

Raghunath Agro Industries Private Limited**Balance Sheet as at March 31, 2019**

(All amounts in ₹ in lakhs unless otherwise stated)

	Note No.	As at March 31, 2019	As at March 31, 2018
ASSETS			
Non-Current Assets			
a) Property, Plant and Equipment	2	517.39	326.22
b) Capital Work-in-Progress	2	-	1.50
c) Deferred Tax Assets(Net)	3	21.55	21.57
d) Other Non Current Assets	4	-	11.00
		538.94	360.29
Current Assets			
a) Inventories	5	5,220.19	3,766.53
b) Financial Assets			
(i) Trade Receivables	6	7,045.64	5,938.64
(ii) Cash and Cash equivalents	7	18.85	16.12
(iii) Other Bank balances	8	131.51	124.04
(iv) Loans	9	14.60	14.60
(v) Other Financial assets	10	102.33	60.76
c) Other Current Assets	11	318.75	190.66
d) Income tax assets (net)	12	31.36	55.51
		12,883.24	10,166.85
		13,422.18	10,527.14
EQUITY AND LIABILITIES			
Equity			
a) Equity Share Capital	13	424.79	424.79
b) Other Equity	14	1,858.20	1,750.75
		2,283.00	2,175.55
Non-Current Liabilities			
a) Provisions	15	1.62	1.57
b) Other Non Current Liabilities	16	16.81	-
		18.42	1.57
Current Liabilities			
a) Financial Liabilities			
(i) Borrowings	17	5,250.88	7,176.31
(ii) Trade Payables	18	5,727.76	1,101.26
(iii) Other Financial liabilities	19	63.02	15.96
b) Other Current Liabilities	20	12.89	9.28
c) Provisions	21	24.27	26.82
d) Income tax liabilities	22	41.94	20.39
		11,120.76	8,350.02
		13,422.18	10,527.14
TOTAL			

Statement of significant accounting policies

1

The accompanying summary of significant accounting policy and other explanatory notes are an integral part of the financial statements

This is the Balance sheet referred to in our report of even date

For **RAMAN ARORA & CO.**

Chartered Accountants

Firm Registration No: 002565N

Raman Arora

Partner

Membership No: 081448

For and on behalf of the Board of Directors of
Raghunath Agro Industries Private LimitedAshok Kumar Arora
Director

DIN: 02259429

Ashwani Kumar Arora
Director

DIN: 01574773

Place: Amritsar

Date :11-05-2019

Raghunath Agro Industries Private Limited
Statement of Profit and Loss for the year ended March 31, 2019
(All amounts in ₹ in lakhs unless otherwise stated)


	Note	For the year ended March 31, 2019	For the year ended March 31, 2018
Revenue			
Revenue from operations	23	35,306.19	22,322.14
Other income	24	86.29	93.38
Total income		35,392.49	22,415.52
Expenses			
Cost of material consumed	25	13,023.90	10,544.57
Purchases of stock-in-trade	26	22,506.34	10,537.98
Changes in inventories of finished goods and stock in trade	27	(2,493.87)	(618.28)
Employee benefits expense	28	239.19	233.54
Finance costs	29	447.85	535.60
Depreciation and amortization expense	30	74.37	59.48
Other expenses	31	1,434.46	1,052.94
Total		35,232.25	22,345.84
Profit before tax		160.24	69.68
Tax expense			
Current tax		41.94	20.39
Deferred tax charge/(credit)		3.77	17.70
Total tax expense		45.71	38.09
Profit for the year		114.53	31.59
Other Comprehensive Income			
1) Items that will not be reclassified to Profit or Loss			
Remeasurements of net defined benefit plans		(10.83)	(15.68)
Tax on above Items		3.75	5.43
Other comprehensive loss for the year		(7.08)	(10.25)
Total comprehensive income for the year		107.45	21.34
Earning per equity share			
--Basic		2.70	0.74
--Diluted		2.70	0.74

Statement of significant accounting policies



1

The accompanying summary of significant accounting policy and other explanatory notes are an integral part of the financial statements

For **RAMAN ARORA & CO.**
Chartered Accountants
Firm Registration No: 002565N


Raman Arora
Partner
Membership No: 081448

For and on behalf of the Board of Directors of
Raghunath Agro Industries Private Limited

 
Ashok Kumar Arora **Ashwani Kumar Arora**
Director Director
DIN: 02259429 DIN: 01574773

Place: Amritsar
Date :11-05-2019

Raghunath Agro Industries Private Limited
Cash Flow Statement for the year ended March 31, 2019
 (All amounts in ₹ in lakhs unless otherwise stated)

	March 31, 2019	March 31, 2018
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	160.24	69.68
Adjustments for:		
Depreciation and amortisation	74.37	59.48
Remeasurements of net defined benefit plans	(10.83)	(15.68)
Unrealised foreign exchange (gain)/loss	-	(21.03)
Interest expense	354.34	495.22
Interest income	(7.88)	(6.72)
Operating profit before working capital changes	570.24	580.95
Changes in:		
Decrease in trade payables	4,626.50	974.96
Increase/(Decrease) in provisions and other liabilities	69.70	(7.58)
Increase in trade receivables	(1,107.00)	(2,080.84)
Increase in inventories	(1,453.66)	(874.05)
Decrease in loans and advances and other current assets	(145.51)	(36.87)
Cash generated from operations	2,560.26	(1,443.43)
Income tax paid (net)	(41.94)	(20.39)
Net cash from operating activities (A)	2,518.33	(1,463.83)
B CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets including intangible assets, capital work in progress and capital advances	(260.51)	(166.45)
Interest received	7.88	6.72
Net cash used in investing activities (B)	(252.63)	(159.73)
C CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings	16.81	
Repayment of long-term borrowings		
Proceeds from/(Repayment) of short term borrowings (net)	(1,925.43)	2,116.20
Interest paid	(354.34)	(495.22)
Net cash used in financing activities (C)	(2,262.97)	1,620.98
Net increase in cash and cash equivalents (A+B+C)	2.73	(2.58)
Cash and cash equivalents at the beginning of the year	16.12	18.70
Cash and cash equivalents at the end of the year	18.85	16.12
Components of cash and cash equivalents (refer note 7)		
Cash on hand	1.54	2.00
- on current account	17.32	14.11
Total cash and cash equivalents	18.85	16.12

