

INDEPENDENT AUDITOR'S REPORT

To the Members of

**MUKKA PROTEINS LIMITED (Earlier known as "MUKKA SEA FOOD INDUSTRIES LIMITED" /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED")**

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated financial statements of **MUKKA PROTEINS LIMITED** ("the Company") and its subsidiaries and associates (the company, its subsidiaries and its associates together referred as "the Group"), which comprise the Consolidated Balance Sheet as at **31st March 2022**, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial information of the subsidiaries and associates referred to in the Other Matters section below, the aforesaid Consolidated 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the group as at 31st March, 2022 and their consolidated profit, their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of Consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters section below, is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Information Other than the Consolidated 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 Director's Report, but does not include the Consolidated financial statements, Standalone financial statements and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.



Our opinion on the Consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we will read the Director's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position and consolidated financial performance, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows of the group in accordance with the Ind AS and accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective board of directors of the companies included in the group are responsible for assessing the group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the group are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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



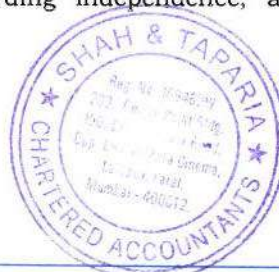
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the group to express an opinion on the consolidated financial statements. For the other entities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all



relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

We did not audit the financial statements of three subsidiaries, whose financial statements reflects total assets of Rs. 849.19 million as at 31st March 2022, total revenues of Rs. 1781.37 million, total profit after tax Rs. 72.18 million, total comprehensive income of Rs. 72 million and net cash flows of Rs. 36.99 million for the year ended on that date and financial statements of three associate in which share of loss of Rs. 8.06 million have been as considered in the Consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statement, in so far as relates to the amounts and disclosures included in respect of those subsidiaries and our report in terms of sub-section (3) and (11) of section 143 of the Act, insofar as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / consolidated financial statement certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on consideration of report of the other auditor on separate financial statements and other financial information of subsidiary and associates as noted in the Other Matter paragraph, we report to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditor.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Cash Flow Statement and the Consolidated Statements of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors of the holding company as on 31st March, 2022 taken on record by the Board of Directors of the holding company and the reports of the statutory auditor of its subsidiary company and associate companies, none of the directors is disqualified as on 31st March, 2022 from being



appointed as a director in terms of Section 164(2) of the Act.

- (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our Report in "Annexure A", which is based on the auditors' reports of the Holding company, subsidiary companies and associate companies.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group has disclosed impact of pending litigations under Notes to the financial statements.
 - ii. The Group do not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
 - iv. a. The respective Managements of the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b. The respective Managements of the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, 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; and
 - c. Based on the audit procedures that has been considered reasonable and appropriate in the circumstances performed by us and those performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the



representations under sub-clause (i) and (ii) of Rule 11(e) contain any material mis-statement.

v. The company and other entities in the group has not paid any dividend during the year.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For **SHAH & TAPARIA**
Chartered Accountants
FRN: 109463W



Bharat Joshi
Partner
Membership No. : 130863
UDIN : 22130863ARGFNH2220



Place: Mumbai
Date: 07.09.2022

“Annexure A” to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of Mukka Proteins Limited

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

We have audited the internal financial controls over financial reporting of **Mukka Proteins Limited** (“the Company”) and its subsidiaries and associates (the company, its subsidiaries and its associates together referred as “the Group”) as of March 31, 2022 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The respective board of directors of the Company and its subsidiaries group are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Group’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, 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 Group’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting



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

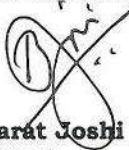
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Group 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 Group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **SHAH & TAPARIA**
Chartered Accountants
FRN: 109463W



