEETINGS	ATTENDANCE
1.	Mr. Ganesh Kumar	Chairman	NED/ID	N.A	N.A
2.	Mr. M.S. Garewal	Member	NED/ID	N.A	N.A
3.	Mr. Hakam Singh Saini	Member	NED/ID	1	1
4.	Ms. Kiran Sandhu	Member	NED	1	1
5.	Mr. Ashwini Kumar Pandey	Member	NED/ID	1	1
6.	Mr. Lilanshu Arora	Chairman	NED/ID	N.A.	N.A.

Mr. Ganesh Kumar Ceased to be the Chairman of the Committee w.e.f. 30.03.2019 and further appointed as a Member w.e.f. 14.08.2019.

Mr. Malvinder Singh Grewal Ceased to be the member of the Committee w.e.f. 14.08.2018.

Mr. Hakam Singh Saini Ceased to be the member of the Committee w.e.f. 14.08.2019.

Mr. Ashwini Kumar Pandey appointed as a Member of the Committee w.e.f. 14.08.2018.

Mr. Lilanshu Arora appointed as the Chairman of the Committee w.e.f. 01.04.2019.

a) Ms. Arti Verma, Company Secretary is the Compliance Officer of the Company.

b) - No. of Investors' Complaints received by the Company: NIL

- No. of Complaints not solved to the satisfaction of shareholders: NIL

- No. of Complaints not solved / pending: NIL

7. GENERAL BODY MEETINGS :

- Location and time, where last three AGMs were held :

Particulars	FY 2015-16	FY 2016-17	FY 2017-18
Date & Time	August 30, 2016 9:30A.M	August 28, 2017 9:30A.M	September 28, 2018 03.00 P.M.
Venue	Ghalib Seminar Hall Aiwan-E-Ghalib Marg, (Mata Sundri Lane) New Delhi-110002	Ghalib Seminar Hall Aiwan-E-Ghalib Marg, (Mata Sundri Lane) New Delhi-110002	Ghalib Seminar Hall Aiwan-E-Ghalib Marg, (Mata Sundri Lane) New Delhi-110002

- **Whether any special resolutions passed in the previous 3 AGMs:**

Two Special Resolutions were passed in the AGM held on 30th August, 2016.

One Special Resolution was passed in the AGM held on 28th September, 2018.

- **Whether any special resolution passed in last year through postal ballot, details of voting pattern:**

No

• **Person who Conducted the Postal Ballot exercise:**

N.A.

• **Whether any special resolution is proposed to be conducted through postal ballot:**

No

• **Procedure for postal ballot:**

N.A

8. MEANS OF COMMUNICATION:

The Quarterly Unaudited Financial Results are generally published by the Company in The Financial Express (English), Mint (English), Naya India (Hindi), Jansatta (Hindi). The Company maintains a web-site www.tarafoods.com. During the year under review, the Company has neither released any official news release nor has made any presentation to the Institutional Investors or to the Analysts.

9. GENERAL SHAREHOLDER INFORMATION:

a) **Annual General Meeting:**

Date and Time: 28th September, 2019 at 10.00 A.M.

Venue : Elcina House, 422, Okhla Industrial Area, New Delhi- 110020

Financial Year:

The financial year of the Company is from April to March.

b) **Dividend payment date :**

N. A.

d) **Name and address of Stock Exchanges at which the listed entity securities are listed:**

The shares of your Company are listed at The Bombay Stock Exchange, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001. The Company has paid the listing fees to the Bombay Stock Exchange.

e) **Stock Code:**

The Stock Exchange, Mumbai - 519285

f) **Market price Data High/ Low during each month in last financial year:**

At BSE (Bombay Stock Exchange)

Month	Monthly High	Monthly Low
Apr-18	5.78	4.35
May-18	5.04	4.09
Jun-18	4.60	3.60
Jul-18	4.10	3.90
Aug-18	4.63	3.52
Sep-18	3.52	2.51
Oct-18	2.39	1.73
Nov-18	2.18	1.65
Dec-18	2.18	1.55
Jan-19	2.77	1.76
Feb-19	3.33	2.80
Mar-19	2.80	2.35

g) Performance in comparison to broad-based indices such as BSE Sensex, CRISIL index etc.:

Since the shares of the Company are thinly traded, the comparison of the performance of the shares of the Company with indices such as BSE Sensex is not made.

h) In case of securities are suspended from trading, the directors report shall explain the reason:

N.A.

i) Registrar and Transfer Agents:

Beetal Financial & Computer Services Pvt. Limited,
99, 3rd Floor, Madangir, B/4 Behind Local Shopping Center,
Near Dada, Harsukh Das Mandir,
New Delhi- 110 062.

j) Share Transfer System:

All the share transfer system of the company is being controlled by Beetal Financial & Computer Services Pvt. Limited, subject to the approval of the company.

k) Distribution of Shareholding as on 31.03.2019:

Sr. No.	Category	No. of Shares	% of Holding
A.	Promoters' Holding:		
1.	Promoters		
	Indian Promoters	19,31,862	10.90
	Foreign Promoters	63,28,100	35.70
2.	Persons Acting In Concert	NIL	NIL
	Sub- Total	82,59,962	46.60
B.	Non Promoters' Holding		
3.			
a.	Institutional Investors:	12,900	0.07
b.	Mutual Funds & UTI	20,100	0.11
	Banks, FIs, Insurance Companies (Central/State Govt. Institutions/ Non- Govt. Institutions)		
c.	Foreign Institutional Investors	NIL	NIL
	Sub- Total	33,000	0.18
4.	Others		
a.	Private Corporate Bodies	36,92,210	20.83
b.	Indian Public	54,06,751	30.50
c.	NRIs/OCBs/HUF	335376	1.89
	Any Other Clearing Members- Demat Transit/ Trust)	821	0.00
	Sub-Total	94,68,158	53.22
	GRAND TOTAL	1,77,28,120	100

l) Dematerialization of Shares & Liquidity:

As on 31st March, 2019, 1,27,99,069 equity shares, representing 72.196% of total Equity Capital is held in demat form with the NSDL & CDSL.

m) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on equity:

N.A.

n) Commodity price risk or foreign exchange risk and hedging activities:

N.A.

o) Plant Location:

Village: Fazilpur-Mehrola,

Tehsil: Kichha, Rudrapur,

Dist.: Udham Singh Nagar,

Uttarakhand.

p) Address for Correspondence:

13, Hanuman Road,

Connaught Place,

New Delhi- 110001.

10. OTHER DISCLOSURES:

Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, Directors or the management, their subsidiaries or relative that may have potential conflict with the interests of the Company at large:

The Company does not have any materially significant related party transactions, which may have potential conflict with its interest at large.

Details of non-compliance by the Listed Entity, penalties, strictures imposed on the listed entity by Stock Exchange(s) or the Board or any Statutory Authority, on any matter related to capital markets, during the last three years :

There is no non-compliance made by the Company during the last 3 years on any matter related to capital markets

Whistler Blower policy and affirmation that no personnel has been denied access to the audit committee:

A Vigil Mechanism / Whistle Blower Policy, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 was approved by the Board in its Board meeting held on 14th November, 2014. The vigil mechanism shall provide for adequate safeguards against victimization of employees and directors who avail of the vigil mechanism and also provide for direct access to the Chairperson of the Audit Committee, in exceptional cases.