Statement of significant accounting policies

This is the cash flow statement referred to in our report of even date.

For **RAMAN ARORA & CO.**
 Chartered Accountants

Firm Registration No: 002565N

Raman Arora
 Partner

Membership No: 081448

Gulshan
 Ashok Kumar Arora
 Director
 DIN: 02259429

Ashwani
 Ashwani Kumar Arora
 Director
 DIN: 01574773

Place: Amritsar
 Date :11-05-2019

Raghunath Agro Industries Private Limited
Statement of changes in equity for the year ended 31 March 2019
 (All amounts in ₹ in lakhs unless otherwise stated)

A. Equity Share Capital

Opening Balance as at April 01, 2017	424.79
Changes during the year	
Closing Balance as at March 31, 2018	424.79
Changes during the year	-
Closing Balance as at March 31, 2019	424.79

B. Other Equity

	Reserves & Surplus		Other Components of Equity	Total
	Retained Earnings	Securities Premium Reserve	Remeasurement of Defined Benefit Obligation	
Balance as at April 01, 2017	58.07	1,679.18	(7.84)	1,729.41
Profit for the year	31.59			31.59
Movement during the period			(10.25)	(10.25)
Other Comprehensive Income				
Total Comprehensive Income for the year	31.59	-	(10.25)	21.34
Transaction with owners				
Interim Dividend				
Tax on Dividend				
Transfer to general reserves				
Balance as at March 31, 2018	89.67	1,679.18	(18.09)	1,750.75
Balance as at April 1, 2018	89.67	1,679.18	(18.09)	1,750.75
Profit for the year	114.53			114.53
Other Comprehensive Income			(7.08)	(7.08)
Total Comprehensive Income for the year	114.53	-	(7.08)	107.45
Transaction with owners				
Interim Dividend				
Tax on Dividend				
Transfer to general reserves				
Balance as at March 31, 2019	204.20	1,679.18	(25.17)	1,858.20

Statement of significant accounting policies

1

The accompanying summary of significant accounting policy and other explanatory notes are an integral part of the financial statements

For **RAMAN ARORA & CO.**
Chartered Accountants

per Raman Arora
Partner
Membership No: 081448

For and on behalf of the Board of Directors of
of Raghunath Agro Industries Private Limited

Gulshan

Ashok Kumar Arora
Director
DIN: 02259429

Ashwani Kumar Arora
Director
DIN: 01574773

Place: Amritsar
Date :

Raghunath Agro Industries Private Limited
Notes forming part of the Financial Statements
(All amounts in ₹ in lakhs unless otherwise stated)

NOTE 41 : PREVIOUS YEAR FIGURES


Previous year's figures have been regrouped/reclassified wherever necessary, to confirm to current year's classification.

For **RAMAN ARORA & CO.**
Chartered Accountants
Firm Registration No: 002565N

Raman Arora
Partner
Membership No: 081448

For and on behalf of the Board of Directors of
Raghunath Agro Industries Private Limited

Gulshan


Ashok Kumar Arora
Director
DIN: 02259429

Ashwani Kumar Arora
Director
DIN: 01574773

Place: Amritsar
Date : 11-05-2019

Raghunath Agro Industries Private Limited
Notes to the financial statements for the year ended 31 March 2019
(All amounts in ₹ in lakhs unless otherwise stated)

Note 2 (i) Property, plant and equipment

Description	Freehold Land	Building	Plant & Machinery	Furniture & Fixture	Office Equipment	Vehicle	Total
As at 31 March 2017	3.66	48.35	323.69	4.42	17.21	53.64	450.97
Additions	-	-	86.36	0.40	1.77	8.44	96.97
Disposals	-	-	-	-	-	-	-
As at 31 March 2018	3.66	48.35	410.05	4.82	18.98	62.08	547.94
Additions	-	68.66	155.13	1.98	5.71	34.06	265.54
Disposals	-	-	-	-	-	-	-
As at 31 March 2019	3.66	117.01	565.18	6.80	24.69	96.14	813.49
Accumulated depreciation							
As at 31 March 2017	-	5.15	114.20	2.62	11.79	28.49	162.24
Charge for the year	-	3.11	46.24	0.86	2.46	6.80	59.48
Disposals	-	-	-	-	-	-	-
As at 31 March 2018	-	8.25	160.44	3.49	14.25	35.29	221.72
Charge for the year	-	6.94	51.83	0.75	2.72	12.12	74.37
Disposals	-	-	-	-	-	-	-
As at 31 March 2019	-	15.20	212.27	4.23	16.97	47.42	296.09
Net block as at 1 April 2016*	3.66	46.58	239.29	3.39	12.52	32.36	337.80
Net block as at 31 March 2017	3.66	43.20	209.50	1.80	5.42	25.15	288.73
Net block as at 31 March 2018	3.66	40.09	249.61	1.33	4.73	26.79	326.22
Net block as at 31 March 2019	3.66	101.81	352.91	2.56	7.72	48.73	517.39

* Represents deemed cost on the date of transition to Ind AS. Gross block and accumulated depreciation from the previous GAAP have been disclosed for the purpose of better understanding of the original cost of assets.