Bharat Joshi
Partner

Membership No. : 130863
UDIN : 22130863ARGFNH2220



Place: Mumbai
Date: 07.09.2022

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

CONSOLIDATED BALANCE SHEET AS AT 31st March, 2022

Particulars	Note No.	As at	
		31st March, 2022	31st March, 2021
		Rs. In millions	Rs. In millions
ASSETS			
Non-Current assets			
Property, Plant and Equipment	2	812.57	775.58
Capital Work in Progress	2	-	40.28
Intangible Assets	2	0.12	0.26
Investment Property	3	13.81	14.22
Financial Assets			
Investment	4	205.29	117.50
Loans	5	2.61	0.31
Other Financial Asset	6	11.98	12.68
Income Tax Assets	8	13.36	13.33
Total Non-Current Assets		1,059.74	974.15
Current assets			
Inventories	9	1,648.61	1,498.69
Financial Assets			
Trade Receivables	10	613.31	478.86
Cash and Cash Equivalents	11	115.35	31.53
Other bank balances	12	23.55	10.35
Loans	5	32.89	184.63
Other Financial Assets	6	64.44	93.57
Other Current Assets	13	371.24	276.16
Total Current Assets		2,869.40	2,573.80
Total Assets		3,929.13	3,547.95
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	14	220.00	55.00
Other Equity	15	678.23	610.24
Non Controlling Interest		47.11	34.01
Total Equity		945.34	699.24
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	16	185.40	89.72
Lease Liabilities	17	11.80	-
Other Financial Liabilities	18	-	-
Provisions	19	11.18	3.99
Deferred Tax Liabilities (Net)	7	31.68	27.31
Other Non-Current Liabilities	20	5.09	5.39
Total Non-Current Liabilities		245.15	126.40

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

CONSOLIDATED BALANCE SHEET AS AT 31st March, 2022

Particulars	Note No.	As at	
		31st March, 2022	31st March, 2021
		Rs. In millions	Rs. In millions
Current Liabilities			
Financial Liabilities			
Borrowings	16	1,641.20	1,502.22
Lease Liabilities	17	4.12	-
Trade Payables	21	975.46	1,000.59
Other Financial Liabilities	18	26.92	13.39
Other Current Liabilities	20	11.28	170.02
Provisions	19	7.19	3.34
Income Tax Liabilities	22	72.47	32.75
Total Current Liabilities		2,738.64	2,722.30
Total Equity and Liabilities		3,929.13	3,547.95

Significant Accounting Policies & Notes to Accounts

1-43

The accompanying notes referred above form an integral part of Consolidated Financial Statements

As per our report of even date attached

For Shah & Taparia

Chartered Accountants

FRN: 109463W

Bharat Ramesh Joshi Digitally signed by Bharat Ramesh Joshi

Bharat Joshi

Partner

M.No. 130863

For and on behalf of the Board of Directors

MOHAMMED HARI K Digitally signed by MOHAMMED HARI K Date: 2022.09.07 14:53:36 +05'30'

KALANDAN MOHAMMED ALTHAF Digitally signed by KALANDAN MOHAMMED ALTHAF Date: 2022.09.07 15:02:07 +05'30'

Kalandan Mohammed Haris

Kalandan Mohammed Althaf

Managing Director and CEO
DIN : 03020471

Whole Time Director and CFO
DIN : 03051103

Mehaboobsab Mahmadgous Chalyal Digitally signed by Mehaboobsab Mahmadgous Chalyal Date: 2022.09.07 14:53:02 +05'30'