Mr. Manjit Singh, Plant Manager was appointed as the Vigilance Officer to hear the grievances of the employees with any person in the company and take steps to resolve the issues amicably and report the same to the Managing Director of the Company and offences of serious nature may be brought to the attention Mr. Lilanshu Arora Chairman of the Audit Committee of the Company who shall after hearing the concerned person award appropriate punishment to the offender.

Details of compliance of mandatory requirements and adoption of the non-mandatory requirements:

The Company has complied with the mandatory requirements of the SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 and the Company proposed to adopt some of the provisions of the non-mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015.

Web Link where policy for determining "material" subsidiaries and policy on dealing with related party transactions is disclosed: The Company does not have any subsidiary Company.

Disclosure of Commodity price risks and commodity hedging activities:

N.A.

Certificate From Practising Company Secretary that None of the Directors on the Board of the Company have been Debarred or Disqualified from Being appointed or Continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any Such Statutory authority:

The Company has received a certificate from Santosh Kumar Pradhan, Practising Company Secretary to the effect that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of the Company by the Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs or any other statutory authority. The same forms part of this report.

All The recommendation made by the Audit/ Nomination & Remuneration Committee during the Year under review were accepted and adopted by the Board.

Statutory Auditors and their fee: M/S Sunil Vashisht & Co. the Chartered Accountants sare the Statutory Auditors of the Company. During the F.Y. 2018-19, the total fees Paid by the Company to them on a Consolidated basis is as below:

Statutory Audit Rs. 59000/-

Other Services Rs. Nil

Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 :

In order to comply with provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and

Rules framed thereunder, the Company has formulated and implemented a policy on prevention, prohibition and redressal of complaints related to sexual harassment of women at the workplace. All women employees are covered under the above policy. The said policy has been uploaded on the internal portal of the Company for information of all employees. An Internal Complaint Committee (ICC) has been set up in compliance with the said Act. During the year under review, no Complaint was reported pertaining to sexual harassment of women at workplace.

- 11) The Company has complied all the requirement of the corporate governance report as mentioned in Schedule V sub paras (2) to (10).
- 12) The Company has Complied with the all the Corporate governance requirements as specified in regulation 17 to 27 and clauses (b) to (i) of Sub regulation (2) of regulation 46 of SEBI(Listing Obligation and Disclosure Requirements, Regulations 2015).

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to regulation 34(3) and Schedule V Para C clause (10)(i) of SEBI (Listing obligation and Disclosure Requirement) Regulations, 2015)

To,
The Members of,
TARAI FOODS LIMITED
13, HANUMAN ROAD,
CONNAUGHT PLACE,
NEW DELHI, DL 110001

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Tarai Foods Limited having CIN L15142DL1990PLC039291 and having registered office at 13, Hanuman Road, Connaught Place, New Delhi- 110001(hereinafter referred to as the Company), produced before me by the Company for the purpose of issuing the Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C sub clause 10(i) of Security Exchange Board of India (Listing obligation and Disclosure Requirement) Regulations, 2015).

In my opinion and to the best of my information and according to the verifications (including Directors Identifications Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its Officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2019 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Security Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	GURPRIT SINGH SANDHU	GURPRIT SINGH SANDHU	00053527
2.	KIRAN SANDHU	KIRAN SANDHU	00053879
3.	RAMPYARE SINGH	RAMPYARE SINGH	03615102
4.	HAKAM SINGH SAINI	HAKAM SINGH SAINI	06786586
5.	ASHWINI KUMAR PANDEY	ASHWINI KUMAR PANDEY	08198711

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Ghaziabad
Date: 14/08/2019

For Santosh Kumar Pradhan
(Company Secretaries)

Sd/-
Santosh Kumar Pradhan
(Proprietor)
FCS NO.: 6973
C.P. No. 7647
UDIN:F006973A000003521

CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE

Independent's Auditor's Certificate

The Members

Tarai Foods Limited

(CIN: L15142DL1990PLC039291)

13, Hanuman Road, Connaught Place,

New Delhi- 110001.

1. We have reviewed the records concerning the Company's compliance of conditions of Corporate Governance as stipulated in Chapter IV of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to the Uniform Listing Agreement of the said company with the Stock Exchanges, for the year ended 31st March 2019.
2. The Compliance of conditions of corporate governance is the responsibility of the management. Our Examination was limited to procedures and implementation thereof, adopted by the Company ensuring the Compliance of the conditions of the corporate Governance as stipulated in said regulations. It is neither an audit nor an expression of opinion on the financial statements of the company.
3. We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for the review, and the information and explanations given to us by the Company.
4. Based on such a review, in our opinion, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Chapter IV of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to the Uniform Listing Agreement of the said company with the Stock Exchanges.
5. We further state that such compliance is neither an assurance as to the future viability of the Company nor as to the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Date: 14.08.2019

Place: Rudrapur

For Sunil Vashisht & Co.

Chartered Accountants

Firm Regn. No.: 005016N

CA VARUN VASHISHT

Partner

Membership No.: 512252

CEO and CFO Compliance Certificate

We, G.S. Sandhu, Managing Director (DIN: 0053527) and Ramyare Singh Whole Time Director (DIN: 03615102) and Chief Financial Officer of Tarai Foods Limited certify that:

- a) We have reviewed the financial statements cash flow statement for the year ended 31st March, 2019 and to the best of our knowledge and belief:
 - a) these statements do not contain any materially untrue statement or omit any material facts or contain statements that might be misleading;
 - ii) these statements together present true and fair view of the Company's affairs and are in compliance with the existing Accounting Standards, applicable laws and regulations.
- b) to the best knowledge and belief, no transaction entered into by the Company during the year ended 31st March, 2019 are fraudulent, illegal or violate of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls and financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal control, if any, of which we are aware have been disclosed to the Auditors and the Audit Committee and steps have been taken to ratify these deficiencies.
- d)
 - i) There has not been any significant change in the internal control over financial reporting during the year under reference;
 - ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
 - iii) We are not aware of any instances during the year of significant fraud with involvement therein management or any employee having significant role in the Company's internal control system over financial reporting.

Date: 14.08.2019

Place: Rudrapur

Sd/-

G.S Sandhu
Managing Director
DIN:00053527

Sd/-

Rampyare Singh
Whole Time Director
Chief Financial Officer
DIN:03615102
PAN:AXRPS3807K

INDEPENDENT AUDITOR'S REPORT

To the Members of TARAI FOODS LIMITED Report on the standalone Financial Statements

We have audited the accompanying standalone financial statements of TARAI FOODS LIMITED ("the Company") which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

Management's Responsibility for the standalone Financial Statements

The Company's Board of Directors are 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 designs, 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 standalone 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 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion whether the company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of 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 these 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:

- (i) in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2019;
- (ii) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- (iii) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of Section 143 (11) of the Act, we give in the Annexure-A, a statement on the matters specified in paragraphs 3 and 4 of the Order.