Note 2 (ii) Capital work-in-progress

	As at March 31, 2019	As at March 31, 2018
Capital work-in-progress	-	1.50

Movement in capital work in progress:

Particulars	Amount
Capital work-in-progress as at 1 April 2018	1.50
Add: Additions during the year	-
Less: Capitalization during the year	(1.50)
Capital work-in-progress as at 31 March 2019	-



Raghunath Agro Industries Private Limited
Notes to the financial statements for the year ended 31 March 2019
(All amounts in ₹ in lakhs unless otherwise stated)

3 Deferred tax (assets) / liabilities (net)

On temporary difference between the book base & tax base

Deferred tax liabilities arising on account of
Property, plant and equipment and intangible assets
Key man insurance policy
Unrealized foreign exchange gain on forward contracts
Deferred Income

Deferred tax assets arising on account of
Provision for employee benefits
Depreciation on property, plant and equipment
Deferred Income

Deferred tax liabilities

	As at March 31, 2019	As at March 31, 2018
	-	-
	3.75	
	17.80	21.57
	21.55	21.57
	21.55	21.57

Movement in deferred tax liabilities (net)

Particulars	01 April 2017	Recognized in other comprehensive income	Recognized in statement of profit and loss	31-Mar-18
Deferred tax assets arising on account of				
Provision for employee benefits	-	5.43	(5.43)	-
Depreciation on property, plant and equipment	33.84		(12.27)	21.57
Deferred Income	-		-	-
	33.84	5.43	(17.70)	21.57
Net Deferred tax liabilities	(33.84)	(5.43)	17.70	(21.57)

Particulars	01 April 2018	Recognized in other comprehensive income	Recognized in statement of profit and loss	31-Mar-19
Deferred tax liabilities arising on account of				
Provision for employee benefits	-	3.75	-	3.75
Depreciation on property, plant and equipment	21.57		(3.77)	17.80
Deferred Income	-		-	-
	21.57	3.75	(3.77)	21.55
Net Deferred tax liabilities	(21.57)	(3.75)	3.77	(21.55)

4 Other non current assets

Capital advances

	As at March 31, 2019	As at March 31, 2018
	-	11.00
	-	11.00

3

5 Inventories

Raw material
Paddy
Bardana
Finished goods
Stores and spares
Packing Material

As at March 31, 2019	As at March 31, 2018
135.71	1,137.69
68.30	68.70
4,865.76	2,371.89
23.30	31.81
127.12	156.45
5,220.19	3,766.53

6 Trade receivables**Unsecured**

-Considered good
-Considered doubtful

Less: Provision for doubtful debts

As at March 31, 2019	As at March 31, 2018
7,045.64	5,938.64
7,045.64	5,938.64
-	-
7,045.64	5,938.64

***Amount includes following:**

a) Due from Others
b) Due from Related Party
LT Foods Limited
SDC Foods India Limited
LT Foods Americas Inc.
Daawat Foods Ltd.
LT Foods Middle East DMCC
Raghuvesh Infrastructure Pvt. Ltd.
LT Foods International Limited

2,024.18	54.83
-	3,714.09
-	-
2,524.79	2,041.56
2,321.02	-
175.65	12.99
-	4.47
-	110.70
7,045.64	5,938.64

7 Cash and bank balances

Balances with banks in current accounts
Cash on hand
In Indian currency

As at March 31, 2019	As at March 31, 2018
17.32	14.11
1.54	2.00
18.85	16.12

8 Other Bank balances

Balance held with bank as margin money
In deposit account (with maturity upto 12 months)

As at March 31, 2019	As at March 31, 2018
131.51	124.04
131.51	124.04

9 Loans

**Unsecured, considered good, unless otherwise stated
(Carried at amortized cost)**

Security deposits

As at March 31, 2019	As at March 31, 2018
14.60	14.60
14.60	14.60

10 Other current financial assets

Other financial assets

As at March 31, 2019	As at March 31, 2018
102.33	60.76
102.33	60.76

Refer note 38 on Financial instruments for disclosure of fair values in respect of financial assets measured at amortized cost and assessment of expected credit losses

11 Other current assets

Prepaid expenses

Balances with government authorities

Advance to suppliers

Nature Bio Foods Limited

As at March 31, 2019	As at March 31, 2018
12.37	12.70
124.41	97.25
181.96	80.70
318.75	190.66
0.32	

12 Income tax assets (net)

Advance tax

As at March 31, 2019	As at March 31, 2018
31.36	55.51
31.36	55.51

Raghunath Agro Industries Private Limited
Notes to the financial statements for the year ended 31 March 2019
 (All amounts in ₹ in lakhs unless otherwise stated)

13 Share capital

	As at March 31, 2019	As at March 31, 2018
Authorized		
250,00,000 Equity shares of ₹ 10 each (March 31, 2018 : 2,50,00,000 equity shares of ₹ 10 each)	2,500.00	2,500.00
Issued, subscribed & paid up		
42,47,938 equity shares of ₹ 10 each (March 31, 2018 : 42,47,938 equity shares of ₹ 10 each)	424.79	424.79
	<u>424.79</u>	<u>424.79</u>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

As at March 31, 2019		As at March 31, 2018	
No of shares	Amount	No of shares	Amount
42,47,938	424.79	42,47,938	424.79
<u>42,47,938</u>	<u>424.79</u>	<u>42,47,938</u>	<u>424.79</u>