Mehaboobsab Mahmadgous Chalyal

Company Secretary

ACS No. A67502

Place : Mumbai
Date : 07.09.2022

Place : Mangaluru
Date : 07.09.2022

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March, 2022

Particulars	Note No.	Year ended 31st March, 2022	Year ended 31st March, 2021
		Rs. In millions	Rs. In millions
REVENUE			
Revenue from Operations	23	7,705.03	6,038.34
Other Income	24	74.60	99.39
Total Revenue		7,779.63	6,137.73
EXPENSES			
Cost of Materials Consumed	25	6,497.32	5,483.09
Changes in Inventories of Finished Goods	26	(150.12)	(345.64)
Employees Benefit Expenses	27	193.57	149.67
Finance Costs	28	96.80	80.21
Depreciation & Amortization Expenses	2,3,4	85.79	83.43
Other Expenses	29	696.46	532.43
Total Expenses		7,419.83	5,983.17
Profit Before Extraordinary/Exceptional Items and Tax		359.80	154.56
EXCEPTIONAL ITEMS		-	-
Profit Before Tax		359.80	154.56
Tax Expenses :			
Current Tax		90.84	27.69
Earlier years		5.76	12.70
Deferred Tax		5.01	4.06
Profit for the period		258.19	110.10
Other Comprehensive Income			
Items that will not be reclassified subsequently to profit or loss			
Remeasurement of the net defined benefit plans		(3.97)	7.15
Items that will be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operations		(8.13)	4.48
Total other comprehensive income		(12.10)	11.63
Total comprehensive income for the period		246.10	121.73
TOTAL COMPREHENSIVE INCOME FOR THE YEAR			
Profit for the year attributable to:			
Shareholders of the Company		242.08	89.76
Non-controlling interests		16.11	20.34

MUKKA PROTEINS LIMITED**(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)****CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st March, 2022**

Particulars	Note No.	Year ended	Year ended
		31st March, 2022	31st March, 2021
		Rs. In millions	Rs. In millions
Other comprehensive income for the year attributable to:			
Shareholders of the Company		(9.09)	9.97
Non-controlling interests		(3.01)	1.66
Earnings per Equity Share : Basic & Diluted		1.17	0.50
Significant Accounting Policies & Notes to Accounts	1-43		
The accompanying notes referred above form an integral part of Consolidated Financial Statements			

As per our report of even date attached

For Shah & Taparia

Chartered Accountants

FRN: 109463W

Bharat Ramesh Joshi
Digitally signed by Bharat Ramesh Joshi

Bharat Joshi

Partner

M.No. 130863

For and on behalf of the Board of Directors

MOHAMMED HARIS K
Digitally signed by MOHAMMED HARIS K
Date: 2022.09.07 14:55:45 +05'30'

Kalandan Mohammed HarisManaging Director and
CEO

DIN : 03020471

KALANDAN MOHAMMED ALTHAF
Digitally signed by KALANDAN MOHAMMED ALTHAF
Date: 2022.09.07 15:03:36 +05'30'

Kalandan Mohammed AlthafWhole Time Director and
CFO

DIN : 03051103

Mehaboobsab Mahmadgous Chalyal
Digitally signed by Mehaboobsab Mahmadgous Chalyal
Date: 2022.09.07 14:55:02 +05'30'

