Source Natural Foods and Herbal Supplements Limited
Registered Office: 201, II[nd] Floor, Sumeru Towers,
#54/46, 39[th] A Cross, 11[th] Main Road,
Jayanagar 4[th] T Block, Bangalore - 560 041
Phone: +91-80-26087733
Email: info@source-natural.com
Website: www.source-natural.com
CIN: L24231KA1995PLC101742

04th September 2022

The General Manager
Corporate Relations Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumabi – 400 001

Ref: Source Natural Foods & Herbal Supplements Limited (531398)

Sub: Submission of 27th Annual Report along with the Notice of the 27th Annual General Meeting (AGM) of the Company for the Financial Year 2021-22 as required under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/ Madam,

Pursuant to Regulation 34(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith a copy of the Company's Annual Report for the financial year 2021-2022, which contains, inter-alia, the Notice convening the 27th Annual General Meeting (AGM).

Further, pursuant to Regulation 42 of Listing Regulations, Register of Members and Share Transfer Books will remain closed from **Tuesday, 20[th] September 2022 to Monday 26[th] September, 2022** (both days inclusive) for the purpose of 27th Annual General Meeting and the Cut-off date will be **19th September , 2022** for determining the list of shareholders eligible for e-voting for the Annual General Meeting.

Kindly take the above on record.

Thanking You.
Yours Truly,
For **Source Natural Foods and Herbal Supplements Limited**

Sgaur

Sweta Gaur
Company Secretary & Compliance Officer
Encl: as above

SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LTD. ★ Company Secretary

27th ANNUAL REPORT
2021-22

SOURCE NATURAL
FOODS AND HERBAL SUPPLEMENTS LIMITED

SOURCE NATURAL
Foods & Herbal Supplements Limited

BOARD OF DIRECTORS

Mr. Arvind Varchaswi	Managing Director
Mr. Narayanan Narasimhan	Non-executive Director & Chairman
Mr. Tejagna Katpitia	Executive Director
Mr. Srinivas Gowra	Independent Director
Mr. Sriram Chandrasekaran	Independent Director
Mr. Chandrakumar L. Rathi	Independent Director
Mrs. Bharathy	Independent Director

KEY MANAGERIAL PERSONNEL

Mr. Seshadri Ramaswamy Chief Financial Officer
Mrs. Sweta Gaur Compliance Officer & Company Secretary

Registered Office

201, II Floor, Sumeru Towers, #54/46, 39th A Cross, 11th Main Road, Jayanagar 4th T Block, Bangalore-560 041, Karnataka, India.

CIN: L24231KA1995PLC101742 | Phone: 080 26087733 | Fax: 080 22449505

web: www.source-natural.com | e-mail: info@source–natural.com

Investors Contact e-mail id

investor_relations@source-natural.com

Auditors

Srinaga & Giridharan Chartered Accountants
136/1, I Floor, 5th Main, Chamarajpet Bangalore - 560018.

Share Transfer Agents

Venture Capital & Corporate Investments Private Limited,
12-10-167, Bharatnagar, Hyderabad - 500 018.

IN THIS REPORT

Corporate Overview

Mission & Vision

Our 360° Approach

Our Certifications

Our Offerings

Our Front Runners

What Makes Us Different

Notice & Statutory Reports

Notice AGM 2022

Director Report 2022

Annexures

Financial Statements

Independent Audit Report

Balance Sheet

MISSION & VISION

MISSION

Kindle health & happiness in individuals through the holistic science of life, Ayurveda.

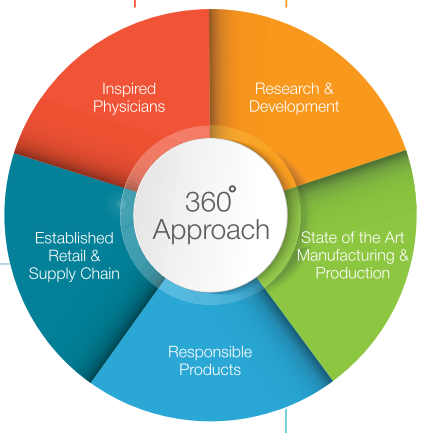
VISION

Enabling a holistic approach towards health and well being by restoring values of Ayurveda in modern lifestyles. Providing authentic and effective products of the highest quality standards.

OUR 360° APPROACH

A team of experienced Ayurveda doctors.

In-house R&D experts and facility to ensure innovation & quality in our products.



Committed to maintain hygiene & safety standards in manufacturing our products. Driven by technology and stringent control systems.

A strong supply chain system already present catering to a wide network of retail and modern trade outlets ensures timely delivery and quality service across length & breadth of the country.

High quality, responsible products for wholesome and healthy living

OUR CERTIFICATIONS

A Commitment to the Highest Quality

AYUSH GMP

AYUSH
Premium Mark

ISO
22000:2018

VEGAN

USDA
Organic

National Program for
Organic Production

PETA
Approved

Certificate of
Registration: Oman

US FDA Food Facility
Registration

Manufacturing
Site Registration: UAE

ANMAT
Argentina

Site License
Canada

STATE-OF-THE-ART-MANUFACTURING

OUR OFFERINGS

RANGE OF HERBAL HEALTH DRINKS

OUR OFFERINGS

HEALTH CARE RANGE

OUR OFFERINGS

USDA ORGANIC TABLETS

OUR FRONTRUNNERS

SHAKTI DROPS

- Daily all round protection
- Herbal Immunity Builder
- Builds strength & stamina
- Safe for all Age groups
- 8 Certified Organic Herbs

AMRUTH

- Boosts immunity
- Effective rejuvenating agent
- Eliminates toxins, destroys pathogens and combats various infections

TULASI ARKA

- Boosts immunity
- Fights against various infections
- Prevents and treats respiratory illness

OJASVITA

- Natural Source of Essential Nutrients
- Gives Overall Nourishment
- Promotes Fit Body
- Promotes Sharp Mind

WHAT MAKES US DIFFERENT

Credible Vendors

Sourcing certified raw materials

Friends of Farmers

Education on natural farming and buy back support

Quality Check

Rigorous testing of each ingredient

SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LIMITED

Spreading Health & Happiness

Giving back to the society

Ancient Science of Ayurveda

Herbal, Effective Easy to use products

*Partial List of digital presence

Sri Sri TATTVA shuddhta ka naam

Scan the QR code to redirect to the page

1mg

Scan the QR code to redirect to the page

Scan the QR code to redirect to the page

bigbasket

Scan the QR code to redirect to the page

Dear Member,

You are cordially invited to attend the 27th Annual General Meeting of the members of Source Natural Foods and Herbal Supplements Limited ("the Company") to be held on Monday, September 26th, 2022 at 11:30 A.M. through video conference and other audio-visual means ("VC").

The Notice of the meeting, containing the business to be transacted, is enclosed herewith. As per Section 108 of the Companies Act, 2013 ("the Act"), read with the related rules and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the LODR Regulations"), the Company is pleased to provide its members the facility to cast their vote by electronic means on all resolutions set forth in the Notice.

Narayanan Narasimhan
Chairman

Enclosures:

1. Notice of the 27th Annual General Meeting
2. Instructions for participation through VC
3. Instructions for e-voting

Source Natural Foods and Herbal Supplements Limited

Registered Office Address - No. 201, Sumeru Towers,
#54/46, Second Floor 11th Main Road, 39th A Cross
Jayanagar 4th T Block, Bangalore - 560041.

NOTICE

Notice is hereby given that the Twenty-Seventh Annual General Meeting of SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LIMITED will be held on Monday, 26th September at 11:30 A.M. through video conferencing ("VC")/other audio-visual means ("OAVM") to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements for the financial year ended on 31st March, 2022 together with the Reports of Directors, Auditors and such other Reports annexed thereon.
2. To appoint a Director in place of Shri Narayanan Narasimhan (DIN: 00143620) who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS:

3. Re-appointment of Mr Tejagna Kashmira Katpitia as Whole-Time Director

   To consider and if thought fit, to pass, the following resolution as Ordinary Resolution:

   "RESOLVED THAT in accordance with the provisions of Sections 196 read with Section 203 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification or re-enactment thereof) and Articles of Association of the Company, pursuant to recommendation of the Nomination and Remuneration Committee and subject approval of the Members of the Company, approval of the Board be and is hereby accorded to the reappointment of Mr. Tejagna Kashmira Katpitia (DIN: 00445283) as the Whole-time Director of the Company, without any remuneration with effect from 01.08.2022 for a period of Five years, on such terms and conditions as set out in the Agreement to be entered with him, with the authority to the Board of Directors to vary and alter the terms of said appointment from time to time."

   "RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to sign and execute the said agreement, file requisite forms with the Registrar of Companies and to do all such acts, deeds and things as may be deemed expedient to give effect to the above resolutions".

Date: 13.08.2022
Regd. Office: 201, II Floor, Sumeru Towers,
#54/46, 39th A Cross, 11th Main Road,
Jayanagar, 4th T Block, Bangalore - 560041

By Order of the Board
(Arvind Varchaswi N.)
Managing Director
DIN: 00143713

NOTES

1. In view of the outbreak of the COVID-19 pandemic, Ministry of Corporate Affairs (MCA), had issued various Circulars in relation to convening of General Meetings of the Companies, including, (i) General Circular No. 19/2021 dated 8th December, 2021, (ii) General Circular No. 21/2021 dated 14th December, 2021 and (iii) General Circular No. 2/2022 dated 5th May, 2022, allowing the Companies whose AGMs were/are due in the year 2021 and 2022 to conduct AGMs on or before 31st December, 2022 in accordance with the requirements laid down in Para 3 and para 4 of the General Circular No. 20/2020 dated 5th May, 2020. In terms of the above MCA Circulars and SEBI Circular Ref. No. SEBI/HO/CFD/CMD2/ CIR/P/2022/62 dated 13th May, 2022 the 27th AGM is being held through VC / OAVM and the Notice and the Annual Report 2021-22 are being sent only by electronic mode to those Members whose Email addresses are registered with the Company / Depository Participant(s). Members may also note that the Notice and the Annual Report 2021-22 are also available on the Company's website, www.source-natural.com. and website of the Central Depository Services (India) Limited (CDSL) viz., https://www.evotingindia.com and the websites of the Stock Exchanges i.e. BSE Limited respectively.
2. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("the Act") relating to special business to be transacted at the AGM is annexed.
3. As per the Act, a Member is entitled to attend and vote at the AGM or is entitled to appoint a proxy to attend and vote instead of himself / herself and such proxy need not be a Member of the Company. However, as this AGM is being conducted through VC / OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
4. Participation of Members through VC / OAVM will be reckoned for the purpose of quorum for the AGM as per Section 103 of the Act.
5. The notice of AGM is being sent to those members / beneficial owners whose name will appear in the register of members / list of beneficiaries received from the depositories as on 26th August 2022.
6. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, 20th September 2022 to Monday 26th September, 2022 (both days inclusive), in accordance with the provisions of the Companies Act, 2013 and the Listing Agreement with the Stock Exchanges, where the equity shares of the Company are listed, for the purpose of AGM.
7. The results of voting shall simultaneously be communicated to the Stock Exchanges. The resolutions will be deemed to be passed on the date of AGM subject to receipt of the requisite number of votes in favor of the resolutions.
8. The requirement to ratify the appointment of Auditors by the Members at every Annual General Meeting is done away with vide notification dated May 07, 2018 issued by the corporate affairs, New Delhi. Accordingly, no resolution is proposed for the ratification of appointment of auditors, who were appointed in the Annual General Meeting, held on 05th August, 2021 for the period of 5 years.
9. Shareholders holding shares in identical order of names in more than one folio are requested to write to the Company, enclosing their share certificates to enable the Company to consolidate their holdings in one folio to facilitate better service.
10. Ministry of Corporate Affairs has undertaken a "Green Initiative in Corporate Governance" and allowed companies to send documents such as Notice of the Annual General Meeting, Audited Financial Statements, Directors' Report, Auditors' Report, etc., to the shareholders in electronic form instead of the paper form. Members are requested to send/ update their email address with their Depository or Registrar and Transfer Agents of the Company
11. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013,the Register of Contracts or arrangements in which the directors are interested under Section 189 of the Companies Act, 2013, can be given as per email request.
12.

a. Members who hold shares in physical form can nominate a person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest to avail the nomination facility. Members holding shares in dematerialized form may contact their respective depository participant(s) for recording ct of their shares.

b. Members holding shares in physical mode are required to submit their permanent Account Number (PAN) and Bank account details submit (cancelled cheque of your bank account) to the Company/RTA viz. M/s. Venture Capital & Corporate Investments Private Limited, if not registered with the Company as mandated by SEBI.

c. Members holding physical shares are requested to register/ update their e-mail address/ Telephone No. with the Company/ Venture Capital & Corporate Investments Pvt. Ltd for receiving all communications from the Company electronically and to immediately notify any change in their address to the Registered Office of the Company / RTA.

d. SEBI has amended relevant provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015 to disallow listed Companies from accepting request for transfer of securities which are held in physical form, with effect from 1st April 2019. The shareholders who continue to hold shares in physical form even after this date, will not be able to lodge the shares with Company/its RTA for further transfer. They will need to convert them to demat form compulsorily if they wish to effect any transfer. Only the requests for transmission and transposition of securities in physical form, will be accepted by the RTA.