1. As required by section 143 (3) of the Act, we report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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, Statement of Profit and Loss and Cash Flow statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow statement 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 written representations received from the directors as on 31 March 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019, 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 Auditors' 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:

1. The Company has disclosed the impact of pending litigations on its financial position in its financial statements in accordance with the Indian Accounting Standards (IndAS).
2. The Company did not have any long term contracts including derivative contracts for which there are any material foreseeable losses.
3. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Rudrapur
Date: 30.05.2019

M/s Sunil Vashisht & Co.
(Chartered Accountants)
FRN: 005016N
CA. Varun Vashisht
Partner
M.No. 512252

ANNEXURE- A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report that:

- (i). In respect of its fixed assets:
- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) The fixed assets have been physically verified by the Management during the year in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. And which in our opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical 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, the title deeds of immovable properties are held in the name of the company.
- (ii). In respect of its inventory:
- a) As explained to us, inventories have been physically verified by the Management at regular intervals during the year.
 - b) There were no material discrepancies noticed on such physical verification of inventory as compared to the book records and the same have been properly dealt with in the books of account;
- (iii) 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. Hence (iii) (a), (b) and (c) are not applicable in the case of the Company.
- (iv) In our opinion and according to the information and explanations given to us, in respect of loans, investments, guarantees, and security, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- (v). According to the information and explanations given to us, the Company has not accepted any deposits during the year and accordingly the question of complying with the directives issued by the Reserve Bank of India and the provisions of section 73 and 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder does not arise. According to the information and explanations given to us, no Order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal on the Company.
- (vi). The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- (vii). According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion:
- a) in the year under review, the Company is regular in depositing undisputed statutory dues including employees' state insurance, income-tax, Goods and Service Tax, duty of customs, cess and any other statutory dues to the appropriate authorities.
Undisputed statutory dues of provident fund of current year under review and of earlier years and sales tax of earlier years have been deposited and Provident Fund amounting to Rs. 1.91 lacs (including of earlier years) and sales tax of earlier years amounting to Rs. 0.13 lacs has not been deposited with the Authorities after they have become due. However, provision for provident Fund has been made in Books of Accounts in the earlier years.
According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, duty of customs, Goods and Service Tax, cess and other material statutory dues were in arrears as at 31 March 2019 for a period of more than six months from the date they became payable.
 - b) As at 31st March, 2019 according to the records of the Company, the following are the particulars of disputed dues on account of excise duty matters that have not been deposited:

Name of the Statute	Nature of Dues	Amount (Rs. In Lacs)	Period to which dues relate	Forum where the dispute is pending
Central Excise Act, 1944	Excise Duty	Rs. 0.59	1999- 2000	Appellate Authority – Upto Commissioner's Level

- (viii) In our opinion and based on our audit procedures and according to the information and explanation given to us and as per the books maintained by the Company, the Company had defaulted in repayment of dues to financial institutions and the bank. During the year, the Company has gone into One Time Settlement with these financial institutions and banks. The schemes have been duly approved by both the financial institution IFCI Ltd. And IDBI Bank Ltd. The company has successfully paid off the OTS amount approved by IDBI Bank Limited under the said scheme and the litigations pending against the company in Debt Recovery Tribunal, Delhi have been settled as withdrawn by the said bank.
- (ix) In our opinion and based on our audit procedures and according to the information and explanation given to us, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and term loans in the year under review and accordingly, paragraph 3 (ix) of the Order is not applicable.

- (x) To the best of our knowledge and according to the information and explanations given to us, no 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) To the best of our knowledge and according to the information and explanations given to us, the provisions of payment and provision of managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act are complied with. Currently there is no employee to which these provisions are applicable.
- (xii) The company is not a Nidhi Company and hence paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations 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) To the best of our knowledge and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (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. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place: Rudrapur

Date: 30.05.2019

M/s Sunil Vashisht & Co.
(Chartered Accountants)
FRN: 005016N

Sd/-
CA. Varun Vashisht
Partner
M.No. 512252

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of TARAI FOODS LIMITED

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 TARAI FOODS LIMITED (“the Company”) as of 31 March 2019 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2019, 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.

M/s Sunil Vashisht & Co.
(Chartered Accountants)
FRN: 005016N

Place: Rudrapur
Date: 30.05.2019

Sd/-
CA. Varun Vashisht
Partner
M.No. 512252

TARAI FOODS LIMITED
13, HANUMAN ROAD, CONNAUGHT PLACE, DELHI- 110001
AUDITED BALANCE SHEET AS AT 31.03.2019

PARTICULARS	Note No.	AS AT	AS AT
		31.03.2019	31.03.2018
		Rs.	Rs.
A. ASSETS			
1. Non Current Assets			
a) Property, Plant & Equipments	1	27,486,337	2,755,750
b) Capital Work-In-Progress		1,269,336	1,269,336
Total Non-Current Assets		28,755,673	30,347,265
2. Current Assets			
Inventories	2	2,274,876	2,639,675
Financial Assets:			
(i) Trade Receivables	3	203,865	116,521
(ii) Cash and cash equivalents	4	108,584	259,045
(iii) Short Term Loans and Advances	5	4,101,881	4,691,520
Total Current Assets		6,689,206	7,822,836
TOTAL- ASSETS		35,444,879	38,170,101
B. EQUITY AND LIABILITIES			
1. Equity			
a) Share Capital	6	153,641,200	153,641,200
b) Other Equity	7	163,844,543	457,947,970
Total Equity attributable to equity shareholders		10,203,343	304,306,770
2. Liabilities			
Non Current Liabilities			
a) Financial Liabili			
(i) Long Term Borrowings	8	27,648,800	324,318,157
b) Long Term Provisions	9	1,011,147	926,354
Total Non Current Liabilities		28,659,947	325,244,511
Current Liabilities			
a) Financial Liabilities:			
(i) Trade payables	10	13,182,903	12,472,698
b) Other Current Liabilities	11	3,650,997	4,614,008
c) Short Term Provisions	12	154,375	145,654
Total Current Liabilities		16,988,275	17,232,360
TOTAL EQUITY AND LIABILITIES		35,444,879	38,170,101
The accompanying notes 1 to 22 are an integral part of the Financial Statements.			
This is the Balance Sheet referred			
to in our report of even date			

For and on behalf of
M/s. Sunil Vashisht & Co.
Chartered Accountants

Sd/-
Varun Vashisht
Partner
Membership No.: 512252

Place : Rudrapur
Date : 30.05.2019

FOR & ON BEHALF OF THE BOARD

Sd/-
G. S. SANDHU
MANAGING DIRECTOR
DIN : 00053527

Sd/-
DR. R. P. SINGH
WHOLE TIME DIRECTOR
DIN : 03615102
CHIEF FINANCE OFFICER
PAN NO. AXRPS3807K

Sd/-
ARTI VERMA
COMPANY SECRETARY
MEMBERSHIP NO. 38825

TARAI FOODS LIMITED
13, HANUMAN ROAD, CONNAUGHT PLACE, DELHI- 110001
AUDITED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31.03.2019