Equity shares at the beginning of the year

Changes during the year

Add: Increase in shares on account of subdivision

Equity shares at the end of the year

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having the par value of ₹ 10 per share (March 31, 2018 : ₹ 10 per share). Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after payment of all liabilities. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Details of shareholders holding more than 5% shares in the company

Daawat Foods Limited
 L T Foods Limited

As at March 31, 2019		As at March 31, 2018	
No of shares	% holding	No of shares	% holding
1,69,918	4.00%	1,69,918	4.00%
40,78,020	96.00%	40,78,020	96.00%
<u>42,47,938</u>	<u>100%</u>	<u>42,47,938</u>	<u>100.00%</u>

Raghunath Agro Industries Private Limited**Notes to the financial statements for the year ended 31 March 2019**

(All amounts in ₹ in lakhs unless otherwise stated)

14 Other equity**(i) Retained earnings**Opening balance
Add: Net profit for the current year**Closing balance****(ii) Securities premium reserve**Opening balance
Change during the year**Closing balance****(iii) Other comprehensive income reserve****Remeasurements of the net defined benefit plans**Opening balance
Change during the year**Closing balance****Total other equity**

	As at March 31, 2019	As at March 31, 2018
	89.67	58.07
	114.53	31.59
	204.20	89.67
	204.20	89.67
	1,679.18	1,679.18
	-	-
	1,679.18	1,679.18
	(18.09)	(7.84)
	(7.08)	(10.25)
	(25.17)	(18.09)
	1,858.20	1,750.75

Nature and purpose of other reserves**Securities premium reserve:**

Securities premium reserve represents premium received on issue of shares. The reserve is utilized in accordance with the provisions of the Companies Act.

Other comprehensive income (OCI) reserve:

The Company has recognized remeasurements benefits on defined benefits plans through other comprehensive income.



Raghunath Agro Industries Private Limited

Notes to the financial statements for the year ended 31 March 2019

(All amounts in ₹ in lakhs unless otherwise stated)

15 Long term provisions

Provisions for Employee Benefits
Provision for Gratuity

As at March 31, 2019	As at March 31, 2018
1.62	1.57
1.62	1.57

16 Other non-current liabilities

Vehicle Loan
Guarantee Liability

As at March 31, 2019	As at March 31, 2018
16.81	-
16.81	-

17 Short-term borrowings

Secured

Rupee working capital loans

Unsecured

From Others

As at March 31, 2019	As at March 31, 2018
5,248.10	7,157.18
2.78	19.13
5,250.88	7,176.31

Particulars	As at March 31, 2019	As at March 31, 2018
a) Rupee working capital loans		
i) From banks (Working capital loans from banks are secured by hypothecation of inventories and trade receivables of the Company)	5,248.10	7,157.18
ii) From other parties (Working capital loans from other parties are unsecured)	2.78	19.13
i) From banks (The working capital demand loans are repayable on demand and the interest on above loans from banks are linked to the respective bank's base rates which are floating in nature. The interest rate ranges from 11.15 % to 11.50 % (previous year 11.15% to 11.50%).		
	5,250.88	7,176.31

Refer note 37 on Financial instruments for disclosure of fair values in respect of financial liabilities measured at amortized cost and analysis of their maturity profiles

18 Trade payables

Dues to

Micro, small and medium enterprises
Others

Associates- SDC Foods India Limited

Associates-R.S. Rice & General Mills

Ultimate holding company-LT Foods Limited

- Daawat Foods Ltd.

As at March 31, 2019	As at March 31, 2018
-	-
1,051.37	610.63
-	1.62
8.75	32.62
4,667.64	-
-	456.39
5,727.76	1,101.26

a) **Due to micro, small and medium enterprises as defined under the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006**

i) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year

Principal amount remaining unpaid

Interest accrued and remaining unpaid as at year end

ii) Amount of interest paid by the Company to the suppliers in terms of section 16 of the Act

iii) Amount paid to the suppliers beyond the respective due date.

iv) Amount of interest due and payable for the period of delay in payments (which have been paid but beyond the due date during the year) but without adding the interest specified under the Act.

v) Amount of interest accrued and remaining unpaid at the end of accounting period.

vi) Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of this Act.

As at March 31, 2019	As at March 31, 2018
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-

19 Other current financial liabilities

Other liabilities

As at March 31, 2019	As at March 31, 2018
63.02	15.96
63.02	15.96

Refer note 37 on Financial instruments for disclosure of fair values in respect of financial liabilities measured at amortized cost and analysis of their maturity profiles

20 Other current liabilities

Statutory liabilities

As at March 31, 2019	As at March 31, 2018
12.89	9.28
12.89	9.28

21 Short term provisions

Provision for Gratuity

As at March 31, 2019	As at March 31, 2018
24.27	26.82
24.27	26.82

22 Income tax liabilities

Provision for taxation

As at March 31, 2019	As at March 31, 2018
41.94	20.39
41.94	20.39



Raghunath Agro Industries Private Limited
Notes to the financial statements for the year ended 31 March 2019
 (All amounts in ₹ in lakhs unless otherwise stated)

23 Revenue from operations

Sale of products *
 Export
 Domestic

For the year ended March 31, 2019	For the year ended March 31, 2018
20,458.74	10,421.48
14,847.46	11,900.66
35,306.19	22,322.14

***Details of products sold**

-Finished goods sold
 Rice
 Others

For the year ended March 31, 2019	For the year ended March 31, 2018
34,882.07	21,947.82
424.13	374.32
35,306.19	22,322.14