INSTRUCTIONS - VOTING THROUGH ELECTRONIC MEANS

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM/EGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the EGM/AGM will be provided by CDSL.
3. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM/EGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at http://www.source-natural.com/investor-annual-report.php.The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com . The AGM/EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. www.evotingindia.com.
7. The AGM/EGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM/EGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING:

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

I. The voting period begins on Friday 23th September, 2022 (09:00 AM) and ends on Sunday 25th September 2022 (5:00 PM). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 19th September, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

II. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

III. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders. In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

IV. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting for Individual shareholders holding securities in Demat mode CDSL/NSDL sis given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1. Userswho have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest arehttps://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companieswhere the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period.Additionally, there is also links provided to access the system ofall e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is availableathttps://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link availableon www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLoginThe system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting optionwhere the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL	1. f you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.
	2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period..

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL.

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.comor contact at toll free no. 1800225533
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

V. Login method for Remote e-Voting forPhysical shareholders and shareholders other than individual holding in Demat form.

1. The shareholders should log on to the e-voting website www.evotingindia.com.
2. Click on "Shareholders" module.
3. Now enter your User ID
   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4. Next enter the Image Verification as displayed and Click on Login.
5. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
6. If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

VI. After entering these details appropriately, click on "SUBMIT" tab.

VII. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

VIII. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

IX. Click on the EVSN for the relevant <Company Name> on which you choose to vote.

X. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

XI. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

XII. After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

XIII. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

XIV. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

XV. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

XVI. There is also an optional provision to upload BR/POA if any uploaded,which will be made available to scrutinizer for verification.

XVII. Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz CS@source-natural.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during

the AGM but have queries may send their queries in advance 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.

10 If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.

2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)

3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact attoll free no. 1800 22 55 33

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call at toll free no. 1800 22 55 33

EXPLANATORY STATEMENT

[Pursuant to Section 102(2) of the Companies Act, 2013]

Item No. 3

RE-APPOINTMENT OF WHOLE-TIME DIRECTOR OF THE COMPANY

The Board of Directors of the Company, on the recommendation of the Nomination and Remuneration Committee of the Board, propose to appoint Mr. Tejagna Kashmira Katpitia as Whole-time Director of the Company, without remuneration, for a period of Five years with effect from 01.08.2022. The Board opines that under his able guidance and abundant experience, the Company will be able to diversify and augment its business activities.

The terms and conditions of the said appointment are set out in the Agreement to be entered with him, subject to such variations and alterations from time to time, as the Board may deem fit. A brief profile of Mr. Tejagna Kashmira Katpitia is annexed to the Notice for your perusal.

Pursuant to Section 196 of the Companies Act, 2013, the approval of members is sought for the said appointment. The Board recommends the approval of members on the resolution for the said appointment.

None of the Directors or Key managerial Personnel are in any way interested or concerned in the said resolution.

ADDITIONAL INFORMATION OF DIRECTORS BEING APPOINTED AT THE ANNUAL GENERAL MEETING (Pursuant to Regulation 36(3) of SEBI(LODR) Regulation, 2015)

SL No.1

Name	Shri Narayanan Narasimhan
Date of Birth	04-02-1948
Date of Appointment	30-06-2008
Qualification	• Graduate in Architect • Diploma in Housing Planning and Building
Directorship held in other Companies	A. Source Natural Foods and Herbal Supplements Limited B. Sriveda Sattva Private Limited

Membership/Chairmanships of Committees across other public Companies	NIL
Brief Profile covering experience, achievements etc	Shri Narayanan Narasimhan is Non-Executive Director Chairman having vast experience in in Housing Planning and Building and architecture
Relationship with other Directors	Father of Shri Arvind Varchaswi N
Shares held in the Company	NIL

SL No.2

Name	Shri. Tejagna Kashmira Katpitia
Date of Birth	12-07-1981
Date of Appointment	14-06-2017
Qualification	• Professional graduated from University of Mumbai.
Directorship held in other Companies	A. Source Natural Foods and Herbal Supplements Limited B. Sriveda Sattva Private Limited
Membership/Chairmanships of Committees across other public Companies	NIL
Brief Profile covering experience, achievements etc	Experienced Executive Director with a demonstrated history of working in the Health & Wellness industry. Skilled in Business Planning, Operations Management, Finance, Sales & Marketing, Communication and Creative Writing. Strong business development professional graduated from University of Mumbai.
Relationship with other Directors	NIL
Shares held in the Company	13025 (As on date)

DIRECTORS' REPORT

To,
The Members,
Source Natural Foods and Herbal Supplements Limited
Bangalore

The Board of Directors hereby submits the report of the business and operations of your Company along with the audited financial statements, for the financial year ended March 31, 2022. The Financial Highlights for the year under review are given below:

1. FINANCIAL RESULTS:

(Rs. in Lakhs)

Particulars	31.03.2022	31.03.2021
Total revenue	2201.76	2521.98
Profit/ (Loss) before exceptional and extraordinary items and tax	368.14	404.63
Exceptional Items	0	1.47
Profit before extraordinary items and tax	368.14	403.15
Extraordinary Items		
Tax expenses	12.48	65.75
Deferred Tax		
Net Profit/(Loss) carried to Balance Sheet	243.25	337.40
Earnings Per Share (Basic/ Diluted)	3.78	5.24

2. PERFORMANCE REVIEW:

The Total revenue of the Company for the year ended 31st March, 2022 was Rs. 2201.76 Lakhs, as compared to the total revenue in previous year of Rs 2521.98 Lakhs.

The total expenses for the year ended 31st March, 2022 have decreased to Rs.1833.62 lakhs compared to Rs. 2117.36 lakhs of the previous year ended 31st March 2021,

3. FUTURE PROSPECTS & OUTLOOK:

The future looks to be very interesting for the dietary supplements market. Ayurveda and herbal are increasingly becoming "back to roots" answers to modern problems. Your company vision is to make the Ayurveda reach across the globe by focusing on selling Ayurveda-based and immunity-boosting products. The requirements of consumers have shifted to healthy foods and beverages options. With the onset of Covid-induced pandemic, consumers are now demanding for immunity boosters and this trend is boosting FMCG immunity portfolio.

Your Company intends to focus on increasing their portfolio of immunity-boosting products and will continue to contribute towards the growth of Ayurveda and Herbal Supplements and at the same time enhance shareholders wealth by accelerated performance.

Source Natural is all geared up for 2022 with new products. The focus will be on offering wellness products enriched with Ayurvedic herbs.

4. RESEARCH AND DEVELOPMENT:

Ayurveda refers to natural ancient healthcare system and science of medicine The India ayurvedic products market is primarily driven by the increasing preference for organic and natural products among the masses. In line with this, the rising awareness regarding the harmful effects of chemicals utilized in the formulation of various skincare and personal care products and the growing health-consciousness among individuals are creating a positive market outlook. Moreover, the penetration of high-speed internet and the rising popularity of social media among the masses are further providing a boost to the demand for ayurvedic products in India. The research methodology should be planned and adopted accordingly.

5. DIVIDEND:

In order to conserve the available resources for future growth, your directors do not recommend any dividend for the financial year ended 31-03-2022.

6. AMOUNT TRANSFERRED TO RESERVES:

The amount to be carried to Reserves is Rs. 243.25 Lakhs.

7. CHANGE IN THE NATURE OF BUSINESS:

As per the requirements Rule 8(5)(ii) of the Companies (Accounts) Rules, 2014, Company declares that, there is no significant change in the nature of business of the Company during the financial year under review.

8. EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

As per the requirements Section 134(3)(l) of the Companies Act, 2013, Company declares that, there are no significant material changes and commitments affecting financial position of the Company between 31st March, 2022 and the date of Board's Report.

9. SHARE CAPITAL:

The Authorised Share Capital of your Company is Rs. 9,00,00,000/- divided into 90,00,000Equity Shares of Rs. 10/- each. The Paid-up Capital is Rs. 6,43,69,310/- divided into 64,36,931 Equity Shares of Rs. 10/- each.

During the year under review, there is no change in the Share Capital of the Company.

a. Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees:
The Company has not made any provision of money for purchase of its own shares by employees or by trustees for the benefit of employees as per Rule 16(4) of Companies (Share capital and Debentures) Rules, 2014.

b. Issue of Sweat Equity Shares:
The Company has not issued any sweat equity share during the financial year, in accordance with the provisions of Section 54 of Companies Act, 2013 read with Rule 8 of the Companies (Share Capital and Debentures) Rules, 2014.

c. Issue of Equity Shares with Differential Rights:
The Company has not issued any equity shares with differential voting rights during the financial year, as per Rule 4(4) of Companies (Share capital and Debentures) Rules, 2014.

d. Issue of Employee Stock Option:
The Company has not issued any employee stock option during the financial year, as per Rule 12 of Companies (Share Capital and Debentures) Rules, 2014.

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL

KEY MANAGERIAL PERSONNEL:

In compliance with Section 203 of the Companies Act, 2013, the following are the Key managerial Personnel of the Company:

Mr. Arvind Varchaswi N. - Managing Director

Mr. Tejagna K. Katpitia - Whole-time Director

Mr. Seshadri Ramaswamy - Chief Financial Officer

Mrs. Sweta Gaur - Company Secretary & Compliance Officer

A. RETIREMENT BY ROTATION

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Shri Narayanan Narasimhan retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. Your Directors recommend his re-appointment.

B. APPOINTMENT

Shri Tejagna Kashmira Katpitia (00445283), Whole-Time Director of the Company was reappointed by the Board for a period of five years with effect from 01st August, 2022 in term of section 196, and other applicable provisions of Companies Act, 2013 and is recommended for approval at the 27th Annual General Meeting.

C. CESSATION

No cessation of Directors or Key Managerial Personnel has occurred during the year under review.

D. POLICY ON DIRECTORS APPOINTMENT, ANNUAL PERFOMANCE EVALUATION OF THE BOARD AND POLICY ON REMUNERATION:

Pursuant to the requirement under Section 134(3)(e) and Section 178(3) of the Companies Act, 2013, the Board adopted the policy on appointment of Board members including criteria for determining qualification, positive attributes, independence of a director and the policy on remuneration of Directors, KMP.

In a separate meeting of Independent Directors, performance of non-independent directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into account the views of Executive directors and non-executive directors. The same was discussed in the Board meeting that followed, at which the performance of the Board, its Committees and individual directors were discussed.

