

Registered number
10250873

LT FOODS INTERNATIONAL LIMITED

Report and Financial Statements

31 March 2020

LT FOODS INTERNATIONAL LIMITED
Report and accounts
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LT FOODS INTERNATIONAL LIMITED
Company Information

Directors

Abhinav Arora
Aditya Arora
Ashwani Kumar Arora
Vijay Kumar Arora

Auditors

The Corporate Practice Limited
Chartered Accountants and Statutory Auditors
65 Delamere Road
Hayes
Middlesex
UB4 0NN

Registered office

Regus
268 Bath Road
Slough
United Kingdom
SL1 4DX

Registered number

10250873

LT FOODS INTERNATIONAL LIMITED

Registered number: 10250873

Directors' Report

The directors present their report and financial statements for the year ended 31 March 2020.

Principal activities

The principal activity of the Company is to engage in selling of rice to its customers and related parties, however, during the year the company has not traded.

Directors

The following persons served as directors during the year:

Abhinav Arora
Aditya Arora
Ashwani Kumar Arora
Vijay Kumar Arora

Directors' responsibilities

The directors are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

LT FOODS INTERNATIONAL LIMITED

Registered number: 10250873

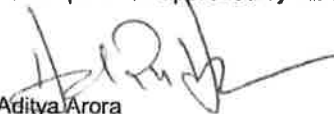
Directors' Report

Employment of disabled persons

Auditors

The auditor, The Corporate Practice Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report was approved by the board on 19 March 2021 and signed on its behalf.



Aditya Arora
Director

Financial Risk

The company operational currency is US Dollars and does not currently use financial derivatives or hedging on its financial activities.

Liquidity Risk

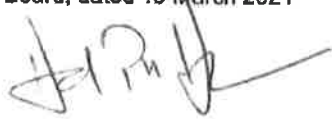
The company policy on liquidity risk is to ensure sufficient cash is available to fund on-going operations.

Corporate Governance

The company's board recognises in full its obligation and continuing responsibility for organising and directing the overall affairs of the company in a way that is in the best interest of shareholders.

On Behalf of Board, dated 19 March 2021

Aditya Arora
Director



LT FOODS INTERNATIONAL LIMITED

Strategic Report

The directors, in preparing this strategic report, have complied with the Companies Act 2006. The directors present their strategic report for the year ended 31 March 2020.

Our Core activities

The principal activity of the Company is to engage in selling of rice to its customers and related parties, however, during the year the company has not traded.

Review of Business

Income Statement

During the year the company has loss of US\$200,199 (2019: US\$ 370,096). The company has created a deferred tax assets of US\$ 133,295 (2019: US\$ NIL) based on the expectation that appropriate profit can be generated in future to offset these deferred tax assets.

Balance sheet

At the period end the Company had net assets (net worth) of US\$ 3million (2019: US\$ 3.2million)
The company has US\$ 5.9million (2019: US\$ 5.5million) payable to other Group companies and Its

Parent company.

The Company has US\$ 631,321 (2019: US\$865,514) in carrying value of intangible assets. The company expects to generate reasonable revenue in upcoming future years out of these intangible assets.

Funding

The Company currently manages its operations from the funds received from its direct subsidiary and Parent company.

Future Developments

The Company's direct subsidiary is expected to grow its business within Europe including United Kingdom and generate reasonable operating profit during years 2021 and 2020

Principal risk and uncertainties

The principal risks and uncertainties facing the company are grouped within competitive, operational and financial risk. The director's risk management objectives consist of identifying and monitoring those risks which could have an adverse impact on its assets, profitability and cash flows.

Competitive Risk

In United Kingdom the rice market is very competitive with new entrant able to join relatively easily, resulting in price risk.

Operational Risk

The company's ability to sell rice depends upon its subsidiary and other Group company.