24 Other income

Interest on bank fixed deposits
 Miscellaneous receipts
 Net gain on foreign currency transactions and translations

For the year ended March 31, 2019	For the year ended March 31, 2018
7.88	6.72
78.41	65.63
	21.03
86.29	93.38

25 Cost of material consumed

Opening stock
 Paddy
 Bardana
 Packing material

Add: purchases
 Paddy
 Bardana
 Packing material

Less: closing stock
 Paddy
 Bardana
 Packing material

For the year ended March 31, 2019	For the year ended March 31, 2018
1,137.69	928.31
68.70	61.42
156.45	119.65
1,362.83	1,109.38
11,892.10	10,502.50
1.68	13.63
98.41	281.89
11,992.19	10,798.02
135.71	1,137.69
68.30	68.70
127.12	156.45
331.12	1,362.83
13,023.90	10,544.57

Consumption details
 Paddy
 Bardana
 Packing material

12,894.08	10,293.12
2.08	6.36
127.74	245.09
13,023.90	10,544.57

26 Purchases of stock-in-trade

Rice

For the year ended March 31, 2019	For the year ended March 31, 2018
22,506.34	10,537.98
22,506.34	10,537.98

27 Changes in inventories of finished goods and stock in trade

Opening Stock
 Finished goods
Closing stock
 Finished goods

For the year ended March 31, 2019	For the year ended March 31, 2018
2,371.89	1,753.61
4,865.76	2,371.89
(2,493.87)	(618.28)

2

28 Employee benefit expense

Salaries, wages and bonus (refer note 35 for share based payments)
 Contribution to provident and other fund (refer note a)
 Staff welfare expenses

For the year ended March 31, 2019	For the year ended March 31, 2018
221.26	215.74
13.92	13.41
4.01	4.40
239.19	233.54

a) Provident fund

Contribution made by the Company during the year ended March 31, 2019: ` 13.92 (March 31, 2018: ` 13.41)

29 Finance cost

Interest on working capital loans
 Interest on Vehicle loan
 Other borrowing cost

For the year ended March 31, 2019	For the year ended March 31, 2018
354.34	495.22
1.26	-
355.61	495.22
92.25	40.38
447.85	535.60

30 Depreciation & amortization

Depreciation on property, plant and equipment

For the year ended March 31, 2019	For the year ended March 31, 2018
74.37	59.48
74.37	59.48

31 Other expenses

Warehouse rent (refer point A)
 Wages and other manufacturing expenses
 Power and fuel
 Security services
 Repairs and maintenance
 - Machinery
 - Building
 - Others
 Stores and spares consumed
 Insurance
 Legal and professional charges
 Rates and taxes
 Auditors' remuneration (refer point B)
 Vehicle running and maintenance
 Other administrative expenses
 Travelling and conveyance
 Clearing, forwarding and freight charges
 Other selling expenses
 Loss on exchange fluctuation (net)

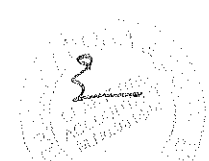
For the year ended March 31, 2019	For the year ended March 31, 2018
16.46	30.88
-	-
158.17	175.38
2.31	2.33
0.38	8.87
1.26	0.66
3.52	4.00
103.63	136.34
35.56	24.71
13.17	6.79
10.55	13.70
2.00	1.50
40.97	25.79
10.04	9.48
13.58	13.95
743.89	569.42
61.15	29.14
217.83	-
1,434.46	1,052.94

A. The Company has entered into rent agreements as a lessee for warehouses and office premises, which are in the nature of operating lease. Rental expense for operating lease for the years ended March 31, 2019 and 2018 was ` 16.45 and ` 30.88 respectively. The Company has not executed any non-cancelable operating leases.

B. Auditors' remuneration

Statutory audit (including fees for limited reviews)

For the year ended March 31, 2019	For the year ended March 31, 2018
2.00	1.50
2.00	1.50



Raghunath Agro Industries Private Limited
Notes to the financial statements for the year ended 31 March 2019
(All amounts in ₹ in lakhs unless otherwise stated)

32 Earnings per share

	March 31, 2019	March 31, 2018
Profit/(loss) attributable to equity shareholders	114.53	31.59
Numbers of weighted average equity share outstanding at the year end for Basic	42,47,938	42,47,938
Numbers of weighted average equity share outstanding at the year end for Diluted	42,47,938	42,47,938
Nominal value per share		
Earnings per equity share		
Basic	2.70	0.74
Diluted	2.70	0.74

33 Income tax

	March 31, 2019	March 31, 2018
The income tax expense consists of the following :		
Current tax expense for the current year	41.94	20.39
Current tax expense pertaining to previous years	-	-
Deferred tax expense/(benefit)	3.77	17.70
Total income tax	<u>45.71</u>	<u>38.09</u>

The reconciliation of the estimated tax expense at statutory income tax rate to income tax expense reported in the statement of profit and loss is as follows:

	March 31, 2019	March 31, 2018
Profit before income taxes	160.24	69.68
At India's statutory income tax rate of 27.82% % (March 31, 2018: 30.90%)	44.58	21.53
Adjustments in respect of current income tax		
Others	1.13	16.56
Total income tax expense	<u>45.71</u>	<u>38.09</u>

34 Contingencies and commitments

(A) Contingent liabilities

	March 31, 2019	March 31, 2018
I Income-tax demands (refer point a)	-	-
II Duty saved under EPCG licenses (export obligation outstanding ` 39.66 La	-	6.53
Total	<u>-</u>	<u>6.53</u>

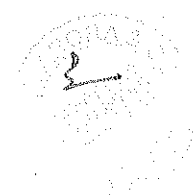
(B) Capital commitments

Capital commitments remaining to be executed and not provided for, net of capital advances - ` NIL

35 Segment information

In accordance with Ind AS 108, the Board of directors being the Chief operating decision maker of the Company has determined its only one business.