E. DECLARATION OF INDEPENDENT DIRECTORS:

In accordance with Section 149(7) of the Companies Act, 2013, the Independent Directors of your Company, have given a Declaration that they meet the criteria of Independence as provided in sub section (6)of Section 149 of the Act. There has been no change in terms and conditions of appointment of Independent Directors. The Policy relating to appointment of Independent Directors is available on the website of the Company: http://www.source-natural.com.

F. PARTICULARS OF REMUNERATION TO DIRECTORS/KMP/EMPLOYEES:

There were no employees during the year 2021-22 covered under the provisions of Section 197of the Companies Act, 2013.

The details forming part of Annual Return as required under Section 92 of the Companies Act, 2013 will be made available at the website of the Company at https://www.source-natural.com/pages/annual-report-annual-returns

11. NUMBER OF MEETINGS OF THE BOARD AND THEIR ATTENDANCE DURING THE FINANCIAL YEAR 2021-22

#	Date of the Board Meeting	Name of the Director & their Attendance						
		MR. N. NARASIMHAN	Mr. ARVIND VARCHASWI. N	MR. TEJAGNA KATPITIA	MR. SRINIVAS GOWRA	MR. SRIRAM CHANDRASEKARAN	MR. CL RATHI	MRS. BHARATHY
1	28-02-2021	P	P	P	P	P	P	P
2	12-08-2021	P	P	P	P	P	P	P
3	13-11-2021	P	P	P	P	P	P	P
4	14-02-2022	P	P	P	P	P	P	P

12. NUMBER OF MEETINGS OF THE AUDIT COMMITTEE

During the year 2021-22, the Committee met 4 (Four) times on the following dates, viz, June 28th, 2021, August 12th, 2021, November 13th 2021 and February 14th, 2022.

The following are the details of the Directors, their attendance at the Audit Committee Meeting held during the year 2021-22.

Name	Designation in committee	Attendance
Mr. Srinivas Gowra	Chairman	4
Mr.Sriram Chandrasekaran	Member	4
Mr. Chandrakumar L. Rathi	Member	4

13. NUMBER OF MEETINGS OF THE STAKEHOLDER'S RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee is constituted pursuant to the provisions of the Companies Act, 2013.

During the year one meeting of the Committee was held on 13th November 2021.

The following are the details of the Members, their attendance at the Stakeholders Relationship Committee Meeting held during the year 2021-22.

Name	Designation in committee	Attendance
Mr. Sriram Chandrasekaran	Chairman	1
Mr. Srinivas Gowra	Member	1
Mr. Arvind Varchaswi N.	Member	1

14. NUMBER OF MEETINGS OF THE NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee is constituted pursuant to the provisions of the Companies Act, 2013.

The following are the details of the Members at the Nomination and Remuneration Committee Meeting.

Name	Designation in committee
Mrs. Bharathy	Chairman
Mr. Srinivas Gowra	Member
Mr. Sriram Chandrasekaran	Member

15. DETAILS OF SHAREHOLDERS MEETINGS HELD AND ATTENDANCE FOR THE YEAR 2021.

Details of General Meeting	Date of Meeting	Number of Shareholders		
		Entitled	Attended	%
Annual General Meeting	05-08-2021	3085	25	0.81

16 .A) DISTRIBUTION OF SHAREHOLDING AS AT 31st MARCH, 2022

Category / No of Shares	Number of Shareholders	% of Total Shareholders	Amount in Rs.	% Of Holdings to Total shareholding
Upto - 500	3027	93.17	2213370	3.44
501 - 1000	104	3.2	760790	1.18
1001 - 2000	42	1.29	629200	0.98
2001 - 3000	15	0.46	369780	0.57
3001 - 4000	8	0.25	275680	0.43
4001 - 5000	11	0.34	506730	0.79
5001 - 10000	14	0.43	1048060	1.63
10001 and above	28	0.86	58565700	90.98
Total	3249	100	64369310	100

16. B) MARKET PRICE DATA AND PERFORMANCE COMPARISON:

The market price data High, Low and Close during each month from 1st April, 2021 to 31st March, 2022 are mentioned below:

	Monthly Market price details from 01.04.2021 to 31.03.2022			
Trade date/Month	**Open**	**High**	**Low**	**Close**
April, 2021	140.3	183.95	125	146.2
May, 2021	146	179.8	135	142.05
June, 2021	148.95	224.9	143	151.8
July, 2021	153.6	181.75	145.35	161.8
August, 2021	151.9	200	131	156.25
September, 2021	156.4	164.5	130.05	140
October, 2021	140	149.7	110.5	124.3
November, 2021	125	141	101.9	105
December, 2021	108	133.95	107	125.4
January, 2022	129	129	109.9	115.35
February, 2022	120.95	120.95	83.1	92.1
March, 2022	94.9	114.45	81.3	95

17. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the provisions under Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, the Directors confirm:

a. That in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed and no material departures have been made from the same;

b. That they have selected such accounting policies and applied them consistently, and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year on 31st March, 2022 and of the profit and loss of the Company for that period;

c. That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act,2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d. That they have prepared the annual accounts on a going concern basis;

e. That they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

are adequate and were operating effectively; and

f. That they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

18. AUDITORS:

In accordance with Section 139 of the Companies Act, 2013 and rules there under, M/s.Srinaga & Giridharan, Chartered Accountants, Bangalore were appointed as the Statutory Auditors of the Company at 26TH Annual General Meeting for a period of 5 years. The Audit Report for the financial year 2021-22 as certified by the Statutory Auditors of the Company does not contain any qualification, reservation or adverse remarks and therefore does not require any explanations from the Directors.

19. SECRETARIAL AUDIT REPORT:

The Board appointed Mr. Ajay Suman Shrivastava, Practicing Company Secretary, to carry out Secretarial Audit for the financial year 2021-22, under the provisions of Section 204 of the Companies Act, 2013. The Secretarial Audit Report is annexed to this report as Annexure-1. There are no qualifications made by the Auditor in the report. Annexure 2 is annexed as certificate of Non-Dis-Qualification of Directors.

20.COVID-19 IMPACT ON BUSINESS:

The outbreak of COVID-19 pandemic continued during FY 2021-22 with the second wave and third wave during the financial year under review. However, increase in awareness of digital platform has enabled your company to minimize expenses Resultantly, Company with strong business continuity plan during pandemic, operated without break down during this period, Considering the same, Management is of opinion there was some marginal impact on the revenue and no major impact on the profitability during the reporting period.

21. MANAGEMENT DISCUSSION AND ANALYSIS:

The Management Discussion and Analysis Report, prepared in accordance with Schedule V of the SEBI Listing Regulations, are annexed to this report as Annexure-3.

22. DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL:

During the year under review, there have been no significant and material orders passed by any regulators or courts or tribunal.

23. RISK MANAGEMENT:

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified are systematically addressed through mitigating actions on a continuing basis. These are discussed at the Meetings of the Audit Committee and the Board of Director of the Company.

The Company identifies risks and control systems to mitigate them are in place. In the opinion of the Board, at present there are no risks which may threaten the existence of the Company

24. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS:

According to section 134(5)(e) of the Act the term Internal Financial Control (IFC) means the policies and procedures adopted by the company 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

The Company has put in place an adequate system of internal financial controls with respect to the Financial Statement and commensurate with its size and nature of business which helps in ensuring the orderly and efficient conduct of business. No reportable material weakness in the operation was observed.

25. ESTABLISHMENT OF VIGIL MECHANISM:

The Company has formulated and published a Whistle Blower Policy to provide Vigil Mechanism for employees including directors of the Company to report genuine concerns. The provisions of this policy are in line with the provisions of the Section 177(9) of the Act and as per SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

26. THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has formulated an Anti-Sexual Harassment policy in line with the requirement of the Sexual harassment of Woman at Workplace (Prevention, prohibition and redressal) Act, 2013. There have been NIL complaints of such nature during the period under review.

27. CORPORATE SOCIAL RESPONSIBILITY (CSR):

As your Company's net worth does not exceed Rs. 500 Crores (or) Company's turnover does not exceed Rs. 1000 Crores or company's net profit does not exceed Rs. 5 Crores for the financial year, the provisions under Section 135 of the Act read with rules made there under, are not applicable. Hence, the compliance to the initiative of Corporate Social Responsibility is not required.

28.PREVENTION OF INSIDER TRADING:

The Board of Directors have adopted the Insider Trading Policy in accordance with the requirement of the SEBI (Prohibition of Insider Trading) Regulation,2015 as amended from time to time. The Insider Policy of the Company lays down guidelines and procedures to be followed, and disclosures to be made while dealing with shares of the Company, as well as the consequences of violation The policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company securities.

The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Board is responsible for implementation of the Code. All Directors and the designated employees have confirmed compliance with the Code. The same has been displayed at the company's website at www.sourcenatural.com.

29. LISTING:

The shares of your Company are listed at BSE Limited and traded actively during the year. Your Company has duly complied with all the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the year under review.

30.General Shareholder Information

1. 27th Annual General Meeting

Date and Time
26th September, 2022,11:30AM

2. Financial Calendar (2022-23) (Tentative)
   The Financial year of the company is from 1st April of the year to 31st March of the next year.

For the year ending 31st March, 2023 quarterly Un-audited / Annual Audited results shall be announced as follows:

Financial reporting for	Proposed Date
Unaudited Results for the Quarter ending: 30th June, 2022	On or before 14th August, 2022
Unaudited Results for the Quarter ending: 30th September, 2022	On or before 14th November, 2022
Unaudited Results for the Quarter ending: 31st December, 2022	On or before 14th February, 2023
Audited Results for the year ended 31st March,2023	On or before 30th May, 2023

3) Book Closure Date	Tuesday, 20th September 2022 to Monday 26th September, 2022 (Both days inclusive)
4) Registered Office	No: 201, Sumeru Towers, 2nd Floor, #54/46, 39th A Cross, 11th Main Road, Jayanagar 4th T Block, Bangalore - 500 041
5) Listing of Equity Shares	BSE Limited, Mumbai (BSE)
6) Listing Fees	Listing fee has been paid to BSE Limited till the year 2022-23
7) Stock Code	531398
8) ISIN No.	INE679C01027
9) CIN Number	L24231KA1995PLC101742
10) Plant Location:	Plot No: 22 & 23, SVCIE, Bachupally, Quthbullapur Mandal, Hyderabad - 500 090.

31. OTHER DISCLOSURES:

a. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

Pursuant to the provisions of Section 134 of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules 2014, the details of conservation of energy and technology absorption and foreign exchange earnings and outgo are attached as Annexure-4.

b. Subsidiary, Holding, Associate Companies:

There are no subsidiaries to your Company as on the date of report. In terms of the shareholding, the Company is a subsidiary of Sriveda Sattva Private Limited.

c. Particulars of Loans, Guarantees or Investments made under Section 186 of the Companies Act, 2013:

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the details required to be furnished herein are NIL.

d. Particulars of Contracts or Arrangements made with Related Parties:

All the related party transactions are entered on arm's length basis and in the ordinary course of business, in compliance with the applicable provisions of the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.

The details of the transactions with related parties are provided in the Notes to the financial statements.

e. Fixed Deposits:

Your Company has not accepted any Fixed Deposits from the Public within the meaning of Section 73 to 76 of the Companies Act, 2013, during the year under review. The details for the same are filed with the concerned authorities

32. ACKNOWLEDGEMENTS:

The Board take this opportunity to express their gratitude all the customers, vendors, investors and bankers for their continued support during the year. It places on record its appreciation for the contribution made by employees of the company at all levels. The Board also wishes to record its appreciation for business constituents like SEBI, BSE, NSDL, CDSL etc. for their continued support in the growth of the Company.

The Board thanks the Government of India, particularly the Ministry of Commerce, the Ministry of Finance, the Ministry of Corporate affairs the State Governments, and other government agencies for their support, and look forward to their continued support in the future.