LT FOODS INTERNATIONAL LIMITED
Independent auditor's report
to the member of LT FOODS INTERNATIONAL LIMITED

Opinion

We have audited the financial statements of LT FOODS INTERNATIONAL LIMITED (the 'company') for the year ended 31 March 2020 which comprise the Income Statement, the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

LT FOODS INTERNATIONAL LIMITED
Independent auditor's report
to the member of LT FOODS INTERNATIONAL LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

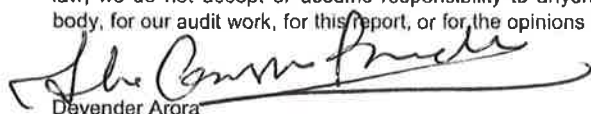
Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

[Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud.]

A further description of our responsibilities for the audit of the financial statements is available on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Devender Arora
(Senior Statutory Auditor)
for and on behalf of
The Corporate Practice Limited
Chartered Accountants and Statutory Auditor
19 March 2021

65 Delamere Road
Hayes
Middlesex
UB4 0NN

LT FOODS INTERNATIONAL LIMITED
Income Statement
for the year ended 31 March 2020

	Notes	2020 \$	2019 \$
Administrative expenses		(247,159)	(456,909)
Operating loss	2	(247,159)	(456,909)
Loss on ordinary activities before taxation		(247,159)	(456,809)
Tax on loss on ordinary activities	4	46,960	86,813
Loss for the financial year		<u>(200,199)</u>	<u>(370,096)</u>

LT FOODS INTERNATIONAL LIMITED
Statement of Comprehensive Income
for the year ended 31 March 2020

	Notes	2020	2019
		\$	\$
Loss for the financial year		(200,199)	(370,096)
Other comprehensive income			
Foreign exchange movement		(4,091)	(7,033)
Total comprehensive income for the year		<u>(204,290)</u>	<u>(377,129)</u>

LT FOODS INTERNATIONAL LIMITED
Statement of Financial Position
as at 31 March 2020

	Notes	2020 \$	2019 \$
Fixed assets			
Intangible assets	5	631,321	865,514
Investments	6	8,163,231 8,794,552	8,197,167 9,062,681
Current assets			
Debtors	7	239,580	126,200
Cash at bank and in hand		-	103
		239,580	126,303
Creditors: amounts falling due within one year			
	8	(5,990,450)	(5,941,012)
Net current liabilities		(5,750,870)	(5,814,709)
Net assets		<u>3,043,682</u>	<u>3,247,972</u>
Capital and reserves			
Called up share capital	9	76,293	76,293
Other reserves	10	(870)	3,221
Profit and loss account	11	2,968,259	3,168,458
Total equity		<u>3,043,682</u>	<u>3,247,972</u>


Aditya Arora
Director

Approved by the board on 19 March 2021

LT FOODS INTERNATIONAL LIMITED
Statement of Changes in Equity
for the year ended 31 March 2020

	Share capital	Share premium	Other reserves	Profit and loss account	Total
	\$	\$	\$	\$	\$
At 1 April 2018	76,293	-	10,254	3,538,554	3,625,101
Loss for the financial year				(370,096)	(370,096)
Other reserves movement		-	(7,033)	-	-
At 31 March 2019	<u>76,293</u>	<u>-</u>	<u>3,221</u>	<u>3,168,458</u>	<u>3,247,972</u>
At 1 April 2019	76,293	-	3,221	3,168,458	3,247,972
Loss for the financial year				(200,199)	(200,199)
Other reserves movement			(4,091)	-	
Other comprehensive income for the financial year	-	-	(4,091)	-	(4,091)
Total comprehensive income for the financial year	-	-	(4,091)	(200,199)	(204,290)
At 31 March 2020	<u>76,293</u>	<u>-</u>	<u>(870)</u>	<u>2,968,259</u>	<u>3,043,682</u>

LT FOODS INTERNATIONAL LIMITED
Notes to the Accounts
for the year ended 31 March 2020

1 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Going concern

Company will have access to adequate working capital resources to continue in operational existence for at least 12 months from the date of signing these financial statements. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", not to disclose related party transactions with wholly owned subsidiaries within the group.