		For the year ended 31-Mar-19	For the year ended 31-Mar-18
	Notes	Rs.	Rs.
INCOME			
I. Net Revenue from Operations	13	23,933,770	21,453,371
II. Other Income	14	965,008	15,652
III. Total Revenue		24,898,778	21,469,023
IV. EXPENSES			
Cost of Materials consumed	15	6,868,210	8,257,451
Purchase of Stock in Trade		0	0.00
Changes in inventories of Finished Goods, WIP and stock-in-Trade	16	161,643	261,149
Employee Benefit Expenses	17	2,460,281	2,354,831
Finance Cost	18	17,712	42,670
Depreciation and Amortization expenses	1	1,602,392	1,551,440
Other Expenses	19	15,114,689	11,053,627
Total Expenses		26,224,927	23,553,735
V. (LOSS) / PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX		1,326,149	2,084,712
EXCEPTIONAL ITEMS AND PRIOR YEAR ITEMS	SHOWN BELOW	10,450	706,465
VII. PROFIT / (LOSS) BEFORE EXTRAORDINARY ITEMS AND TAX		1,315,699	1,378,247
EXTRAORDINARY ITEMS		287,408,157	0
IX. PROFIT / (LOSS) BEFORE TAX		286,092,458	1,378,247
X. Tax expenses		0	0
XI. PROFIT / (LOSS) FOR THE PERIOD FROM CONTINUING OPEARATIONS		286,092,458	1,378,247
XII. PROFIT / (LOSS) FROM DISCONTINUING OPEARATIONS		0	0
XIII. Tax Expenses of Discontinuing operations		0	0
XIV. Profit/(loss) from Discontinuing Operations (after Tax)		0	0
XV. Profit / (Loss) for the year		286,092,458	1,378,247
XVI. OTHER COMPREHENSIVE INCOME			
A. (i) Items that will not be reclassified to profit or loss		85,335	65,808
(ii) Income tax related items that will not be reclassified to profit or loss		0	0
B. (i) Items that will be reclassified to profit or loss		0	0
(ii) Income tax related items that will be reclassified to profit or loss		0	0
XVI. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (XV+XVI) (COMPRISING PROFIT/LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD)		286,177,793	1,312,439
Loss brought forward from previous year		494,973,089	493,594,842
LOSS TRANSFERED TO BALANCE SHEET		208,880,632	494,973,089
Earning Per Share before Extra Ordinary Items			
Basic and Diluted EPS		0.09	0.09
Earning Per Share after Extra Ordinary Items			
Basic and Diluted EPS		18.62	0.09
The accompanying notes 1 to 22 are an integral part of the Financial Statements.			
This is the Profit & Loss Account			
referred to in our report of even date			

For and on behalf of
M/s. Sunil Vashisht & Co.
Chartered Accountants

Sd/-
Varun Vashisht
Partner
Membership No. 512252

Place : Rudrapur
Date : 30.05.2019

FOR & ON BEHALF OF THE BOARD

Sd/-
G. S. SANDHU
MANAGING DIRECTOR
DIN : 00053527

Sd/-
DR. R. P. SINGH
WHOLE TIME DIRECTOR
DIN : 03615102
CHIEF FINANCE OFFICER
PAN NO. AXRPS3807K

Sd/-
ARTI VERMA
COMPANY SECRETARY
MEMBERSHIP NO. 38825

TARAI FOODS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2019

	For the year ended 31st March 2019	For the year ended 31st March 2018
A. Cash Flow from Operations		
Net Profit/ (Loss) Before Tax & Extraordinary items	1,315,699	1,378,247
Adjustments for		
Actuarial Gain	85,335	65,808
Depreciation	1,602,392	1,584,007
Finance Cost	17,712	42,670
Interest on Deposits	22,119	
Amount transferred to Capital Reserve	7,925,635	-
Profit on sale of Fixed Assets	-	878,598
Interest on loans written back	287,408,157	-
Amounts Written Back	295,333,792	
Operating Profit/ (Loss) before Working Capital Changes	367,621	564,360
Adjustment for		
Trade & Other Recievables	(87,344)	70,577
Loans and Advances	589,639	(153,798)
Inventories	480,874	(116,075)
Long Term Provisions	84,793	68,004
Short Term Provisions	8,721	(3,433)
Trade and other Payables	(252,806)	221,396
Cash Generated from operations	1,191,498	(477,690)
Net prior year adjustments	-	-
Finance Cost	(17,712)	(42,670)
Taxes Paid	-	-
Net Cash from Operating Activities (A)	1,173,786	(520,360)
B. Cash Flow From Investing Activities		
Purchase of Fixed Assets	(10,800)	(819,630)
Addition in Capital W-I-P	-	-
Investment in Fixed Deposits	22,119	-
Sale of Fixed Assets	979,661	979,661
Cash Flow before Extraordinary Items	11,319	160,031
Adjustments for Extraordinary Items		
Net Cash used in Investing Activities (B)	11,319	160,031
C. Cash Flow From Financing Activities		
Proceeds from Issue of Share Capital & Share Premium	-	-
Increase in unsecured loans	14738800	100,000
Proceeds from Long Term Borrowings	-	-
Repayment to Financial Institutions and Banks	(16,074,365)	-
Cash Flow before Extraordinary Items	(1,335,565)	100,000
Adjustments for Extraordinary Items	-	-
Net Cash used in Financing Activities (C)	(1,335,565)	100,000
Net Increase in Cash & Cash Equivalents (A+B+C)	(150,460)	(260,329)
Cash & Cash Equivalents as at the beginning of the period(note below)	259,045	519,370
Cash & Cash Equivalents as at the close of the period.(note below)	108,584	259,045
Cash & Cash Equivalents including		
-Cash in hand	29,414	245,026
-Balances with Scheduled Banks	79,170	14,019
-Fixed Deposit with Bank	-	-
Total	108,584	259,045

Notes: 1. Previous period figures have been regrouped/reclassified, wherever necessary to conform to current year presentation.

2. Figures in brackets represent outflows.

3. The above cash Flow Statement has been prepared under the 'Indirect Method' as per Indian Accounting Standard-7 (IndAS-7).

As per our Report of even date.