Place: Bangalore
Date: 13-08-2022

For and On Behalf of the Board

(Arvind Varchaswi N.)
Managing Director
DIN: 00143713

(Tejagna K Katpitia)
Executive Director
DIN:00445283

Form No. MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members
SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LIMITED
201, II Floor, Sumeru Towers,
#54/46, 39thA Cross, 11thMain Road,
Jayanagar, 4thT Block,
Bangalore- 560041

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LIMITED (CIN:L24231KA1995PLC101742) (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. This Report is to be read with the letter of even date which is annexed to this as 'Annexure- 1' and forms an integral part of this report.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained and 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, during the audit period covering the financial year ended on 31stMarch, 2022, has complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanisms 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, 2022 according to the provisions of:

The Companies Act, 2013 (the Act) and the rules made there under

ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

iv. Foreign Exchange Management Act, 1999 (FEMA) and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (No provisions were attracted during the period under review)

v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act):-

a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; -Not Applicable to the Company during the Audit Period

d. The Securities and Exchange Board of India India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 : Not Applicable to the Company during the Audit Period

e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; Not Applicable to the Company during the Audit Period

f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Company's shares and dealing with its members;

g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; Not Applicable to the Company during the Audit Period and

h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2021; Not Applicable to the Company during the Audit Period.

The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 as amended.

vi. Company specific Pharmacy Act, 1948,Drugs and Cosmetics Act, 1940, Homoeopathy Central CouncilAct, 1973, Drugs and Magic Remedies (Objectionable Advertisement) Act, 1954,Narcotic Drugs and Psychotropic Substances Act, 1985, Petroleum Act,1934, Insecticide Act,1968, Poisons Act, 1919, Food Safety And Standards Act, 2006,Biological Diversity Act, 2002, Indian Boilers Act, 1923 and applicable labour laws;

vii. Hazardous Wastes (Management, Handling and Trans boundary Movement) Rules, 2008, Environment Protection Act, 1986;

viii. The Indian Copyright Act, 1957, The Patents Act,1970,Trade Marks Act, 1999.

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

i. Secretarial Standards issued by The Institute of Company Secretaries of India.
ii. SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 as amended.

During the Audit period under review for the Financial Year ended 31st March, 2022 and as per the clarification, representations provided by the Management in writing and oral in the Secretarial Audit checklist prepared by me, I confirm that the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreement, SEBI notifications etc. mentioned above. There are no fresh transactions attracting the provisions of FEMA during the reporting period.

I further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors 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 and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place: Hyderabad
Date: 10-08-2022

Signature:
Name of Company Secretary in practice: AJAY SUMAN SHRIVASTAVA
FCS No.: 3489
C.P. No.: 3479
UDIN: F003489D000765921

ANNEXURE -1

To,
The Members
SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LIMITED
201, II Floor, Sumeru Towers
#54/46, 39th A Cross, 11th Main Road,
Jayanagar, 4th T Block,
Bangalore - 560041

This letter is to be read with the report even date and forms an integral part of this report.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my remote audit as possible in times of pandemic.
2. I have followed the basic 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. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. 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 and transparency, on test basis.
6. 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.

Place: Hyderabad
Date: 10-08-2022
Signature:
Name of Company Secretary in practice: AJAY SUMAN SHRIVASTAVA
FCS No.: 3489
C.P. No.: 3479
UDIN: F003489D000765921

ANNEXURE - 2

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para Clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members,
Source Natural Foods and Herbal Supplements Limited
201, II Floor, Sumeru Towers,
#54/46, 39th A Cross, 11th Main Road,
Jayanagar, 4th T Block, Bangalore - 560041

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Source Natural Foods and Herbal Supplements Limited, (hereinafter referred to as 'the Company')(BSE Code: 531398), produced before me as per relaxations provided by Securities & Exchange Board of India, by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations,2015 as amended.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in as considered necessary and explanations furnished to me by the Company and 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, 2022, have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

S. No.	Name of Director	Designation	DIN	Date of Appointment/ Re-appointment
1	Mr. Narayanan Narasimhan	Director	00143620	30.06.2008
2	Mr. Arvind Varchaswi Narasimhan	Managing Director	00143713	26.06.2020
3	Mr. Srinivas Gowra	Independent Director	00286986	21.09.2019
4	Mr. Chandrakumar Laxminarayan Rathi	Independent Director	00365691	29.09.2020
5	Mr. Tejagna Kashmira Katpitia	Executive Director	00445283	14.06.2017
6	Mr. Sriram Chandrasekaran	Independent Director	02213018	21.09.2021
7	Ms. Bharathy	Independent Woman Director	06942354	26.09.2018

Ensuring the eligibility 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 my verification of records available. 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 nor it in any way certifies the ethical conduct of the said Directors for effective compliance of laws in India.

Place: Hyderabad
Date: 08-08-2022

AJAY. SUMAN SHRIVASTAVA
Practicing Company Secretary
FCS No. 3489 | CP No. 3479
UDIN: F003489D000760553

ANNEXURE - 3

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Industry Structure and Development- Indian Economy

Healthcare is one of India's largest and significant sectors, both in terms of Revenue and Employment. The Indian healthcare sector is growing at an agile pace due to its strengthening coverage, services and increasing expenditure by public as well private players. Ayurveda is witnessing a resurgence in India because people have accepted this as a way of life as opposed to the earlier notion of Ayurveda as an alternative area of medicine.

COVID-19 has created the biggest seismic shift taking health and immunity to the centre stage. Indian consumers have opened their wallets to fitness classes and activities, consuming natural foods, health supplements, and following specialized diets.

Customers embracing digital platforms on health subjects is a new reality, opening a range of opportunities for companies in the sector. As growth begins to stabilize in more developed countries such as the US, attention is turning to emerging markets with a fast-expanding middle class. Consumers have started to realize the benefits of spending today for a healthier tomorrow. In India, with relatively suboptimal access to health infrastructure, this could pave the way for a new balanced model of managing health.

The pandemic has accelerated the "proactive healthcare curve", paving the way for fortified foods, supplements, natural and ayurvedic products.

- The Economic Survey 2021-22 was tabled in the Parliament on January 17th 2022, by the Government of India.
- India's GDP grew by 8.7% in FY22 after 6.6% contraction previous fiscal
- The Indian government intends to expand healthcare spending to 2.5% of GDP by 2025
- The Ministry of Health and Family Welfare was given a budget of around Rs 86,000 crores in the Union Budget 2022-23.
- The extension of the National Health Mission was approved by the Government of India in Budget 2022-23, with an allocated budget of roughly Rs 37,800 crores.
- The National Nutrition Mission has set a goal of lowering undernutrition and stunting concerns by 2%.

As per the IMF's latest World Economic Outlook (WEO) growth projections released on 25th January, 2022, India's real GDP is projected to grow at 9 per cent in both 2021-22 and 2022-23 and at 7.1 per cent in 2023-24.

OUTLOOK

COVID-19 has dramatically transformed the purchasing behaviour of consumers also. Some of the many latent benefits that came in conjunction with the challenges of the pandemic include a better and faster decision-making approach, increased focus on upskilling, and individual and team productivity. With these learnings we have developed a more optimistic future outlook, we believe that we are well-positioned to meet the challenges and generate sustainable long-term growth.

The Company is planning to invest more in R & D in order to improve the quality and standards of services and existing products.

E-commerce has emerged as strong growth driver and as the most preferred method of purchase. This trend is only set to grow the coming years. Use of Digital transformation to fuel growth and innovation is not a new imperative for your company. But the pandemic has made it urgent for us to enhance our agility, reach, and data-driven decisions. Your company is riding high on the digital revolution by pursuing aggressive-commerce and digital marketing strategy to tap the growing segment and market size.

RISKS AND OPPORTUNITIES

Regulatory concerns, consumer perceptions, Competition, Environment & Climate Change, Counterfeit Products are the main concerns for the Ayurveda Industry. Regulatory Agencies all over the world are focussing on quality, efficiency, safety and standardization of herbal medicines.

Business is subject to risks and uncertainties that could have both short-term and long-term implications for the Company. The COVID-19 outbreak in 2020 and consequent measures undertaken by various governments across the world to contain its spread negatively impacted our business in the initial part of the 2020- 21 financial year. Your Company not only managed these risks successfully but also converted them into opportunities.

Since the onset of Covid-19 pandemic, people are focusing on their diet, nutrition intake, and how they can possibly boost their immunity and overall health. Your company offer products to strengthen immunity for both adults and kids. From Ayurveda's standpoint, commonly available natural herbs that are found in the kitchen can do wonders for our immunity. We focus on the products based on that natural herb and they are doing extremely well with the consumers.

These risks and concerns are mitigated through appropriate risk management systems which have been an integral part of the business of the Company. The risk management system of the Company enables to reassess critical risks in changing business environment that need to be focussed on.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The Company has a well-established and comprehensive internal control system and structure across the value chain to ensure that its assets are safeguarded, transactions are authorized, recorded and reported correctly and operations are conducted in an efficient and cost-effective manner. In order to ensure orderly and efficient conduct of business the company has put in place systems which include policies and procedures, IT systems, delegation of authority, segregation of duties, internal audit by Third party and review framework etc.

Further the Audit Committee comprises of the members from the Board so as to ensure total transparency and consists of three Independent non-executive Directors. The Committee performs the task of review of internal audit reports, internal control systems from time to time and reviews the financial Statements every quarter before recommending the same to the Board of Directors.

SHARE CAPITAL

During the year under review, there was no further issue of shares. The paid-up capital of the Company is Rs.6, 43,69,310 /- as on 31.03.2022.

SECURED LOANS

Secured loans of the Company as on 31.03.2021 were Rs. 90,71,335/-and as on 31.03.2022, they are Rs.1,80,599 /-

FIXED ASSETS

New assets worth Rs. 1,54,24,610/- have been acquired during the Year and added to the block of assets. As a result, the net block of fixed assets stands at Rs. 5,00,29,183 for the year ended 31.03.2022, after providing an accumulated depreciation of Rs.4,89,38,697/-

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

Source Natural has prioritised human capital development and reinforcement of expertise across critical functions. The Company believes that a competent, motivated team and a nurturing work culture are critical for achieving long-term success. In FY 2021-22, notwithstanding the pandemic-led interruptions, the Company continued to have an 'employee first' strategy while synchronising HR processes to support the business. As a part of its strategy to build a contemporary organisation, the Company undertook organisational restructuring and delayering to create a flatter organisation.

The Company strives to ensure the health and well-being of its employees through an array of initiatives. It took care of not only the physical well-being of the employees but also their mental well-being.

The Company has been continuously working on retaining the best talent in the industry, but it is a constant challenge to retain the good talent. The Company's human resource agenda focuses mainly on building a robust and diverse talent pipeline by hiring fresh management graduates to cater to various businesses and functions, enhancing individual and organisational capabilities for future readiness, driving greater employee engagement and strengthening employee relations.

The number of permanent employees of the Company as on 31stMarch, 2022 were 41.

CAUTIONARY STATEMENT

Statements in this Integrated Annual Report, particularly those that relate to the Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations, may constitute 'forward looking statements' within the meaning of applicable laws and regulations. Although the expectations are based on reasonable assumptions, the actual results might differ.

Place: Bangalore
Date: 13-08-2022

For and On Behalf of the Board

SD/-
(Arvind Varchaswi N.)
Managing Director
DIN: 00143713

SD/-
(Tejagna K Katpitia)
Executive Director
DIN:00445283

ANNEXURE - 4

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo.

A. Conservation of Energy.

Growing cost of energy and its linkage with climate change impact is a major business concern. To tackle this issue, your company has decided to focus on improving process energy efficiency, find alternate sources.

To conserve and optimise the use of energy, the Company is planning to install energy efficient blowers, and other equipment in all its plants. Strict controls are exercised in operation of the plants for optimum usage of Power and Fuel.

The Company during the year continued the following energy conservation measures both at the manufacturing unit and at the offices of the Company.