Cash flow statement

The company has taken advantage of the exemption from preparing and disclosing a cash flow statement, as the ultimate holding company prepares consolidated financial statements which are publically available.

Intangible fixed assets

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

At each reporting date the Company assess whether there is any indication of impairment. If such indication exists, the recoverable amount of the assets is determined which is the higher of its fair value less cost to sell and it's value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

All intangible assts are considered to have a finite useful life. If a reliable estimate if the useful life cannot be made, the useful life shall not exceed ten years.

The estimated useful lives ranges as below:

Copyrights	7 years
Goodwill	7 years
Trademarks	7 years
Non-compete Fees	5 years

The company has a policy not to charge the mangement fee for the use of patent and licences by the group companies.

Investments

Investments in subsidiary is measured at cost less any accumulated impairment losses.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts.

LT FOODS INTERNATIONAL LIMITED
Notes to the Accounts
for the year ended 31 March 2020

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

2 Operating profit	2020	2019
	\$	\$
This is stated after charging:		
Amortisation of patents and licences	234,193	234,192
Operating lease rentals - land and buildings	4,709	10,264
Auditors' remuneration for audit services	8,375	6,226
Auditors' remuneration for other services	2,792	-
Foreign exchange differences	<u>(31,759)</u>	<u>169,097</u>
3 Staff costs	2020	2019
	\$	\$
Wages and salaries	-	36,563
	<u>-</u>	<u>36,563</u>

LT FOODS INTERNATIONAL LIMITED
Notes to the Accounts
for the year ended 31 March 2020

Average number of employees during the year	Number	Number
Management	4	4
Sales	-	1
	<u>4</u>	<u>5</u>

4 Taxation	2020	2019
	\$	\$
Analysis of charge in period		
Deferred tax:		
Origination and reversal of timing differences	(46,960)	(86,813)
Tax on loss on ordinary activities	<u>(46,960)</u>	<u>(86,813)</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2020	2019
	\$	\$
Loss on ordinary activities before tax	<u>(247,159)</u>	<u>(456,909)</u>
Standard rate of corporation tax in the UK	19%	19%
Profit on ordinary activities multiplied by the standard rate of corporation tax	(46,960)	(86,813)
Effects of:		
Expenses not deductible for tax purposes	46,960	86,813
Current tax charge for period	<u>-</u>	<u>-</u>

5 Intangible fixed assets	\$
Patents and licences	
Cost	
At 1 April 2019	1,490,315
At 31 March 2020	<u>1,490,315</u>
Amortisation	
At 1 April 2019	624,801
Provided during the year	234,193
At 31 March 2020	<u>858,994</u>

LT FOODS INTERNATIONAL LIMITED
Notes to the Accounts
for the year ended 31 March 2020

Carrying amount	
At 31 March 2020	<u>631,321</u>
At 31 March 2019	<u>865,514</u>

Patents and licences are being written off in equal annual instalments over its estimated economic life of between 5 to 7 years.

6 Investments

	Investments in subsidiary undertakings
	\$
Cost	
At 1 April 2019	8,197,167
Exchange differences	(33,936)
At 31 March 2020	<u>8,163,231</u>
The company holds 20% or more of the share capital of the following companies:	

Company	Shares held		Capital and reserves	Profit (loss)
	Class	%	\$	for the year
				\$
LT Foods Europe BV, The Netherlands	Ordinary	100	4,113,114	435,268

7 Debtors

	2020	2019
	\$	\$
Trade debtors	6,970	6,970
Provision for Doubtful Debts	(6,970)	-
Amounts owed by group undertakings and undertakings in which the company has a participating interest	103,383	118,384
Other debtors	2,005	-
Prepayments and accrued income	420	846
Deferred tax asset	133,772	-
	<u>239,580</u>	<u>126,200</u>