For and on behalf of
M/s. Sunil Vashisht & Co.
Chartered Accountants

Sd/-
Varun Vashisht
Partner
Membership No. 512252

Place : Rudrapur
Date: 30.05.2019

FOR & ON BEHALF OF THE BOARD

Sd/-
G.S. SANDHU
MANAGING DIRECTOR
DIN: 00053527

Sd/-
ARTI VERMA
COMPANY SECRETARY
MEMBERSHIP NO. 38825

Sd/-
Dr. R.P. SINGH
WHOLE TIME DIRECTOR
DIN: 03615102
CHIEF FINANCE OFFICER
PAN NO. AXRPS3807K

Statement of Changes in Equity

Particulars	Equity Share Capital	Reserves & Surplus		Other Comprehensive Income	Total	
		Capital Reserve	Securities Premium Reserve	Retained Earnings		Other Items of Other Comprehensive Income
Balance as at 1st April, 2017	153,641,200	0	36,959,311	(493,594,842)	0	(302,994,331)
Changes in Equity for the year ended 31st March, 2018						
Pension Plans Gains/(Losses)	0		0	0	65,808	65,808
Dividends (Including Dividend Distribution Tax)	0		0	0	0	0
Profit/(Loss) for the year	0		0	(1,378,247)	0	(1,378,247)
Balance as at 31st March, 2018	153,641,200	0	36,959,311	(494,973,089)	65,808	(304,306,770)

Changes in Equity for the year ended 31st March, 2018						
Pension Plans Gains/(Losses)	0		0	0	85,335	85,335
Dividends (Including Dividend Distribution Tax)	0		0	0	0	0
Profit/(Loss) for the year	0		0	286,092,458	0	286,092,458
Transferred during the year		7,925,635				7,925,635
Balance as at 31st March, 2019	153,641,200	7,925,635	36,959,311	(208,880,631)	85,335	(10,203,343)

'NOTE 1: PROPERTY PLANT AND EQUIPMENTS (Refer Note nos. 21 (2) and 21(3) and Note No. 22 (12))

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01-Apr-18	Addi	Sale/ Adjust-ment	As at 31-Mar-19	As at 01-Apr-18	For the year ended 31/03/19	on Sale / Adjust-ments	As at 31-Mar-19	As at 31-Mar-19	As at 31-Mar-18
TANGIBLE ASSETS:										
Land	11,083,208	-	-	11,083,208	-	-	-	-	11,083,208	11,083,208
Approach Road	918,569	-	-	918,569	872,641	-	-	872,641	45,928	45,928
Building	34,362,362	-	-	34,362,362	24,050,038	1,086,311	-	25,136,349	9,226,013	10,312,324
Plant & Machinery	86,410,302	-	-	86,410,302	78,987,757	497,720	-	79,485,477	6,924,825	7,422,545
Furniture & Fixtures	1,583,047	-	-	1,583,047	1,581,237	-	-	1,581,237	1,810	1,810
Office Equipments	6,379,704	10,800	-	6,390,504	6,170,531	18,361	-	6,188,892	201,613	209,173
Vehicle	679,561	-	-	679,561	676,621	-	-	676,621	2,940	2,940
Total	141,416,753	10,800	-	141,427,553	112,338,824	1,602,392	-	113,941,216	27,486,337	29,077,927
Total	142,618,385	819,630	2,021,262	141,416,753	112,675,016	1,584,007	1,920,199	112,338,824	29,077,929	
CAPITAL WIP	1,269,336		-	1,269,336					1,269,336	1,269,336

NOTE 2: INVENTORY

	As at 31.03.2019	As at 31.03.2018
	Rs.	Rs.
Raw Material	600,174	574,589
W.I.P.	1,674,702	1,836,345
Finished Goods	0	0
Stores & Spares	0	155,677
Fuel, Oil and Lubricants	0	77,172
Packing Material	0	111,967
	2,274,876	2,755,750
NOTE 3: TRADE RECEIVABLES		
(All the trade receivables are Unsecured)		
Debts outstanding for a period over six months :		
- Unsecured but considered good	0	0
- Unsecured and considered doubtful	546,900	546,900
Others :		
- Unsecured but considered good	122,876	116,521
- Unsecured and considered doubtful	0	0
Less : Provision for doubtful debts	546,900	546,900
	122,876	116,521
NOTE 4: CASH & CASH EQUIVALENTS		
Balances With Banks In Current Accounts	79,170	14,019
Cheques/ Drafts on Hand	0	0
Cash on Hand	29,414	245,026
Fixed Deposit with Bank #	0	0
	108,584	259,045

NOTE 5: SHORT TERM LOANS AND ADVANCES

	As at 31.03.2019	As at 31.03.2018
	Rs.	Rs.
All are unsecured and Considered Good except as mentioned otherwise		
A.) Loan and Advances to Related Parties	0.00	0.00
B.) Loan and Advances to Others: (Unsecured and considered Good)		
Advances recoverable in cash or in kind or for value to be received		
- Unsecured but considered good	0	0
- Unsecured and considered doub	670,500	670,500
With Statutory Authorities: Unsecured and considered good		
'- Balance with Income Tax Authorities	2,037,932	2,973,094
- Balance with Sales Tax Authority	153,823	153,823
- Balance with 'Custom Duty and Excise Duty	100	100
VAT ON INPUT	0	188,422
Deposits	1,253,578	1,170,376
Others#	656,448	205,705
Less Provision for doubtful Advances	670,500	670,500
# Includes Advances to Sundry Creditors		
(Advance include amount due from Directors/ Officers of the Company Rs. Nil /- Previous Year Rs NIL)		
(Maximum Balance Rs. (Previous year Rs.)		
	4,101,881	4,691,520

NOTE 6: SHARE CAPITAL

AUTHORISED CAPITAL:				
32,000,000 Equity Shares of Rs. 10/- each		320,000,000	320,000,000	
(32,000,000 Equity Shares of Rs. 10/- each)				
150,000 (last year 150,000) Cumulative Convertible Preference Share Of Rs.100/- each		15,000,000	15,000,000	
		335,000,000	335,000,000	
ISSUED, SUBSCRIBED, CALLED UP AND PAID UP				
17,728,120 Equity Shares of Rs. 10 each , fully called up (previous year 17728120 Equity Shares)		177,281,200	177,281,200	
LESS: Calls in arrears		23,640,000	23,640,000	
-- By directors and officers Rs.Nil (PY Rs. NIL)				
-- By others Rs. 2.364 crs.(PY Rs. 2.364 crs.)		153,641,200	153,641,200	
A.) The details of the Shareholders holding more than 5% shares:				
Name of the Shareholders	As at 31.03.2019		As at 31.03.2018	
	No. of Shares	% held	No. of Shares	% held
Galway Investments Pvt. Ltd.	6328100	35.70%	6328100	35.70%
G.S. Sandhu	1658562	9.36%	1658562	9.36%
Arihant Technology Pvt. Ltd.	1000000	5.64%	1000000	5.64%
Sunbright Foods Pvt. Ltd.	1000000	5.64%	1000000	5.64%
B.) The reconciliation of the number of shares outstanding is set out below:				
Particulars	As at 31.03.2019		As at 31.03.2018	
	No. of Shares	No. of Shares	No. of Shares	No. of Shares
Equity Shares at the beginning of the Year	17,728,120		17,728,120	
Add: Share issued during the year	0		0	
Less: Shares cancelled	0		0	
Equity Shares at the end of the Year	17,728,120		17,728,120	
C.) Terms/ rights attached to Equity Shares:				

The Company has only one class of Equity Shares having a par value of Rs. 10/- per share. Each holder of Equity share is entitled to one vote per share. The dividends, if and when declared, is declared and paid in Indian Rupees. The Board of Directors have neither declared nor proposed any Dividend. In the event of Liquidation of the Company, the Equity holders will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, and in the proportion to the number of Equity shares held by them.