Use of natural lighting whenever possible.

i. Switching off machines / equipment when not in use and switching off lights in areas not having adequate activity by regrouping/repositioning the activity so that there will not be any wastage of energy due to lighting.

ii. Switching off main machines and lights during lunch breaks.

iii. Reduction of water consumption through re-uses

iv. Creating awareness among employees about the necessity of energy conservation by celebrating energy conservation week.

v. The information pertaining to conservation of energy is as follows:

1	The steps taken or impact on Conservation of energy	Your Company has made every endeavour to ensure optimal use of energy, avoid wastages and conserve energy as far as possible. Total power units consumed during the financial year 2021-22: 2,59,854 KWH Electricity expenses: Rs. 27,40,994/- DG Set: Rs.7,34,400/- Total quantity (in litres) of Diesel consumed during the financial year 2021-22: 800Litres. Total Kilograms of briquettes for the Boilers consumed during the financial year 2021-22: 54,620 Kgs.
2	The steps taken by the company for utilizing alternate sources of energy	To conserve and optimise the use of energy, the Company is planning to install energy efficient blowers, and other equipment in all its plants. Strict controls are exercised in operation of the plants for optimum usage of Power and Fuel. The Company during the year continued the following energy conservation measures both at the manufacturing unit and at the offices of the Company.
3	The capital investment on energy conservation equipment's	NIL

The measures taken for conservation of energy has led to better pollution control, reduced the impact on environment, cost reduction, improved hygienic conditions and consistency in quality and improved productivity.

During the year, there was no capital investment on energy conservation equipment's.

B. TECHNOLOGY ABSORPTION.

The efforts made towards technology absorption and benefits derived like product improvement, cost reduction, product development, import substitution.

The products of the company have a high level of technology and require intensive technology. These are being constantly updated. Technology Development Plans of the Company have resulted in reducing the cost of production and also provided flexibility in manufacturing.

C. FOREING EXCHANGE EARNINGS AND OUTGO.

Foreign Exchange Earned. Nil
Foreign Exchange Outgo Rs.1,15,457/-

Place: Bangalore
Date: 13-08-2022

For and On Behalf of the Board

(Arvind Varchaswi N.)
Managing Director
DIN: 00143713

(Tejagna K Katpitia)
Executive Director
DIN:00445283

ANNEXURE - 5

FORM NO. AOC -2

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

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

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
2	Nature of contracts/arrangements/transaction	
3	Duration of the contracts/arrangements/transaction	
4	Salient terms of the contracts or arrangements or transaction including the value, if any	
5	Justification for entering into such contracts or arrangements or transactions'	
6	Date of approval by the Board	
7	Amount paid as advances, if any	
8	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Sriveda Sattva Private Limited (SSPL);
2	Nature of contracts/arrangements/transaction	Sale and purchase of goods and availing of travelling Services.
3	Duration of the contracts/arrangements/transaction	1 year
4	Salient terms of the contracts or arrangements or transaction including the value, if any in Rs.	SSPL- Sale of Goods-Rs 21,72,33,929.00 Purchase of goods Rs 41,39,926.00
5	Date of approval by the Board and Members	SSPL-28-06-2021 BM 05-08-2021 AGM
6	Amount paid as advances, if any	NIL

Place: Bangalore
Date: 13-08-2022

For and On Behalf of the Board

(Arvind Varchaswi N.)
Managing Director
DIN: 00143713

(Tejagna K Katpitia)
Executive Director
DIN:00445283

INDEPENDENT AUDIT REPORT

To
The Members of Source Natural Foods and Herbal Supplements Limited
Report on the Financial Statements

We have audited the accompanying financial statements of M/s. SOURCE NATURAL FOODS AND HERBAL SUPPLEMENTS LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2022 and the Statement of Profit and Loss for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribe under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2015, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provision of the Act and Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters:

Key audit matters are those matters that, in our professional judgement, were of most significant in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the financial statement as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In the audit of the current period, we does not have observed any key audit matters required to be reported separately.

Other Matters:

The continuous spreading of COVID -19 across India has resulted in restriction on physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI). As a result of the above, the entire audit was carried out based on remote access of the data as provided by the management of the Company. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management of the Company that the data provided for our audit purposes is correct, complete, and reliable, and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.

Information Other than the Financial Statements and Auditor's Report Thereon:

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 during the course of our audit or otherwise appears to be materially misstated.

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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act 2013 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 of the Company in accordance with the Accounting Standards referred to in Section 133 of the Act read with Rules 7 of the Companies(Accounts Rules 2014 This responsibility maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and preventing and detecting frauds and other irregularities , selecting and application of appropriate accounting policies : making judgements and estimates that are reasonable and prudent: and design implementation of adequate internal financial controls , that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and free from material , misstatement , whether due to fraud or error .

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Other Matters

a. Predecessor auditor to audit transition adjustments

The comparative financial information of the company for the transition date opening balance sheet as at 1st April 2015 prepared in accordance with Ind AS included in these standalone Ind AS financial statements have been audited by the predecessor auditor who had audited the financial statements for the relevant period. The report of the predecessor auditor on the opening balance sheet dated 27th May 2015 expressed an unmodified opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

a. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2022; and

b. In the case of the Statement of Profit and Loss, of the PROFIT for the year ended on that date and the cash flows for the year ended on that date

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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 appears from our examination of those books;
    c. the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account and returns ;
    d. in our opinion, the Financial Statements , comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules 2014:
    e. On the basis of written representations received from the directors as on 31st March, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of sub-section (2) of section 164 of the Act.
    f. With respect to the adequacy of the internal financial Controls over Financial reporting of the Company and the

g. With respect to the other matters to be reported 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 explanation given to us .

I. The company has disclosed in its notes to accounts, the pending litigations and its effect on the financial position of the company and the financial statement.

ii. In our opinion, as required by law or under the accounting standards, there was no further material losses for which any provision was required and there were no long term contracts including derivative contracts for which any provision for losses was required.

There were no monies that needed to be deposited in the Investor Education and Protection Fund of the Company

Dated: 26-05-2022 (USA Date 25.05.2022)
Place: Camp San Diego USA

For Srinaga & Giridharan
Chartered Accountants
Firm No.004013
S.R. SRINAGA
Partner
M. No. 022767
UDIN: 22022767ALMNUV6943

SOURCE NATURAL FOODS AND HERBAL SUPPLIMENTS LIMITED

ANNEXURE A -TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS

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

To
The Members of Source Natural Foods and Herbal Supplements Limited.

We have audited the internal financial controls over financial reporting of Source Natural Foods And Herbal Supplements Limited ("the Company") as of March 31, 2022 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. 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 the 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.

Auditor's 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 as specified under section 143(1)) 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, 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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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.

Dated: 26-05-2022 (USA Date 25.05.2022)
Place: Camp San Diego USA

For Srinaga & Giridharan
Chartered Accountants
Firm No.004013
S.R. SRINAGA
Partner
M. No. 022767
UDIN: 22022767ALMNUV6943

ANNEXURE(B) REFERRED TO IN PARAGRAPH 1 OF INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF M/S. SOURCE NATURAL FOODS AND HERBAL SUPPLEMENT PRIVATE LIMITED ON THE FINANCIAL STATEMENTS OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2022.

In terms of Companies (Auditor's Report) Order 2020, issued by the Central Government of India, in terms of section 143(11) of The Companies Act, 2013, we further report, on the matters specified in paragraph 3 and 4 of the said Order, that :-

I 1. i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.

(b) The company is maintaining proper records showing full particulars of intangible assets.

ii. The Property, Plant & Equipment have been physically verified by the management at reasonable intervals.

iii. The title deeds of immovable properties shown in the financial statements are held in the name of the company.

iv. The company has not revalued its Property, Plant & Equipment or Intangible assets or both during the year.

v. No proceedings have been initiated against the company for holding Benami property under The Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, therefore no details of the same.

2. (i) Physical verification of inventory has been conducted at reasonable intervals by management. In our opinion, the coverage and procedure by the management is appropriate. The aggregate of discrepancies of 10% or more in each class of inventory noticed have been properly dealt with in the books of account.

(ii) The monthly statements filed by the company with banks/financial institutions are in agreement with the books of the company.

3. (i) The company has not made investments in, provided any guarantee or security granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties.

4. The company has not given any loans or guarantees/made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013.

5. The company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013.

6. The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the products manufactured by the company.

7. (i) The company is regular in depositing undisputed statutory dues with appropriate authorities.

(ii) According to records of the company, there are no statutory dues which have not been deposited on account of any dispute, except the following:

Name of the Statute	Nature of Dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending	Amount paid under Protest
Commercial Tax	CST Tax	5,09,309.00	FY 2012-13	Commercial Tax Telangana	NIL

8. There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961;

9. (i) The company has not defaulted in any repayment of dues to any financial institution or bank or debenture holders.

(ii) The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

(iii) The term loans have not been utilized for the purposes for which they were obtained.

(iv) The funds raised on a short-term basis have not been utilized for long term purposes.

(v) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(vi) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

10. (i) The company has not made any initial public offer during the year.

(ii) The company has not made any preferential allotment or private placement of shares/debentures during the year.

II 1.(I) Based upon the audit procedures performed and information and explanations given to us by the management, we report that no fraud by the company or on the company by its officers/employees have been noticed or reported during the course of our audit.

(ii) No report under sub-Section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 have been filed with the Central Government.

iii) We have considered whistle-blower complaints, if any, received during the year by the Company. There was none received during the year.

2. The transactions entered into with related parties are in compliance with section 177 & 188 of The Companies Act 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.

3. (i) The company has an internal audit system commensurate with the size and nature of its business.

(ii) The reports of the Internal Auditors for the period under audit have been considered.

4. The company has not entered into any non-cash transactions with directors or persons connected with directors, during the year.

5. (i) The company is not required to be registered under section 45-IA of The Reserve Bank of India Act, 1934.

(ii) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934.

(iii) The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India.

(iv) No Company or any group company is as part of the CIC or there is a company which is part of any CIC. The company has not incurred cash losses during the Financial or in the immediately preceding Financial year.

6. There has been no resignation of the statutory auditors during the year.

7. On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

8. (i) In respect of other than ongoing projects, the company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.

(ii) In respect of other than ongoing projects, the company has not transferred any amount remaining unspent under section (5) of section 135 of Companies Act to special account in compliance with provision of sub section (6) of section 135 of the said Act

9. There are no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

10. The company is not a Nidhi Company , hence this clause is not applicable

Other Regulatory Information

With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:

i. The company does not have any pending litigations which would impact its financial position, except a few cases challenging land acquisitions, which are pending disposal, the financial impact if any, cannot be quantified at this stage.

ii. The company does not have any long-term contracts requiring a provision for material foreseeable losses.

iii. The company does not have any amounts required to be transferred to the Investor Education and Protection Fund.

iv. The company has not advanced any funds to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts.

v. The company has not received any funds from any persons or entities, including foreign entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts.

vi. The company has not declared or paid any dividend during the year.