8 Creditors: amounts falling due within one year

	2020	2019
	\$	\$
Bank overdrafts	11	-
Trade creditors	3,664	1,265
Amounts owed to group undertakings and undertakings in which the company has a participating interest	5,975,612	5,523,806
Corporation tax	-	406,816
Accruals and deferred income	11,163	9,125
	<u>5,990,450</u>	<u>5,941,012</u>

LT FOODS INTERNATIONAL LIMITED
Notes to the Accounts
for the year ended 31 March 2020

9 Share capital	Nominal value	2020 Number	2020 \$	2019 \$
Allotted, called up and fully paid:				
Ordinary shares	£1 each	61,000	<u>76,293</u>	<u>76,293</u>

10 Other reserves		2020	2019
Revaluation reserve		\$	\$
At 1 April		3,221	10,254
Foreign exchange movement		(4,091)	(7,033)
At 31 March		<u>(870)</u>	<u>3,221</u>

The other reserves represent exchange differences upon preparation of the financial statements which are recognised in other comprehensive income.

11 Profit and loss account		2020	2019
		\$	\$
At 1 April		3,168,458	3,538,554
Loss for the financial year		(200,199)	(370,096)
At 31 March		<u>2,968,259</u>	<u>3,168,458</u>

12 Related party transactions

The company is owned by LT Overseas North America Inc. As these companies are under common control, the transactions between LT Foods International Limited and these companies are related party transactions. The balance due to, and from, related parties are noted below:

	2020	2019
	\$	\$
Amounts due from related partes		
L T Foods Limited	-	118,008
Dawat Foods Limited	103,383	-
Amounts due to related partes		
L T Foods Americas	5,640,640	5,523,806
Dawat Foods Limited,	-	1,030
LT Foods Limited, India	25,340	-

LT FOODS INTERNATIONAL LIMITED
Notes to the Accounts
for the year ended 31 March 2020

13 Controlling party

LT Overseas North America Inc is regarded by the directors as being the company's immediate parent company.

The ultimate parent company is L T Foods Limited, India. The published consolidated accounts of the ultimate holding company can be obtained from 4th floor, MVL iPark, Part -2, Chander Nagar, Sector 15, Gurugram, Haryana 122001, India and from that company's website.

14 Presentation currency

The financial statements are presented in US Dollars.

15 Legal form of entity and country of incorporation

LT FOODS INTERNATIONAL LIMITED is a private company limited by shares and incorporated in England.

16 Principal place of business

The address of the company's principal place of business and registered office is:

Regus
268 Bath Road
Slough
United Kingdom
SL1 4DX

17 Previous year figures

Previous year figures have been rearranged/ regrouped/ reclassified wherever considered necessary to facilitate comparison with the current year figures

LT FOODS INTERNATIONAL LIMITED

Detailed profit and loss account

for the year ended 31 March 2020

This schedule does not form part of the statutory accounts

	2020	2019
	\$	\$
Administrative expenses	(247,159)	(456,909)
Operating loss	(247,159)	(456,909)
Loss before tax	<u>(247,159)</u>	<u>(456,909)</u>

LT FOODS INTERNATIONAL LIMITED**Detailed profit and loss account****for the year ended 31 March 2020***This schedule does not form part of the statutory accounts*

	2020	2019
	\$	\$
Administrative expenses		
Employee costs:		
Wages and salaries	-	36,563
Travel and subsistence	-	3,664
Motor expenses	-	244
	-	40,471
Premises costs:		
Rent	4,709	10,264
	4,709	10,264
General administrative expenses:		
Telephone and internet	-	116
Postage	-	159
Bank charges	4,807	4,092
Office General Expenses	216	554
Amortisation of patents and licences	234,192	234,192
Bad debts	6,970	-
Exchange differences	(31,759)	169,097
	214,426	408,210
Legal and professional costs:		
Audit fees	8,375	6,226
Accountancy fees	2,792	-
Advertising and PR	-	524
Other legal and professional	16,857	(8,786)
	28,024	(2,036)
	247,159	456,909