NOTE 7: RESERVES & SURPLUS

	As at 31.03.2019	As at 31.03.2018
	Rs.	Rs.
RESERVES AND SURPLUS		
Share Premium Reserve		
At the beginning and at the end of the year	36,959,311	36,959,311
Capital Reserve		
At the beginning and at the end of the year	7,925,635	0
SURPLUS		
Debit Balance in profit & Loss A/c.		
As per Last Balance Sheet	(494,907,281)	(493,594,842)
Add: Profit/ (losses) for the Year	286,177,793	(1,312,439)
At the end of the Year	(208,729,489)	(494,907,281)
TOTAL	(163,844,543)	(457,947,971)

Nature of Reserves**Share Premium Reserve**

Securities Premium represents the amount received in excess of par value of securities (equity shares).

Capital Reserve

This reserve represents the principal outstanding of the external long term borrowings written back on account of One Time Settlement with the lenders.

NOTE 8: LONG TERM BORROWINGS:

Secured:	As at 31.03.2019	As at 31.03.2018
TERM LOAN FROM FIS AND BANKS:		
- Rupee Term Loan	12,500,000	34,000,000
- Interest Accrued and Due	0	289,908,157
	12,500,000	323,908,157
Less: Repayments under negotiated settlement	10,000,000	10,000,000
	2,500,000	313,908,157

The company was in negotiation with FIS and Banks for One Time Settlement (OTS). Both the FIS and Bank have approved the OTS and the company has settled with the bank in full as per the terms. However, till date No Dues Certificate and related documents of prime security given to the bank has not been released.

The last installment of the OTS of FIS is due at the balance sheet date.

These are further secured by Personal Guarantee of Mr. G.S. Sandhu (Director) and Mr. D.S.Bhooi.

NOTE 8 (a): OTHER LONG TERM BORROWINGS:

UNSECURED LOANS:		
- From Others		
- From Directors	21,148,800	6,310,000
- From others#	4,000,000	4,000,000
# Includes unsecured loan from a Company listed in the Register maintained u/s 189 of the Companies Act, 2013.	25,148,800	10,410,000

NOTE 9: LONG TERM PROVISIONS

PROVISION FOR EMPLOYEE BENEFITS		
-Provision for Gratuity (unfunded)	904,278	826,484
-Provision for Earned Leaves (unfunded)	106,869	99,870
	1,011,147	926,354

NOTE 10 : TRADE PAYABLES

Sundry Creditors- Due to Others	13,182,903	12,472,698
- Due to Micro, small and Medium Enterprises	0	0
	13,182,903	12,472,698

NOTE 11: OTHER CURRENT LIABILITIES

UNSECURED:		
Security deposits	304,700	304,700
Other Payables:		
Advances from Customers	140,276	113,125
Expenses Payable	1,951,281	2,956,253
Other Statutory Dues	1,254,740	1,239,931
	3,346,297	4,309,308
	3,650,997	4,614,008

NOTE 12: SHORT TERM PROVISIONS

	As at 31.03.2019	As at 31.03.2018
	Rs.	Rs.
Current Portion of Long Term Employee Benefits:		
- Provision for Gratuity (UNFUNDED)	137,866	129,954
- Provision for Earned Leaves (UNFUNDED)	16,509	15,700
	154,375	145,654

Note 13: REVENUE FROM OPERATIONS

Sale of Products	23,933,770	21,453,371
Sale of services	0	0
Other Operating Revenues	0	0
	23,933,770	21,453,371
Less: Exise Duty/service tax	0	0
	23,933,770	21,453,371

Note 14: OTHER INCOME

Interest Income on Fixed and security deposits	22,119	15,652
Interest on Income Tax Refund	674,366	0
Sundry balances written back	268,523	
	965,008	15,652

NOTE 15: COST OF MATERIALS CONSUMED	As at 31.03.2019		As at 31.03.2018	
	Amt. in Rs.	% of	Amt. in Rs.	% of
		Consumption		Consumption
Imported	0	0	0	0
Indegenous	6868210	100	8257451	100
	6868210	100	8257451	100
CONSUMPTION OF RAW MATERIAL:				
	As at 31.03.2019		As at 31.03.2018	
	Qty (in MT)	Value (In Rs.)	Qty (in MT)	Value (In Rs.)
Wheat Straw	137	409,639	728	2846664
Farmyard Manure	23	8,386	369	184250
Poultry Manure	87	117,016	530	720353
Sweet Corn	0	0	0	0
Raw Peas	0	0	0	0
Misc.(Spawn, Gypsum, coir pith, chemicals,co on rolls etc.		6,333,168		4506184
		6,868,210		8,257,451

NOTE 16: INCREASE / (DECREASE) IN INVENTORY			
		As at 31.03.2019	As at 31.03.2018
		Rs.	Rs.
Finished Goods			
Opening stock		0	0
Closing stock		0	0
	a	0	0
Work in progress			
Opening stock		1,836,345	2,097,494
Closing stock		1,674,702	1,836,345
	b	161,643	261,149
	a + b	161,643	261,149
NOTE 17: EMPLOYEE BENEFIT EXPENSES			
Salaries and Wages		1,892,294.00	1,836,294.00
Contribution to Provident and other fund		193,197.00	263,463.00
Leave Encashment		34,342.00	32,908.00
Gratuity		144,507.00	138,698.00
Bonus		127,152.00	0.00
Staff Welfare Expenses		68,789.00	83,468.00
		2,460,281.00	2,354,831.00

NOTE 18: FINANCE COST

	As at 31.03.2019	As at 31.03.2018
Interest expense:		
- Term Loan	0	0.00
- Others	0	0.00
Bank Charges	17,712	42,670
Other Borrowing Costs	0	0
	17,712	42,670

NOTE 19: OTHER EXPENSES

MANUFACTURING EXPENSES		
	As at 31.03.2019	As at 31.03.2018
Consumption of Stores, spares and packing material	4,785,302	1,824,231
Fuel, Power & Water	5,311,351	4,402,469
Repairs to Building	165,266	30,138
Repairs to Machinery	871,962	777,879
Repair & Maintenance - Cold Store	0	220,937
	A	11,133,881
		7,255,654

MARKETING EXPENSES

		As at 31.03.2019	As at 31.03.2018
Loading & Unloading Charges		0	0
Freight Inward		212,438	19,410
Cold Store Hire charges		0	0
	B	212,438	19,410
ADMINISTRATIVE EXPENSES			
Audit Fees		59,000	78,000
Travelling & Conveyance Expenses		60,686	125,212
Advertisement		96,526	64,793
Book Maintenance Charges		42,000	0
Rent		172,460	404,900
General/Board meeting Expenses		24,300	14,800
Miscellaneous Expenses		68,942	97,572
Legal & Professional Charges		1,406,227	1,191,248
License & Filing Charges		50,084	45,325
Repair & Maintenance - Office		0	37,319
Repair & Maintenance - Office Equipments		33,310	19,190
Repair & Maintenance- Vehicles		30,050	22,720
Repair & Maintenance- Other Assets		459,805	333,475
Listing Fee & Expenses		250,000	348,728
Share Registrar Charges		0	18,976
Printing & Stationery		350,762	303,747
Telephone Charges		77,332	117,064
Postage Charges		457,996	471,302
GST Expenses		0	67,554
Sales Tax Expenses		0	0
Amounts w/off		0	7,353
Interest and penalties		128,891	9,287
	C	3,768,371	3,778,564
TOTAL	A+B+C	15,114,689	11,053,627