Place : Camp San Diego (United states of America)
Date:25.05.2022 (Indian Date 26.05.2022)

For Srinaga & Giridharan | Chartered Accountants | Firm No.004013
S.R. Srinaga | Partner (M No.022767)
UDIN : 22022767ALMNUV6943

Source Natural Foods and Herbal Supplements Ltd

(CIN: L24231KA1995PLC101742)

No. 201, Second Floor, Sumeru Towers, #54/46 39th A Cross,11th Main Road, Jayanagar 4th T Block Bangalore Bangalore KA 560041

Balance Sheet as at 31st March, 2022

	Particulars	Note No.	(Rs.) 31st March, 2022	(Rs.) 31st March, 2021
I.	**EQUITY AND LIABILITIES**			
1	**Shareholders' funds**			
	(a) Share capital	1	6,43,69,310	6,43,69,310
	(b) Reserves and surplus	2	9,15,87,888	6,72,62,561
	(c) Money received against share warrants			
2	**Share application money pending allotment**			
3	**Non-current liabilities**			
	(a) Long-term borrowings	3	2,35,117	2,61,614
	(b) Deferred tax liabilities (Net)			
	(c) Other Long term liabilities	4	-	-
	(d) Long-term provisions	5	49,31,967	35,03,906
4	**Current liabilities**			
	(a) Short-term borrowings	6	1,80,599	90,71,335
	(b) Trade payables	7	1,49,31,529	60,46,683
	(c) Other current liabilities	8	1,08,75,812	1,26,35,800
	(d) Short-term provisions	9	61,21,607	90,80,901
	TOTAL		**19,32,33,830**	**17,22,32,110**
II.	**ASSETS**			
1	**Non-current assets**			
	(a) Property, plant and Equipment & Intangible assets			
	(i) Property, Plant and Equipment	10	5,00,29,183	3,87,62,947
	(ii) Intangible assets		1,63,66,866	-
	(iii) Capital work-in-progress		-	33,58,108
	(iv) Intangible assets under development		-	-
	(b) Non-current investments	11	-	-
	(c) Deferred tax assets (net)		54,17,834	1,51,37,030
	(d) Long-term loans and advances	12	7,46,434	42,72,665
	(e) Other non-current assets	13	-	-
2	**Current assets**		-	
	(a) Current investments	14	-	-
	(b) Inventories	15	2,76,36,386	1,73,66,388
	(c) Trade receivables	16	7,73,83,050	5,98,51,914
	(d) Cash and cash equivalents	17	87,29,455	2,70,60,421
	(e) Short-term loans and advances	18	69,24,622	64,22,637
	(f) Other current assets	19	-	-
	TOTAL		**19,32,33,830**	**17,22,32,110**
	Significant Accounting Policies and Notes to Accounts	27		

As per our report of even date attached

For M/S Srinaga & Giridharan

Chartered Accountants

For and on behalf of the Board of Directors

Arvind Varchaswi N
Managing Director

Tejagna K Katpitia
Director

S R Srinaga

Partner

Membership No. 022767

Firm Registration No.004013S

UDIN: 22022767ALMNUV6943

Seshadri Ramaswamy
Chief Financial Officer

Sweta Gaur
Company Secretary

Place : Camp Sandieago(USA)

Date : 26.05.2022 (USA Date 25.05.2022)

Source Natural Foods and Herbal Supplements Ltd

No. 201, Second Floor, Sumeru Towers, #54/46 39th A Cross,11th Main Road, Jayanagar 4th T Block Bangalore Bangalore KA 560041

Profit and Loss Account For the year ended 31st March, 2022

	Particulars	Note No.	(Amount in Rs) 31st March, 2022	(Amount in Rs) 31st March, 2021
	INCOME			
I.	Revenue from operations	20	21,52,64,639	24,87,96,875
II.	Other income	21	49,11,659	34,01,376
III.	Total Income (I + II)		**22,01,76,297**	**25,21,98,251**
IV.	**Expenses:**			
	Cost of Material Consumed	22	10,05,25,789	9,83,86,635
	Purchases of Stock in Trade			
	Changes in Inventories	23	(62,28,260)	7,43,593
	Employee benefits expense	24	3,86,34,419	2,53,98,310
	Finance Cost	25	15,26,610	10,37,447
	Depreciation and amortization expenses	10	41,58,374	36,82,107
	Other Expenses	26	4,47,44,797	8,24,87,543
	Total expenses		18,33,61,729	21,17,35,634
V.	**Profit before exceptional and extraordinary items and tax (III-IV)**		3,68,14,568	4,04,62,617
VI.	Exceptional items		-	1,47,859
VII	Profit before extraordinary items and tax (V - VI)			4,03,14,758
VIII.	Extraordinary items			-
IX	**Profit before tax (VII- VIII)**		3,68,14,568	4,03,14,758
X	Tax expense:		-	-
	(i) Current tax		91,21,607	1,31,83,837
	(ii) MAT Credit Entitlement		-	-
	(iii) Deferred tax		33,67,634	(66,08,828)
	(iv) Short Provision of Tax of earlier years(Net)		-	-
	Profit to be transferred to Reserves		2,43,25,327	3,37,39,749
XI	Profit /(Loss) for the period from Continuing Operations (VII - VIII)		2,43,25,327	3,37,39,749
XII	Profit /(Loss) for the period from Discontinuing Operations		-	-
XIII	Tax expense of Discontinuing Operations		-	-
XIV	Profit /(Loss) for the period from Discontinuing Operations after Tax (XII - XIII)		-	-
XV	Profit / (Loss) (IX + XII)		2,43,25,327	3,37,39,749
XVI	**Earnings per equity share:**			
	Basic		3.78	5.24
	Diluted		3.78	5.24
	Significant Accounting Policies and Notes to Accounts	26		

As per our report of even date attached

For M/S Srinaga & Giridharan

Chartered Accountants

For and on behalf of the Board of Directors

Arvind Varchaswi N
Managing Director

Tejagna K Katpitia
Director

S R Srinaga
Partner
Membership No. 022767
Firm Registration No.004013S
UDIN: 22022767ALMNUV6943
Place : Camp Sandieago(USA)
Date : 26.05.2022 (USA Date 25.05.2022)

Seshadri Ramaswamy
Chief Financial Officer

Sweta Gaur
Company Secretary

NOTES FORMING PART OF ACCOUNTS
DISCLOSURE TO BE GIVEN IN THE NOTES TO ACCOUNTS FOR EACH SCHEDULE
NOTE `1'
SHARE CAPITAL

Particulars	As at 31.03.22		As at 31.03.21	
	No of shares	Amount	No of shares	Amount
-Authorised				
90,00,000 Equity Shares of Rs 10/-each	90,00,000	9,00,00,000	90,00,000	9,00,00,000
-Issued, Subscribed and Fully Paid up and Subscribed but not Fully				
Equity Shares of Rs.10/- each issued	64,36,931	6,43,69,310	64,36,931	6,43,69,310
Equity Shares of Rs.10 each Subscribed but not Fully Paid up	-	-	-	-
Equity Shares of Rs.10/- each Subscribed & Fully Paid up	64,36,931	6,43,69,310	64,36,931	6,43,69,310
TOTAL	**64,36,931**	**6,43,69,310**	**64,36,931**	**6,43,69,310**

	As at 31.03.2022	As at 31.03.2021
Reconciliation of Equity Shares issued and fully paid up :		
No of Shares issued and fully paid up at the beginning of the year	64,36,931	64,36,931
No of Shares issued during the year and paid up		-
No of Shares bough back during the year	-	-
No of shares issued and fully paid up at the end of the year	64,36,931	64,36,931
Reconciliation of Equity Shares Subscribed but not Fully paid up :		
No of Shares Subscribed but not fully paid up at the beginning of the year	-	-
No of shares subscribed and fully paid up during the year	-	-
No of Shares bough back during the year	-	-
No of shares Subscribed but fully paid up at the end of the year	-	-

Equity Shares held by each share holder in excess of 5% as on Balance sheet date				
Name of the Share Holder	No. of Shares held		% of Holding	
	As at 31.03.22	As at 31.03.21	As at 31.03.22	As at 31.03.21
1.Sriveda Sattva Private Limited	47,86,891	47,86,891	74.37%	74.37%

Disclosure with respect to Bonus shares , Shares alloted for Consideration other than Cash and Shares bought back only if the event has occurred during a period of 5 years immediately preceeding the Balance sheet date

Shares held by the Promoter at the end of the year

Name of the Promoter	No. of. Shares	% of Total Shares	% of change during the year
Sriveda Sattva Private Limited	**47,86,891**	**74**	NIL

NOTE `2'
RESERVES AND SURPLUS

Particulars		As at 31.03.22	As at 31.03.21
For each item Op. Balance and Additions & deductions to be disclosed			
General Reserve			
Capital Reserve			
Capital Redemption Reserve	-		
Securities premium Account	1,14,09,241		1,14,09,241
Debunture Redemption Reserve	-		
Revaluation Reserve	-		
Share Option Outstanding Account	-		
Other Reserves	-		
Profit and Loss Account			
Opening Balance	5,58,53,320		2,21,13,571
Add:Current Year Profit/(Loss)	2,43,25,327	9,15,87,888	3,37,39,749
TOTAL		**9,15,87,888**	**6,72,62,561**

NOTE `3'

LONG TERM BORROWINGS

Particulars	As at 31.03.22	As at 31.03.21
	-	-
Separate disclosure if Loans are guaranteed by Directors		
-Secured		
Bonds / Debuntures	-	-
Term Loans from Banks	-	-
Term Loans from Other Parties	-	-
Deposits	-	-
Loans and advances from related parties	-	-
Long term Maturities of Finance Lease Obligations	-	-
Other Loans & Advances	-	-
-Unsecured		
Bonds / Debuntures	-	-
Term Loans from Banks	*2,35,117*	2,61,614
Term Loans from Other Parties	-	-
Deposits	-	-
Loans and advances from related parties	-	-
Long term Maturities of Finance Lease Obligations	-	-
Other Loans & Advances	-	-
	-	-
	-	-
TOTAL	**2,35,117**	**2,61,614**

NOTE `4'

OTHER LONG TERM LIABILITIES

Particulars	As at 31.03.22	As at 31.03.21
Trade Payables - MSME - Principle Amount payable		
Trade Payables - MSME - Interest Amount Payable	-	-
	-	-
Trade Payables		
a) MSME		
Less than 1 Year		
1 to 2 Years		
2 to 3 Years		
More than 3 Years		
b) Others		
Less than 1 Year		
1 to 2 Years		
2 to 3 Years		
More than 3 Years		
c) Disputed Dues - MSME		
d) Disputed Dues - Others		
Other Payables	-	-
Less than 1 Year		
1 to 2 Years		
2 to 3 Years		
More than 3 Years		
Un billed Dues		
	-	-
TOTAL	-	-

NOTE `5'

LONG TERM PROVISIONS

Particulars	As at 31.03.22 -	As at 31.03.21 -
Provision for employee benefits	46,42,436	32,68,151
Others (specify nature)- Leave Encashment	2,89,531	2,35,755
TOTAL	**49,31,967**	**35,03,906**

NOTE `6'

SHORT TERM BORROWINGS

Particulars	As at 31.03.22 -	As at 31.03.21 -
Separate disclosure if Loans are guaranteed by Directors		
-Secured		
Bonds / Debuntures - Current Maturites	-	-
Term Loans from Banks - Current Maturities	*1,80,599*	90,71,335
Term Loans from Other Parties - Current Maturities	-	-
Deposits - Current Maturities	-	-
Loans and advances from related parties	-	-
Current maturities of Long term borrowings	-	-
Other Loans & Advances	-	-
-Unsecured		
Bonds / Debuntures	-	-
Term Loans from Banks	-	-
Term Loans from Other Parties	-	-
Deposits	-	-
Loans and advances from related parties	-	-
Current maturities of Long term borrowings	-	-
Other Loans & Advances	-	-
TOTAL	**1,80,599**	**90,71,335**

NOTE `7'

TRADE PAYABLES

Particulars	As at 31.03.22 -	As at 31.03.21 -
Trade Payables - MSME - Principle Amount payable		
Trade Payables - MSME - Interest Amount Payable	-	-
	-	-
Trade Payables Less than 1 Year		
a) MSME		
b) Others	*1,49,31,529*	60,46,683
c) Disputed Dues - MSME		
d) Disputed Dues - Others		
Other Payables - Less than 1 year	-	
Un billed Dues	-	-
TOTAL	**1,49,31,529**	**60,46,683**

NOTE `8'

OTHER CURRENT LIABILITIES

Particulars	As at 31.03.22 -	As at 31.03.21 -
Current Maturities of Finance Lease Obligations		
Interest accrued and due on Borrowings	-	-
Interest accrued but not due on Borrowings	-	-
Income received in advance;		
Share application Money pending Allotment - in excess of Authorised Capital		
Calls in Advance		
Unpaid Dividends	1,14,069	1,15,059
Other Payables	1,07,61,743	1,25,20,741
TOTAL	1,08,75,812	1,26,35,800

NOTE `9'