Mehaboobsab Mahmadgous Chalyal

Company Secretary

ACS No. A67502

Place : Mumbai
Date : 07.09.2022Place : Mangaluru
Date : 07.09.2022

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2022

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
	Rs. In millions	Rs. In millions
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	359.80	154.56
Adjustment for :		
Depreciation / Amortization	85.79	83.43
Interest Expenses	74.33	73.27
Interest Expenses on Lease Liability	1.26	-
Interest on Capital & Remuneration from partnership firm	(20.55)	(11.70)
Rent Received	(3.33)	(2.52)
Deferred Subsidy	(0.30)	(0.30)
Interest Income	(6.91)	(5.01)
(Profit)/ Loss on Sale of Fixed Assets	(0.93)	(3.34)
Share of Profit/Loss of Associate and Joint Venture	(18.18)	(38.21)
	111.20	95.62
Operating profit before working capital changes	471.00	250.18
Adjustment for :		
Inventories	(149.92)	(347.80)
Trade and Other Receivables	(50.29)	(136.50)
Trade Payables	(25.13)	185.84
Other Current / Non Current Liabilities	(158.74)	148.27
Provisions	(1.05)	5.94
Other Financial liabilities	13.53	(42.15)
	(371.60)	(186.42)
Net Cash Generated from Operating activity	99.40	63.76
Income Tax Paid	(56.89)	(45.85)
Net Cash from operating activities	42.51	17.91
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets / capital works-in-progress	(65.11)	(106.77)
Sale proceeds from FA	2.35	4.51
Interest received	6.91	5.01
Interest on Capital & Remuneration Received from firm	20.55	11.70
Share of Profit/Loss of Associate and Joint Venture	18.18	38.21
Rent Received	3.33	2.52
Net (Increase) / Decrease in Investments	(100.99)	(91.29)
Net cash used in investing activities	(114.79)	(136.11)
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Changes in borrowings - Non Current	95.69	(49.58)
Interest Paid	(74.33)	(73.27)
Changes in borrowings - Current	138.98	257.67
Proceeds from Issue of Shares to Non Controlling Interest	(0.00)	0.00
Repayment of Lease Liabilities	(4.24)	-
Net Cash from financial activities	156.09	134.83

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
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CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2022

Particulars	Year Ended 31st March 2022	Year Ended 31st March 2021
	Rs. In millions	Rs. In millions
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	83.82	16.63
Cash and Cash equivalents at the beginning	31.53	14.91
Cash and Cash equivalents at the close	115.35	31.53

Significant Accounting Policies & Notes to Accounts

1-43

The accompanying notes referred above form an integral part of Consolidated Financial Statements

As per our report of even date attached

For Shah & Taparia

Chartered Accountants

FRN: 109463W

Bharat
Ramesh
Joshi

Digitally signed by
Bharat Ramesh Joshi

Bharat Joshi

Partner

M.No. 130863

Place : Mumbai

Date : 07.09.2022

For and on behalf of the Board of Directors

MOHAMM
ED HARIS K

Digitally signed by
MOHAMMED HARIS K
Date: 2022.09.07
14:57:02 +05'30'

**Kalandan
Mohammed Haris**

Managing Director
and CEO
DIN : 03020471

KALANDAN
MOHAMMED
ALTHAF

Digitally signed by
KALANDAN MOHAMMED
ALTHAF
Date: 2022.09.07 15:04:46
+05'30'

**Kalandan
Mohammed Althaf**

Whole Time Director
and CFO
DIN : 03051103

Mehaboobsab
Mahmadgous Chalyal

Digitally signed by Mehaboobsab
Mahmadgous Chalyal
Date: 2022.09.07 14:56:24 +05'30'

Mehaboobsab Mahmadgous Chalyal
Company Secretary
ACS No. A67502

Place : Mangaluru

Date : 07.09.2022

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st March 2022

(In Rs millions)

Particulars	As at March 31, 2022		As at March 31, 2021		(In Rs millions)		
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021	Reserves & Surplus	Other Comprehensive Income	Total
A. Equity Share Capital							
Equity shares capital at the beginning of the year	55.00	55.00					
Changes in equity share capital due to prior reporting errors	-	-					
Restated balance at the beginning of the year	55.00	55.00					
Add: Bonus Shares issued during the year	165.00	-					
Balance at the end of the reporting year	220.00	55.00					
B. Other Equity							
Particulars							
Retained earnings	518.22	(5.59)					
Remeasurement of Defined Benefit Liabilities	-	-					
Exchange differences on translation of foreign operations	7.15	2.82					
At 31st March 2020	518.22	(5.59)	(2.13)		510.50	12.01	522.51
Changes in equity in 2020-21							
Profit/(loss) for the year	89.76	-					
Other comprehensive income for the year	-	7.15					
Addition during the year	-	-					
At 31st March 2021	607.98	1.57	0.69		610.23	34.01	644.24
Changes in equity in 2021-22							
Profit/(loss) for the year	242.08	-					
Other comprehensive income for the year	(165.00)	(3.97)					
Bonus Share Issue	-	-					
Addition/(Deductions) during the year	-	-					
At 31st March 2022	685.06	(2.40)	(4.43)		678.23	47.11	725.34