NOTE 20: RELATED PARTY TRANSACTIONS

As per Ind AS-24 Related Parties Disclosure issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions with them during the year are disclosed below:

(a) List of Related Parties

Relation with Related Parties	Name of Related Parties
Key Mangement Personel-Director	Mr. GS Sandhu
Relative of Key Management of Personel	Dr. Ram pyare Singh
Enterprise Over which there is significant influence of Director and their relative above	Suraiya Exports Private Limited
	Tarai Farmlands Private Limited

(b) Related Parties Transactions during the year ended 31.03.2019**Transaction Related to Balance Sheet****(Amount in Rupees)**

Name of Related Parties	Nature of Transaction	For the year ended 31 March 2019	For the year ended 31 March 2018
GS Sandhu	Unsecured Loan Taken	14,750,000	100,000
Total		14,750,000	100,000

(c) Closing Balances**(Amount in Rupees)**

Name of Related Parties	As at 31 March 2019	As at 31 March 2018
Mr. GS Sandhu	21,148,800	6,410,000
Tarai Farmlands Private Limited	4,000,000	4,000,000
Total	25,148,800	10,410,000

Note 21: STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES

1. General Information:

- a) Tarai Foods Limited (the Company), is a Public Limited Company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on the Stock Exchange of Mumbai. The Registered Office of the company is located at 13, Hanuman Road, Connaught Place, New Delhi- 110001.
- b) The company is primarily engaged in the business of manufacture of frozen fruits and vegetables using the Individual Quick Frozen (IQF) freezing Technology.

2. Statement of Compliance:

- a) The financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS), notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.
- b) Up to the year ended 31st March, 2017, the Company prepared its Financial Statements in accordance with the requirements of previous GAAP prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. These are the Companies First Ind AS Financial Statements.

3. Significant accounting policies:

a) Basis of preparation of Financial Statements

- i) In accordance with the notification issued by the Ministry of Corporate Affairs, the Company is required to prepare its Financial Statements as per the Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Accounting Standards) Amendment Rules, 2016 with effect from 1st April, 2016. Accordingly, the Company has prepared these Financial Statements which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss, the Statement of changes in Equity for the year ended 31st March, 2019 and a summary of Significant accounting policies and other Explanatory Information (together hereinafter referred to as "Financial Statements").
- ii) The financial statements of the company are prepared in accordance with the Indian Generally Accepted Accounting Principles (GAAP) on the accrual basis of accounting and historical cost convention except for certain material items that have been measured at fair value as required by the relevant Ind AS and explained in the ensuing policies below.
- iii) The financial statements are presented in Indian Rupees ('INR') and all values are rounded to the nearest crore, except otherwise indicated.

b) Use of estimates and judgments

- i) The preparation of the financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

4. Property, Plant and Equipments:

The cost of Property, Plant and Equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets. Expenditure incurred after the property, plant and equipment have been put into use, are charged to Statement of Profit and Loss in the period in which the costs are incurred.

Capital Work-In-Progress is carried at cost, comprising direct cost, related incidental expenses, if any to the extent they relate to the period till assets are ready for intended use.

5. Depreciation :

TANGIBLE ASSETS:

Depreciation has been provided based on useful life assigned to each asset in accordance with Schedule II of the Companies Act, 2013 as per rates prescribed according to the Straight Line Method.

6. Revenue Recognition and Sales:

Revenue on sale of goods is recognized on transfer of risks and reward which generally coincide with dispatch of goods to the parties.

7. Inventories:

- a. Finished Goods are valued at the lower of cost and net realizable value. Cost for this purpose includes direct cost and an appropriate portion of allocable overheads.
- b. W.I.P. is valued at cost. Cost for this purpose includes direct cost and attributable overheads.
- c. In case of stores and spares and packing material and raw material, 'Specific Identification' method and for other inventories, FIFO method is used.

8. Employee Benefits:

a. Provident Fund:

Provident Fund is a defined contribution scheme and the Company's contributions are charged to the Profit and Loss Account during the period in which the employee renders the related services.

b. Gratuity and Leave Encashment entitlement:

The company's liability towards the Gratuity and Leave Encashment is accounted for on the basis of actuarial valuation done at the year end and is charged to Statement of Profit and Loss.

Ind AS 19 requires the exercise of judgment in relation to various assumptions including future pay rises, inflation and discount rates. The Company determines the assumptions in conjunction with its actuaries, and believes these assumptions to be in line with best practice.

9. **TAXATION**

Income Tax expenses comprise current tax (i.e. amount of tax for the year determined in accordance with the Income Tax Laws). Deferred Tax on assets are recognized and carried forward only if there is a virtual/ reasonable certainty of realization of such assets in near future and are reviewed for their appropriateness of respective carrying value at Balance Sheet date.

10. **Provisions, Contingent Liabilities and Contingent assets:**

Provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation.

Contingent liabilities are disclosed in the notes to accounts and are determined based on the management perception that these liabilities are not likely to materialize. Contingent assets are not recognized or disclosed in the financial statements.

Note 22: ADDITIONAL NOTES TO FINANCIAL STATEMENTS

1. Contingent Liabilities and commitments:

Contingent Liabilities not acknowledged as debts:

- a) Regarding excise duty on unbranded French fries Rs.0.59 lacs (previous Rs.0.59 Lacs) – Matters under appeal hence interest on such demand not provided for.
- b) Regarding Bank Guarantee of Rs. 0.61 lacs (Previous year Rs. 0.61 Lacs) to the excise department.

2. The confirmation, reconciliation and adjustment of balances pertaining to trade receivables and payables, loans and advances and capital advances is an ongoing process. As regards the outstanding trade receivables, loans and advances and capital advances, the significant portion of these are independently verified and the company is of the opinion that the same are fully recoverable and consequential adjustments and provisioning, if any, are not likely to be material given the nature and size of its operation.

3. In the absence of any possibility of taxable profits in the near future, the company has not provided for Deferred Tax Asset as per Ind AS-12. The company is not recognizing deferred tax assets in respect of huge unabsorbed depreciation and carried forward losses and other deferred tax assets as there is no certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

4. The company had raised invoice claims on Lamb Weston Inc. amounting to Rs.12.17 lacs during earlier years towards renting of cold storage, testing charges, custom duty and freight charges which are outstanding as at March 31, 2019. These amounts are recoverable in foreign currency and are doubtful of recovery. Accordingly, provision for these amounts had already been made in these accounts in 1997-98.

5. Disclosure pursuant to Ind AS-37: Rs. In lacs

	Debtors	Loans and Advances
Provisions for doubtful debts		
Opening balance as on 01.04.18	5.47	6.71
Provided /Utilised/ Reversed during the year	NIL	NIL
Closing balance as on 31.03.2019	5.47	6.71

6. The company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Act. 2006. There are no micro and small enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2019. The above information pertaining to micro and small enterprises has been determined to the extent such parties have been identified on the basis of the information available with the Company. This has been relied upon by the auditors.