SHORT TERM PROVISIONS

Particulars	As at 31.03.22 -	As at 31.03.21 -
Provision for Income Tax	61,21,607	90,80,901
Provision for employee benefits.	-	-
Others (specify nature).		
TOTAL	**61,21,607**	**90,80,901**

NOTE `11'

NON CURRENT INVESTMENTS

Particulars	As at 31.03.22 -	As at 31.03.21 -
A) Trade Investments		
B) Non Trade Investments		
Investment in Property		
Investment in Equity	-	-
Investment in Partnership Firms	-	-
Investment in Subsidiaries		
Application money paid but securities not alloted		
Other non-current investments (specify nature)	-	-
	-	-
TOTAL	-	-

NOTE `12'

LONG TERM LOANS & ADVANCES

Particulars	As at 31.03.22 -	As at 31.03.21 -
A) Secured		
Capital Advances		
Loans & Advances to Related Parties	-	
Others	3,22,795	6,94,694
B) Unsecured		
Capital Advances	-	31,54,332
Loans & Advances to Related Parties		
Others	4,23,639	4,23,639
C) Doubtful	-	-
Capital Advances		
Loans & Advances to Related Parties		
Others	-	-
Allowance for bad and doubtful loans	-	-
TOTAL	**7,46,434**	**42,72,665**

NOTE `13'

OTHER NON CURRENT ASSETS

Particulars	As at 31.03.22 -	As at 31.03.21 -
Ageing Schedule to be given separately in Notes to Accounts		
a) Long Term Trade Receivables		
Secured and considered good		
Unsecured and considered good		
Douftful		
Allowance for bad and doubtful debts		
b) Security Deposits		
	-	-
c) Others	-	-
Due by directors or other officers		
d) Unbilled dues	-	-
	-	-
TOTAL	-	-

similar information shall be given where no due date of payment is specified, in that case disclosure shall be from the d

NOTE `14'

CURRENT INVESTMENTS

Particulars	As at 31.03.22 -	As at 31.03.21 -
A) Trade Investments		
B) Non Trade Investments		
Investment in Property		
Investment in Equity	-	-
Investment in Partnership Firms	-	-
Investment in Subsidiaries		
Application money paid but securities not alloted		
Other current investments (specify nature)	-	-
	-	-
TOTAL	-	-

NOTE `15'

INVENTORY

Particulars	As at 31.03.22 -	As at 31.03.21 -
Raw Materials	1,75,64,491	1,39,63,242
Work in Progress	67,90,774	18,42,045
Finished Goods	2,39,998	12,83,091
Stock in Trade (goods acquired for Trade)		
Stores & Spares		
Loose Tools		
Others	*30,41,123*	2,78,010
TOTAL	**2,76,36,386**	**1,73,66,388**

Goods-in-transit shall be disclosed under the relevant sub-head of inventories.

NOTE `16'

TRADE RECEIVABLES

Particulars	- As at 31.03.22	- As at 31.03.21
A) Undisputed Receivables considered good		
- Less than 6 months	7,73,83,050	5,98,51,914
- 6 months to 1 Year	-	-
- 1 Year to 2 Years	-	-
- 2 Year to 3 Years	-	-
- More than 3 years	-	-
B) Undisputed Receivables considered doubtful		
- Less than 6 months	-	-
- 6 months to 1 Year	-	-
- 1 Year to 2 Years	-	-
- 2 Year to 3 Years	-	-
- More than 3 years	-	-
Less : Provision for doubtful Debts	-	-
C) Disputed Receivables considered good		
- Less than 6 months	-	-
- 6 months to 1 Year	-	-
- 1 Year to 2 Years	-	-
- 2 Year to 3 Years	-	-
- More than 3 years	-	-
D) Disputed Receivables considered doubtful	-	-
- Less than 6 months	-	-
- 6 months to 1 Year	-	-
- 1 Year to 2 Years	-	-
- 2 Year to 3 Years	-	-
- More than 3 years	-	-
E) Unbilled dues	-	-
TOTAL	**7,73,83,050**	5,98,51,914

NOTE `17'

CASH AND BANK BALANCES

Particulars	As at 31.03.22 -	As at 31.03.21 -
-Cash and Cash Equivalents		
Cash on Hand	15,660	89,644
Balance with Banks		
-In Current Accounts	81,53,795	1,22,00,777
	-	
- Other Bank Balances(give Details)		
- Earmarked Balances with Banks		
- Margin Money or Security against borrowings/guarantees		
- Repatriation restrictions		
- Deposits with Maturity more than 12 months	5,60,000	1,47,70,000
TOTAL	**87,29,455**	**2,70,60,421**

NOTE `18'

SHORT TERM LOANS & ADVANCES

Particulars	As at 31.03.22 -	As at 31.03.21 -
A) Secured		
Capital Advances		
Loans & Advances to Related Parties		
Others	4,69,109	4,66,421
B) Unsecured	64,55,513	59,56,216
Capital Advances		
Loans & Advances to Related Parties		
Others	-	
C) Doubtful	-	
Capital Advances		
Loans & Advances to Related Parties		
Others	-	-
Allowance for bad and doubtful loans	-	-
TOTAL	**69,24,622**	**64,22,637**

NOTE `19'

OTHER CURRENT ASSETS

	As at 31.03.22 -	As at 31.03.21 -
Preliminary Expenses to the extent not w/off	-	-
TOTAL	-	-

NOTE `20'

REVENUE FROM OPERATION

Particulars	As at 31.03.22 -	As at 31.03.21 -
Indigenous Sales		
Sale of Products	21,52,64,639	24,87,96,875
Sale of Services	-	-
Export Sales		
Sale of Products	-	-
Sale of Services	-	-
Other Operating Revenues		
TOTAL	**21,52,64,639**	**24,87,96,875**

NOTE `21'

Other income

Particulars	As at 31.03.22 -	As at 31.03.21 -
Interest Income	2,08,978	7,90,602
Other Non-Operating Income	47,02,681	26,10,774
TOTAL	**49,11,659**	**34,01,376**

NOTE `22'

COST OF MATERIALS CONSUMED

Particulars	As at 31.03.22 -	As at 31.03.21 -
Op. Balance of Raw materials & WIP	1,39,63,242	80,13,637
Add : Purchases during the year	10,41,27,038	10,43,36,240
Less : Closing Stock of Raw Materials & WIP	1,75,64,491	1,39,63,242
TOTAL	**10,05,25,789**	**9,83,86,635**

NOTE `23'

CHANGE IN INVENTORY

Particulars	As at 31.03.22	As at 31.03.21
Opening stock :		
- WIP	18,42,045	23,65,975
- Finished Goods	12,83,091	15,02,754
Closing Stock :		
- WIP	6790774	1842045
- Finished Goods	239998	1283091
	23,22,624	
TOTAL	**(62,28,260)**	**7,43,593**

NOTE `24'

EMPLOYEE BENEFITS EXPENSES

Particulars	As at 31.03.22	As at 31.03.21
	`	`
Salaries, Wages, Bonus etc.	3,46,09,719	2,27,24,699
Contribution to PF & other Funds	11,64,576	9,18,230
Employee Stock Option Plan / Employee Stock Option Scheme		
Workmen and Staff Welfare Expenses	28,60,124	17,55,381
TOTAL	**3,86,34,419**	**2,53,98,310**

NOTE `25'

FINANCE COSTS

Particulars	As at 31.03.22	As at 31.03.21
	-	-
Interest	15,26,610	10,37,447
Other Borrowing Costs		
Net Gain / Loss on Foreign currency Transactions		
TOTAL	**15,26,610**	**10,37,447**

NOTE `26'

OPERATING & GENERAL EXPENSES

Particulars	- As at 31.03.22	- As at 31.03.21
Consumables		
Lab Maintainance		
Packing Materials		
Safety Materials		
Repairs & Maintenance		
Vehicles	9,55,738	7,77,160
Office	1,28,711	1,33,184
Factory	2,02,141	1,58,770
Buildings	3,78,354	6,92,443
Electrical	284931.59	1539568.83
Advertisement Charges		
Bank Charges		
COVID 19 Donation to CM Relief Fund		
Factory General Expenses	10,49,612	11,61,037
Prior PeriodExpenses	5,59,564	64,36,063
General Expenses	18,48,499	21,39,869
GST Composition Cess		
GST on RCM		
Insurance	3,72,448	4,97,188
Interest exp on Income tax	6,51,877	2,613
Interest on GST / service tax		
Job Work Charges	1,31,34,619	1,52,95,739
Postage, Telephone, Fax & Internet charges	5,45,786	3,96,424
Power & Fuel	32,14,130	33,28,739
Printing & Stationery	2,15,990	2,57,074
Professional Charges	22,03,965	11,24,817
Provision for Doubtful Debts	-	80,105
Rates & Taxes	9,31,050	9,89,065
Project Expenses - Vertegen	23,22,624	
Selling & Distribution Expeenses	1,22,86,951	4,29,15,312
Service Charges	6,64,830	6,20,162
Sub Contract charges	12,58,013	22,68,722
Subscription & Membership Fees	3,700	740
Testing & Weighment charges	10,61,850	6,61,318
Travelling & Conveyance	1,44,414	7,46,429
Auditor's remuneration:		
for audit fees	1,50,000	1,25,000
for taxation matters	1,75,000	1,40,000
TOTAL	**4,47,44,797**	**8,24,87,543**

NOTE '10' PROPERTY, PLANT & EQUIPMENT

Amount in Rs.

SR. NO.	DESCRIPTION OF ASSETS	Rate %	COST OF VALUATION				DEPRECIATION			NET BLOCK	
			COST AS ON 01.04.2021	Additions DURING THE YEAR	deductions/ Adjustments	TOTAL COST AS AT 31.03.2022	Op. Accumulated Depreciation as at 01.04.2021	Depreciation For the year	Closing. Acc. Dep. as at 31.03.2022	AS AT 31.03.2022	AS AT 31.03.2021
A)	TANGIBLE ASSETS										
1	LAND - Lease hold		-	-	-	-	-	-	-	-	-
	LAND - Free hold		5,04,810	-	-	5,04,810	-	-	-	5,04,810.00	5,04,810
2	FACTORY BUILDING		2,90,70,514	1,28,00,166	-	4,18,70,680	1,22,72,035	13,28,351	1,36,00,386	2,82,70,294	1,67,98,478
3	OFFICE BUILDING		-	-	-	-	-	-	-	-	-
4	PLANT & EQUIPMENT		3,97,59,005	22,70,500	-	4,20,29,505	2,30,68,459	15,74,757	2,46,43,216	1,73,86,289	1,66,90,546
5	FURNITURE & FIXTURES		36,10,939	2,16,580	-	38,27,519	27,09,225	1,52,739	28,61,964	9,65,555	9,01,714
6	VEHICLES		63,82,129	82,010	-	64,64,139	36,66,001	6,85,032	43,51,033	21,13,106	27,16,128
7	OFFICE EQUIPMENT		15,39,110	55,354	-	15,94,464	14,33,798	31,993	14,65,791	1,28,673	1,05,312
8	OTHERS		26,76,763	-	-	26,76,763	16,30,805	3,85,502	20,16,307	6,60,456	10,45,958
	TOTAL (A)		**8,35,43,270**	**1,54,24,610**	**-**	**9,89,67,880**	**4,47,80,323**	**41,58,374**	**4,89,38,697**	**5,00,29,183**	**3,87,62,947**
B)	IN TANGIBLE ASSETS Goodwill,Brands /trademarks, Computer software, Mastheads and publishing titles,Mining rights, Copyrights, and patents and other intellectual property rights, services and operating rights.		9,06,077	1,63,66,866	-	1,72,72,943	9,06,077	-	9,06,077	1,63,66,866	-
C)	CAPITAL WORK IN PROGRESS									-	-
D)	IN TANGIBLE ASSETS UNDER DEVELOPMENT										-
	TOTAL (A) + (B) + (C) + (D)		**8,44,49,347**	**3,17,91,476**	**-**	**11,62,40,823**	**4,56,86,400**	**41,58,374**	**4,98,44,774**	**6,63,96,049**	**3,87,62,947**