Further, in terms of Paragraph 4 and 31 of Ind AS 108 'Operating Segments', entity wide disclosures have been presented in the consolidated financial statements.



Raghunath Agro Industries Private Limited
Notes to the financial statements for the year ended 31 March 2019
 (All amounts in ₹ in lakhs unless otherwise stated)

36 Employee benefit obligations

Particulars	31 March 2019		31 March 2018	
	Current	Non-current	Current	Non-current
Gratuity	24.27	1.62	26.82	1.57
Total	24.27	1.62	26.82	1.57

A Gratuity

The Company provides for gratuity for employees with the CANARA, HSBC, OBC in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. For the funded plan the Company makes contributions to recognized funds in India. The Company does not fully fund the liability and maintains a target level of funding to be maintained over a period of time based on estimations of expected gratuity payments.

The weighted average duration of the defined benefit obligation as at 31 March 2019 is 38.95 Years (31 March 2018: 38.87 years)

The amounts recognized in the Statement of Financial Position and the movements in the net defined benefit obligation over the year are as follows:

Disclosure of gratuity

(i) **Amount recognised in the statement of profit and loss is as under:**

Description	31 March 2019	31 March 2018
Current service cost	5.95	6.57
Interest cost	2.38	2.31
Actuarial loss/(gain) recognised during the year	(10.83)	(15.68)
Amount recognised in the statement of profit and loss	(2.50)	(6.80)

(ii) **Movement in the liability recognised in the balance sheet is as under:**

Description	31 March 2019	31 March 2018
Present value of defined benefit obligation as at the start of the year	28.38	32.17
Current service cost	5.95	6.57
Past service cost	-	3.01
Interest cost	2.38	2.31
Actuarial loss/(gain) recognised during the year	(10.83)	(15.68)
Present value of defined benefit obligation as at the end of the year	25.88	28.38

(iii) **Breakup of actuarial (gain)/loss:**

Description	31 March 2019	31 March 2018
Actuarial (gain)/loss on arising from change in financial and demographic assumption	2.02	(1.50)
Actuarial (gain)/loss on arising from experience adjustment	(12.85)	(14.18)
Total actuarial (gain)/loss	(10.83)	(15.68)

(iv) **Actuarial assumptions**

Description	31 March 2019	31 March 2018
Discount rate	7.74%	7.79%
Retirement age	58 years	58 years
Employee turnover		
- Upto 30 years		
- From 31 to 44 years	7.00%	2.00%
- Above 44 years		
Rate of increase in compensation	5.00%	5.00%

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

(v) Sensitivity analysis for gratuity liability

Description	31 March 2019	31 March 2018
Impact of the change in discount rate		
Present value of obligation at the end of the year	25.88	28.38
- Impact due to increase of 1 %	(2.04)	(3.67)
- Impact due to decrease of 1 %	2.29	3.99
Impact of the change in salary increase		
Present value of obligation at the end of the year	25.88	28.38
- Impact due to increase of 1 %	2.14	3.81
- Impact due to decrease of 1 %	(1.66)	(3.51)

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied which was applied while calculating the defined benefit obligation liability recognised in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to prior period.

(vi) Maturity profile of defined benefit obligation (undiscounted)

Description	31 March 2019	31 March 2018
Within next 12 months	1.67	1.63
Between 2-5 years	9.71	5.08
Between 6-10 years	15.29	11.84
Beyond 10 years	-	9.84

Notes:

- 1 The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.
- 2 The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors on long term basis

3

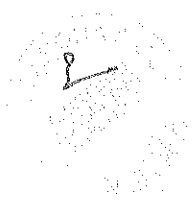
Leases

Operating leases – Assets taken on lease

a. The Company has taken certain premises on non-cancellation operating lease. The future minimum lease payments are as follows:-

	As at March 31, 2019	As at March 31, 2018
Within one year	-	4.08
Total	-	4.08

b. Lease rent expenses in respect of operating leases the statement of profit and loss is ₹ 16.45 (Previous year ₹ 30.88).



38 Fair value disclosures

i) Fair values hierarchy

Financial assets and financial liabilities measured at fair value in the balance sheet are categorised into three levels of fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: quoted prices (unadjusted) in active markets for financial instruments.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data rely as little as possible on entity specific estimates.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Fair value of instruments measured at amortized cost

Fair value of instruments measured at amortized cost for which fair value is disclosed is as follows, these fair values are calculated using Level 3 inputs:

(ii) Fair value of instruments measured at amortised cost

Fair value of instruments measured at amortised cost for which fair value is disclosed is as follows:

Particulars	Level	March 31, 2019		March 31, 2018	
		Carrying value	Fair value	Carrying value	Fair value
Financial assets					
Trade Receivables	Level 3	7,045.64	7,045.64	5,938.64	5,938.64
Cash and Cash equivalents	Level 3	18.85	18.85	16.12	16.12
Other Bank balances	Level 3	131.51	131.51	124.04	124.04
Loans	Level 3	14.60	14.60	14.60	14.60
Other financial assets	Level 3	102.33	102.33	60.76	60.76
Total financial assets		7,312.94	7,312.94	6,154.15	6,154.15
Financial liabilities					
Borrowings	Level 3	5,250.88	5,250.88	7,176.31	7,176.31
Trade Payables	Level 3	5,727.76	5,727.76	1,101.26	1,101.26
Other financial liabilities	Level 3	63.02	63.02	15.96	15.96
Total financial liabilities		11,041.66	11,041.66	8,293.53	8,293.53

The management assessed that security deposits, loan to related party, other financial assets and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

(i) Long-term fixed-rate and variable-rate receivables are evaluated by the Company based on parameters such as interest rates, individual creditworthiness of the customer and other market risk factors. Based on this evaluation, allowances are taken into account for the expected credit losses of these receivables.