7. In respect of Ind AS 108 on "Operating Segments", the Company is a single segment Company dealing in fresh, frozen and canned foods in accordance with the criteria for identification of reportable segment specified in the said standard.

8. Earnings per share

Particulars		2018-19 (Rs. In lacs)	2017-18 (Rs. In lacs)
Numerator			
Net profit/ (Loss) before Exceptional Items		(13.16)	(22.57)
Net profit/ (loss) After Exceptional Items		2860.92	(13.78)
Net profit/ (loss) after Other comprehensive income		2861.78	(13.12)
Denominator			
Weighted average Equity Shares	Nos.	15364120	15364120
Basic and Diluted EPS (face value of Rs. 10/- each)			
Before Exceptional Items		(0.09)	(0.09)
After Exceptional Items		18.62	(0.09)

9. The company was regularly approaching the bank and financial institution for one time settlement of the loan accounts held with them. During the year, OTS offer was approved by both the lenders and company successfully paid the settlement offer amount within due time. Both the lenders have also issued No Dues Certificate to the company.
10. The net worth of the company is negative as at the Balance Sheet date. However accounts of the company have been prepared on going concern basis since the company is taking necessary steps for its revival. In case the company is unable to continue as going concern in future, the resultant adjustments, if any are presently not ascertainable.
11. Liabilities recognized in the Balance Sheet as on 31st March, 2019 with respect to gratuity is Rs. 10.42 Lacs (Previous year Rs. 9.54 lacs) and with respect to leave encashment/ entitlements Rs. 1.23 Lacs (Previous Year Rs. 1.16 lacs) as per the Actuarial Valuation. The following table set out the status of the Gratuity plan as required under IndAS-19. Reconciliation of the opening and closing value of the defined benefit obligation-

Sr. No.	Components of Employers Expenses	GRATUITY PLAN		LEAVE ENCASHMENT	
		As at March 31, 2019	As at March 31, 2018	As at March 31, 2019	As at March 31, 2018
1.	Current Service Cost	75,165	70,946	25,963	25,102
2.	Interest Cost	69,342	67,752	8,379	7,806
3.	Net Actuarial (gain)/ loss recognized in the period	(58,801)	(44,390)	(26,534)	(21,418)
4.	Expenses Recognized in the statement of Profit & Loss	1,44,507	1,38,698	34,342	32,908
Sr. No.	Net Assets/ (Liability) recognized in Balance Sheet	2019	2018	2019	2018
1.	Present Value of defined Benefit obligation	10,42,144	9,56,438	1,23,378	1,15,570
2.	Fair Value of Plan Assets	--	--	--	--
3.	Status {(Deficit)/ Surplus}	(10,42,144)	(9,56,438)	(1,23,378)	(1,15,570)
4.	Net Asset/ (Liability) recognized in Balance Sheet	(10,42,144)	(9,56,438)	(1,23,378)	(1,15,570)
a.	Current	(1,37,866)	(1,29,954)	(16,509)	(15,700)
b.	Non- Current	(9,04,278)	(8,26,484)	(1,06,869)	(99,870)
Sr. No.	Change in Present Value of Obligations during the Year	2019	2018	2019	2018
1.	Present Value of the Obliga	9,56,438	9,56,438	1,15,570	1,04,080
2.	Present Value of the Obligation at the Beginning of the Year	75,165	75,165	25,963	25,102
3.	Interest Cost	69,342	69,342	8,379	7,806
4.	Curtailment Cost/ (Credit)	--	--	--	--
5.	Settlement Cost/(Credit)	--	--	--	--
6.	Plan Amendments	--	--	--	--
7.	Acquisitions	--	--	--	--
8.	Actuarial (Gains)/Losses	(58,801)	(58,801)	(26,534)	(21,418)
9.	Benefits paid	0	0	0	0
10.	10.Present Value of Obligation at the END of the Year	10,42,144	10,42,144	1,23,378	1,15,570
Sr. No.	Change in Fair Value of Assets	N.A.	N.A.	N.A.	N.A.
Sr. No.	Actuarial Assump	2019	2018	2019	2018
1.	Discount Rate	7.25%	7.5%	7.25%	7.5%
2.	Rate of Increase in Compensation Levels	10%	10%	10%	10%
Sr. No.	Major category of Plan Assets	N.A.	N.A.	N.A.	N.A.

12. The cold store building had suffered damages due to earthquake in March, 1999. The building requires major repairs in insulation and RCC works has to be repaired and substantial insulation will have to be re-done. The company had filed insurance claim with the National Insurance Co. in 2001 which remains unsettled till date.
13. The Company suffered loss on account of deterioration of stocks arising out of break down in Generating set and earthquake damages to the cold store building. Company had filed insurance claim with National Insurance Co. in 2001 for deterioration of stocks, machinery break down, for generator set and cold store building which are all pending till date.
14. The company has filed a case in Delhi High Court in 2004 for losses on account of damages to the cold store, deterioration of stocks, machinery break down. The case has been admitted and the evidences are being taken up.
15. The company has been served with a statutory notice under section 13 (2) of Securitization and Reconstruction of the Financial assets and Enforcement of Securities Interest Act, 2002, by IDBI Bank Ltd. in 2007.

16.

	2018-19	2017-18
VALUE OF IMPORTS ON CIF BASIS ON RAW MATERIAL, COMPONENTS , SPARE PARTS AND CAPITAL GOODS	NIL	NIL
PAYMENT TO AUDITORS AS:		
STATUTORY AUDIT FEES	50,000	50,000
TAX AUDIT FEES	10,000	10,000
COST AUDIT FEES	NIL	NIL
INTERNAL AUDIT FEES	8,000	8,000
SECRETARIAL AUDIT FEES	20,000	20,000
OTHER REIMBURSEMENTS	--	--
TOTAL AUDIT PAYMENTS	88,000	88,000
EXPENDITURE IN FOREIGN CURRENCY ON ROYALTY, KNOWHOW, PROFESSIONAL AND CONSULTATION FEES, INTEREST AND OTHER MATTERS	NIL	NIL
AMOUNT REMITTED IN FOREIGN CURRENCY ON DIVIDEND	NIL	NIL
EARNINGS IN FOREIGN CURRENCY ON ROYALTY, KNOWHOW, PROFESSIONAL AND CONSULTATION FEES, INTEREST AND OTHER MATTERS	NIL	NIL

17. The access to the factory is through the land owned by third party. A case has been filed and admitted in the local courts of Rudrapur in earlier year denying the access to the Factory through the land under control of third Party.
18. Extraordinary Items include interest payable on long term borrowings written back on account of One Time Settlement with the lenders.
19. The company was declared a sick industrial company by the hon'ble BIFR under the provisions of SICA in the hearing held on 31.07.2002 and IDBI was appointed as the Operating Agency u/s 17(3) of the Sick Industrial Companies (Special Provisions) Act, 1985 to examine the viability of the company and formulate a rehabilitation scheme based on the company's proposal for revival.
20. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.