Depreciation Schedule for the financial year (As per INCOME TAX ACT)

S.No.	Class of Assets	WDV as on 01-04-2021	Additions during the year		Deletions	Total	Rate	Depreciation for the year	WDV as on 31-03-2022
			Used more than 180 days	Used less than 180 days					
1	**Buildings office, factory**								
	i. 10% block	1,08,95,982	1,07,89,717	20,10,451	-	23696150	10%	2269092	21427058
2	**Furniture & Fittings:**								
	i. 10% block	15,54,968	2,16,580	-	-	1771548	10%	177155	1594393
3	**Plant/ Machinery**								
	i. 15% block	1,50,53,679	9,97,999	14,09,865	-	17461543	15%	2767742	14693801
4	**Plant/ Machinery**								
	i. 20% block	-	16,00,000	9,42,500	-	2542500	20%	254250	2288250
5	**Computers**								
	i. 40% block	8,75,645	-	-	-	875645	40%	350258	525387
		2,83,80,274	**1,36,04,296**	**43,62,816**	**-**	**4,63,47,386**		**58,18,497**	**4,05,28,889**

Note 1- SIGNIFICANT ACCOUNTING POLICIES

a. The Accounting Convention:

The financial statements are prepared in historical cost convention and as a going concern concept. Accounting policies not referred to specifically are consistent with Generally Accepted Accounting Principles.

b. Revenue Recognition:

The Company generally follows the mercantile system of accounting and recognises income and expenditure on accrual basis, except in the circumstances specifically mentioned below:

Sales Return: Breakages & Claims, Goods Returned Back.

c. Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation. Cost includes freight, taxes and any attributable cost of bringing the asset to its working condition for its intended use.

d. Depreciation:

Depreciation on assets is provided on straight line method, at the rates and in the manner prescribed under Schedule II to the Companies Act, 2013.

e. Inventories:

a. Raw Material, Packing Material, Stores and Spare Parts are valued at cost by following FIFO method.

b. Work in Process is valued at cost.

c. Finished Goods are valued at lower of cost or net realisable value.

d. Retirement Benefits:

Employees Provident Fund is administered by Regional Provident Fund Commissioner to whom remittances are made. Employer's Contribution is charged to revenue.

Gratuity amount payable to employees is provided based on actuarial Valuation during the Year.

g. Prior period items etc:

A sum of Rs.5,59,564/- has been provided by the company for prior period as shown below for non-collection of C-forms & other expenses pertaining to those years.

1	CST Assessment Tax -2014-15	1000
2	CST Assessment Tax -2016-17	439738
3	CST Assessment Tax -2017-18	88826
4	e-Voting Upload Fees (AGM) -FY-2020-21	30000

h. Taxes on Income:

Income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax annually, based on the liability computed, after considering tax allowances and exemptions. Minimum Alternate taxes are paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credits

i. Foreign Currency Transactions:

To account for transactions in foreign currency at the exchange rate prevailing on the date of transaction. Gains/losses arising out of fluctuations in the exchange rates are recognised in Profit and Loss Account in the period in which they arise except in respect of fixed assets where exchange variance is adjusted in carrying amount of the respective fixed assets.

Expenditure incurred in foreign currency Rs.1,15,457/- (Foreign Exchange outgo)

Income in foreign currency NIL during the year.

j. Stock inflow and out flow as below.

Particulars	Opening Stock	Purchase	Consumed/Sale	Closing Stock
RM	63,76,824	2,38,11,842	2,08,20,444	93,68,222
PM	75,86,418	1,66,58,683	1,60,48,832	81,96,269
TRADED GOODS	2,78,010	6,40,97,002	6,36,56,513	7,18,499
FG	12,83,091	0	10,43,093	2,39,998
WIP	18,42,045	0	(72,71,353)	91,13,398

Long term Trade Receivables						
	Outstanding for the period					
Particulars	Less than 6 months	6 months to 1 year	1 year to 2 year	2 years to 3 years	More than 3 years	Total
A) Secured						
i) Undisputed Trade Receivables considered good	0	0	0	0	0	0
ii) Disputed Trade Receivables considered good	0	0	0	0	0	0
iii) Undisputed Trade Receivables considered Douftful	0	0	0	0	0	0
iv) Disputed Trade Receivables considered Douftful	0	0	0	0	0	0
B) Unsecured	0	0	0	0	0	0
i) Undisputed Trade Receivables considered good	**7,73,83,050**	**0**	**0**	**0**	**0**	**7,73,83,050**
ii) Disputed Trade Receivables considered good	0	0	0	0	0	0
iii) Undisputed Trade Receivables considered Douftful	0	0	0	0	0	0
iv) Disputed Trade Receivables considered Douftful	0	0	0	0	0	0

Additional Regulatory Information

Relation with Stuck off compamy

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed	
NA	Investments in securities	NA	NA	NA
NA	Receivables	NA	NA	NA
NA	Payables	NA	NA	NA
NA	Shares held by stuck off company	NA	NA	NA
NA	Other outstanding balances (to be specified)	NA	NA	NA

Repayment Schedules

	As per statements		As per Books		Difference		As per Books 20-21	
Months	**Interest paid**	**Principle**	**Interest paid**	**Principle**	**Interest paid**	**Principle**	**Interest paid**	**Principle**
April	NA	NA	NA	NA	NA	NA	NA	NA
may	NA	NA	NA	NA	NA	NA	NA	NA
June	NA	NA	NA	NA	NA	NA	NA	NA
July	NA	NA	NA	NA	NA	NA	NA	NA
August	NA	NA	NA	NA	NA	NA	NA	NA
September	NA	NA	NA	NA	NA	NA	NA	NA
October	NA	NA	NA	NA	NA	NA	NA	NA
November	NA	NA	NA	NA	NA	NA	NA	NA
December	NA	NA	NA	NA	NA	NA	NA	NA
January	NA	NA	NA	NA	NA	NA	NA	NA
February	NA	NA	NA	NA	NA	NA	NA	NA
March	NA	NA	NA	NA	NA	NA	NA	NA
Total	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**

In case of lease payments, prepare another schedule

Layer wise details of subsidiary companies - NOT APPLICABLE

Name of subsidiary	CIN of subsidiary company	Name of holding company	CIN of holding company	Per centage of shares held by holding company

Wilful Defaulter - NOT APPLICABLE

Date of declaration defaulter	Amount	Nature

Analytical Ratios

Sl.No	Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Rason for variance
1	Current Ratio	Current Assets	Current Liabilities	376%	301%	275.82%	
2	Debt – Equity Ratio	Debt	Share Holder Equity	0.27%	7.09%	41571531.00%	
3	Debt Service Coverage Ratio	Earnings available for Debt Service	Debt Service	0%	0%	0.00%	
4	Return on Equity (ROE)	Net Profit after Taxes - Preference Dividend if any	Average Shareholder's Equity	17%	26%	-83.08%	
5	Inventory Turnover Ratio	Cost of goods Sold (or) Sales	Average Inventory	957%	1433%	856.67%	
6	Trade receivables turnover ratio	Net credit Sales	Average Accounts receivable	314%	416%	213.72%	
7	Trade payables turnover ratio	Net Credit Purchases	Average Trade Purchases	993%	1726%	892.72%	
8	Net capital turnover ratio	Net Capital	Average Working Capital	265%	337%	165.05%	
9	Net profit ratio	Net Profit	Net Sales	11%	14%	-88.70%	
10	Return on capital employed (ROCE)	Earnings before Interest & Taxes	Capital Employed	22%	29%	-78.10%	
11	Return on investment	Income from investments	investments	0%	0%	0.00%	

The company shall explain the items included in numerator and denominator for computing the above ratios. Further explanation shall be provided for any change in the ratio by more than 25% as compared to the preceding year

1 **Current Ratio**

Particulars	**21-22**	**20-21**
Current Assets	120673512.34	110701359.77
Current Liabilities	32109547.88	36834718.20
Current Ratio	3.76	3.01

2 **Debt – Equity Ratio**

Particulars	**21-22**	**20-21**
Total Debt	415716.310	9332949.060
Shareholder’s Equity	155957198.304	131631871.500
Debt – Equity Ratio	0.003	0.071

3 **Debt Service Coverage Ratio**

Particulars	**21-22**	**20-21**
Net Profit before taxes	36814568.08	40314758.44
Non-cash operating expenses		
- Depreciation & other amortizations	4158374	3682107
Interest Expense	1526610.08	1037446.62
loss on sale of Fixed assets		
Any other adjustments		
Earning for Debt Service	42499552.16	45034312.06
Interest Paid	0	0
Lease Payments		
Principal Repayments	0	0
Debt service	0	0

4 Return on Equity (ROE)

Particulars	21-22	20-21
Net Profits after taxes	24325326.58	33739749.44
(-) Preference Dividend		
	24325326.58	33739749.44
Opening capital	131631871.5	131631871.5
Closing capital	155957198.3	131631871.5
Average	143794534.9	131631871.5
ROE	0.169	0.256

5 Inventory Turnover Ratio

Particulars	21-22	20-21
Sales	215264638.8	248796875.2
(-) Gross profit	0	
COGS	215264638.8	248796875.2
Opening stock	17366388	
Closing Stock	27636386	17366388
Average	22501387	17366388
Inventory Turnover Ratio	9.566727544	14.32634554

6 Trade receivables turnover ratio

Particulars	21-22	20-21
Total sales	215264638.8	248796875.2
(-) Cash sales	0	
Credit Sales	215264638.8	248796875.2
Opening Receivables	59851914.12	
Closing Receivables	77383049.66	59851914.12
Average	68617481.89	59851914.12
Trade receivables turnover ratio	3.137169025	4.15687416

7 Trade payables turnover ratio

Particulars	21-22	20-21
Total Purchases	104127037.6	104336239.6
(-) Cash purchases	0	
Credit purchases	104127037.6	104336239.6
Opening Payables	6046682.68	
Closing Payables	14931529.26	6046682.68
Average	10489105.97	6046682.68
Trade payables turnover ratio	9.927160417	17.25512073

8 Net capital turnover ratio

Particulars	21-22	20-21
Total sales	215264638.8	248796875.2
(-)Sales return	0	
Net sales	215264638.8	248796875.2
Current assets	120673512.3	110701359.8
Current liabilities	32109547.88	36834718.2
Closing Working capital	88563964.46	73866641.57
Opening Working capital	73866641.57	
Average Working capital	81215303.01	73866641.57
Net capital turnover ratio	2.650542826	3.368189889

9 Net profit ratio

Particulars	21-22	20-21
Profit After tax / Net profit	24325326.58	33739749.44
Total sales	215264638.8	248796875.2
(-)Sales return	0	
Net sales	215264638.8	248796875.2
Net profit ratio	0.113001962	0.135611629

10 Return on capital employed (ROCE)

Particulars	21-22	20-21
Profit before tax	36814568.08	40314758.44
(-) Interest	1526610.08	1037446.62
Earning before interest and taxes	35287958	39277311.82
Tangible Net Worth		
Total Debt	37276631.85	40600238.58
Deferred Tax Liability	0	0
Capital Employed	37276631.85	40600238.58
Capital Employed	161124282.3	135397391.9
Return on capital employed (ROCE)	0.2190108	0.290089132

Total Assets - Total Liabilities - Intangible Assets

11 Return on investment

Particulars	21-22	20-21
MV at End of time period		
MV at Beginning of time period		
Cash inflow and cash outflow C(t)		
Numerator	**0**	**0**
MV at Beginning of time period	0	0
Weight of the net cash flow		
Cash inflow and cash outflow C(t)		
	0	0
Denominator	0	0
Return on investment	0	0

Source Natural Foods and Herbal Supplements Limited.
201, II Floor, Sumeru Towers,
#54/46, 39th 'A' Cross, 11th Main Road,
Jayanagar 4th 'T' Block, Bangalore - 560041