(ii) The fair values of the Company's interest-bearing borrowings, loans and receivables are determined by applying discounted cash flows (DCF) method, using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period.

39 Financial risk management

i) Financial instruments by category

Particulars	March 31, 2019			March 31, 2018		
	FVTPL	FVOCI	Amortised cost	FVTPL	FVOCI	Amortised cost
Financial assets						
Trade Receivables	-	-	7,045.64	-	-	5,938.64
Cash and Cash equivalents	-	-	18.85	-	-	16.12
Other Bank balances	-	-	131.51	-	-	124.04
Loans	-	-	14.60	-	-	14.60
Other financial assets	-	-	102.33	-	-	60.76
Total	-	-	7,312.94	-	-	6,154.15
Financial liabilities						
Borrowings	-	-	5,250.88	-	-	7,176.31
Trade Payables	-	-	5,727.76	-	-	1,101.26
Other financial liabilities	-	-	63.02	-	-	15.96
Total	-	-	11,041.66	-	-	8,293.53

ii) Risk management framework

The Company's activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost	Aging analysis	Bank deposits, diversification of asset base, credit limits and collateral.
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk - foreign exchange			
Market risk - interest rate	Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Cash flow forecasting	Forward contract/hedging, if required
Market risk - security price	Long-term borrowings at variable rates	Sensitivity analysis	Negotiation of terms that reflect the market factors
	Investments in equity securities	Sensitivity analysis	Company presently does not make any investments in equity shares, except for entities where it exercises control or joint control or significant influence.

The Company's risk management is carried out by a central treasury department (of the Company) under policies approved by the board of directors. The board of directors provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity.

A) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investments in debt securities. The carrying amount of financial assets represents the maximum credit exposure.

- cash and cash equivalents,
- trade receivables,
- loans & receivables carried at amortised cost, and
- deposits with banks

a) Credit risk management

The Company assesses and manages credit risk based on internal credit rating system, continuously monitoring defaults of customers and other counterparties, identified either individually or by the company, and incorporates this information into its credit risk controls. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

- A: Low
- B: Medium

Assets under credit risk –

Credit rating	Particulars	March 31, 2019	March 31, 2018
A: Low	Cash and cash equivalents	18.85	16.12
	Other Bank balances	131.51	124.04
	Loans	14.60	14.60
	Other Financial assets	102.33	60.76
B: Medium	Trade receivables	7,045.64	5,938.64

Cash & cash equivalents and bank deposits

Credit risk related to cash and cash equivalents and bank deposits is managed by only accepting highly rated banks and diversifying bank deposits and accounts in different banks.

Trade receivables

The Company closely monitors the credit-worthiness of the debtors through internal systems that are configured to define credit limits of customers, thereby, limiting the credit risk to pre-calculated amounts. The Company assesses increase in credit risk on an ongoing basis for amounts receivable that become past due and default is considered to have occurred when amounts receivable become past due one year.

B) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Due to the nature of the business, the Company maintains flexibility in funding by maintaining availability under committed facilities.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity of Company based on their contractual maturities for all non-derivative financial liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

March 31, 2019	Less than 1 year	1-3 year	More than 3 years	Total
Borrowings	5,250.88	-	-	5,250.88
Trade payables	5,727.76	-	-	5,727.76
Other financial liabilities	63.02	-	-	63.02
Total	11,041.66	-	-	11,041.66

March 31, 2018	Less than 1 year	1-3 year	More than 3 years	Total
Borrowings	7,176.31	-	-	7,176.31
Trade payables	1,101.26	-	-	1,101.26
Other financial liabilities	15.96	-	-	15.96
Total	8,293.53	-	-	8,293.53

C) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

b) Interest rate risk**i) Liabilities**

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At March 31, 2018, the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. The Company's investments in fixed deposits all pay fixed interest rates.

Interest rate risk exposure

Below is the overall exposure of the Company to interest rate risk:

Particulars	March 31, 2019	March 31, 2018
Variable rate borrowing	5,250.88	7,176.31
Fixed rate borrowing	-	-
Total borrowings	5,250.88	7,176.31

Sensitivity

Below is the sensitivity of profit or loss and equity changes in interest rates.

Particulars	March 31, 2019	March 31, 2018
Interest sensitivity*		
Interest rates – increase by 50 bps basis points	26.25	35.88
Interest rates – decrease by 50 bps basis points	(26.25)	(35.88)

* Holding all other variables constant

ii) Assets

The Company's fixed deposits are carried at amortised cost and are fixed rate deposits. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

40 Capital management

The Company's capital management objectives are
- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Company's various classes of debt. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

The Company's adjusted net debt to equity ratio at March 31, 2018 was as follows.

Particulars	March 31, 2019	March 31, 2018
Total borrowings	5,250.88	7,176.31
Less : cash and cash equivalents	18.85	16.12
Net debt	5,232.02	7,160.19
Total equity	2,263.00	2,175.55
Adjusted net debt to adjusted equity ratio*	2.29	3.29

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3
2019-03-31

a) Foreign currency risk

The Company is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the US Dollar and Euro. Foreign exchange risk arises from recognised assets and liabilities

(i) Exposure to currency risk

The Company's exposure to foreign currency risk at the end of the reporting period expressed are as follows

Particulars	In foreign currency			In INR		
	March 31, 2019	March 31, 2018		March 31, 2019	March 31, 2018	
Financial assets:						
<i>Trade receivables</i>						
EURO						
USD	39.03	33.29		2,700.44	2,165.25	
GBP						
Financial liabilities						
<i>Trade payables</i>						
EURO						
USD	1.26	1.26	-	81.15	81.58	-
GBP						
<i>Prepayment credit</i>						
USD						
<i>Bill discounted</i>						
USD						
GBP						
Net exposure:						
EURO	-	-	-	-	-	-
USD	37.77	32.03	-	2,619.29	2,083.67	-
GBP	-	-	-	-	-	-

The following significant exchange rates have been applied:

	Average rate		Year end spot rate	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
USD	69.35	65.04	69.17	65.13

The Outstanding forward exchange contracts as at the end of the year entered by the Company for the purpose of hedging its foreign currency exposures are as follows:

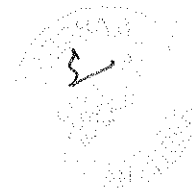
Currency	June 30, 2019	March 31, 2018
USD		12.00
Total	-	12.00

Sensitivity

A reasonably possible strengthening (weakening) of the Euro, US dollar, GBP against all other currencies at 31 March would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

Particulars	Currency	Strengthen		Weaken	
		Effect on profit after tax		Effect on profit after tax	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Sensitivity of change in exchange rate by 1%	EURO	-	-	-	-
Sensitivity of change in exchange rate by 1%	USD	(17.04)	(13.63)	17.04	13.63
Sensitivity of change in exchange rate by 1%	GBP	-	-	-	-

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Raghunath Agro Industries Private Limited
Notes forming part of the Financial Statements
(All amounts in ₹ in lakhs unless otherwise stated)

41 Related Party Disclosures

The Company's related party transactions and outstanding balances are with its subsidiaries, associates and joint venture, key management and others as described below.

A. Relationships

a) Holding Company

Daawat Foods Limited
LT Foods Limited

b) Associates

LT Foods Americas Inc. (formerly known as Kusha, Inc.)
LT Foods USA LLC
LT Foods Middle East DMCC
Raghuvsh Power Projects Limited
Universal Traders Inc.
Royal Curry Delights LLC
Fresco Fruit N Nuts Private Limited
Expo Services Private Limited
Deva Singh Sham Singh Exports Private Limited
LT Agri Services Private Limited
SDC Foods India Limited
LT Foods Europe B.V. (from September 6, 2016)
Nature Bio Foods Limited
LT International Limited
LT Overseas North America, Inc.
Sona Global Limited
Raghuvsh Foods & Infrastructure Limited
LT Foods International Limited (from September 6, 2016)

B. Key management personnel and Directors

-Key Management Personnel

Name	Designation
Ashwani Arora	Director
Sahil Mohan Bhutani	Director
Manish Kumar Manchanda	Director
Ashok Arora	Director

Entities in which Key Management Personnel and their relatives have significant influence and transactions

R.S. Rice & General Mills
Ashok Arora HUF
Raghunath Arora HUF

Transactions with subsidiary companies, step down subsidiary companies, joint venture, associate companies and Entities of KMP

Particulars	March 31, 2019	March 31, 2018
Sales		
LT Foods Limited	8,405	10,324.91
Daawat Foods Limited	-	101.17
LT Foods Americas Inc.	20,292	3,753.95
LT Foods Middle East DMCC	166	1,073.43
LT Foods International Limited	-	5,594.10
Deva Singh Sham Singh Exports Private Limited	-	11.84
Purchases		
LT Foods Limited	10,199	4,164.90
Daawat Foods Limited	10,251	5,273.32
Rent expense		
R.S. Rice & General Mills	8.00	8.00
Interest Paid		
Ranju Arora	1.32	1.20
Sakshi Arora	0.24	0.22
Ashok Arora HUF	0.28	0.25
Raghunath Arora HUF	0.14	0.13

Particulars	March 31, 2019	March 31, 2018
Balances at the year-end (net receivable/(net payable))		
SDC Foods India Limited	-	(1.62)
LT Foods Americas Inc.	2,524.79	2,041.56
LT Foods International Limited	-	110.70
Raghuvsh Infrastructure Private Limited	-	4.47
LT Foods Middle East DMCC	175.65	12.99
LT Foods Limited	(4,667.64)	3,714.09
Daawat Foods Limited	2,321.02	(462.25)
R.S. Rice & General Mills	(8.75)	(32.62)
Ranju Arora	-	(11.04)
Sakshi Arora	-	(2.06)
Ashok Arora	-	(2.36)
Raghunath Arora HUF	-	(1.16)
Nature Bio Foods Limited	0.32	-

31-Mar-18

Debit	PL	Actuarial Gain/Loss - Employee benefits	(15,67,912)
Credit	PL	Actuarial Gain/Loss - OCI	15,67,912
Credit	PL	Deferred Tax- OCI	(5,42,623)
Debit	PL	Deferred Tax expense	5,42,623

31-Mar-19

Debit	PL	Actuarial Gain/Loss - Employee benefits	(10,83,098)
Credit	PL	Actuarial Gain/Loss - OCI	10,83,098
Credit	PL	Deferred Tax- OCI	(3,74,839)
Debit	PL	Deferred Tax expense	3,74,839