The accompanying notes referred above form an integral part of Consolidated Financial Statements
As per our report of even date attached

For and on behalf of the Board of Directors

Chartered Accountants

FRN: 109463W

Bharat Ramesh Joshi
Digitally signed by Bharat Ramesh Joshi
Date: 2022.09.07 14:57:41 +05'30'

MOHAMM ED HARRIS K
Digitally signed by MOHAMM ED HARRIS K
Date: 2022.09.07 14:57:41 +05'30'

Kalandan Mohammed Harris

Managing Director and CEO

DIN : 03020471

Place : Mangaluru
Date : 07.09.2022

KALANDAN MOHAMMED ALTHAF
Digitally signed by KALANDAN MOHAMMED ALTHAF
Date: 2022.09.07 15:06:11 +05'30'

Kalandan Mohammed Althaf

Whole Time Director and CFO

DIN : 03051103

Mehaboobsab Mahammadgous Chalyal
Digitally signed by Mehaboobsab Mahammadgous Chalyal
Date: 2022.09.07 14:58:25 +05'30'

Mehaboobsab Mahammadgous Chalyal

Company Secretary

ACS No. A67502

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)
Notes to the Consolidated Financial Statements for the year ended on 31st March 2022

NOTE - 1 : Preparation of Financial Statements

(A) Corporate Information

Mukka Proteins Ltd is leading Manufacturer and Exporter of Fish Meal and Fish oil in International Market. Their Business is extended to manufacture of High Quality fish meal and Omega-3 fish oil which is used to aqua feed, poultry feed, pet feed, EPA-DHA extraction, animal feed, soap manufacture, leather tanneries & Paint industries across globally.

(B) Basis of Presenting Financial Statements

(I) Statement of compliance

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has voluntarily adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 1, 2018 in accordance with Ind AS 101 First-time Adoption of Indian Accounting Standard with April 1, 2017 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

(II) Basis of Preparation

These financial statements are prepared in accordance with Indian Accounting Standard (Ind AS), under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 (the Act) (as amended). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued there after. Effective April 1, 2018, the Company has voluntarily adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 First time adoption of Indian Accounting Standards, with April 1, 2017 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(C) Principles of consolidation and equity accounting

(i) Subsidiaries

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases. The acquisition method of accounting is used to account for business combinations by the group. The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

(ii) Associates

Associates are all entities over which the group has significant influence but not control. This is generally the case where group holds between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting, after initially being recognised at cost.

(iii) Equity Method

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the group's share of the post-acquisition profits or losses of the investee in profit and loss, and the group's share of other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates and joint ventures are recognised as a reduction in the carrying amount of the investment. When the group's share of losses in an equity accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity. Unrealised gains on transactions between the group and its associates and joint ventures are eliminated to the extent of the group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the group. The carrying amount of equity accounted investments are tested for impairment in accordance with the impairment policy.

(iv) Changes in Ownership Interest

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

Notes to the Consolidated Financial Statements for the year ended on 31st March 2022

The group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised within equity. When the group ceases to consolidate or equity account for an investment because of a loss of control, joint control or significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss. If the ownership interest in a joint venture or an associate is reduced but joint control or significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income are reclassified to profit or loss where appropriate.

(III) Foreign Currency Translation

(i) Functional and presentation currency

The consolidated financial statements are presented in Indian rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using average exchange rates. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss. All other foreign exchange gains and losses are presented in the Statement of Profit and Loss on a net basis within other gains/(losses). Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

(IV) Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements. The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements are as follows:-

- i. Estimation of defined benefit obligation
- ii. Useful life of PPE, investment property and intangible assets
- iii. Identification of Government Grants
- iv. Estimation of tax expenses and tax payable
- v. Probable outcome of matters included under Contingent liabilities

(C) Summary of Significant Accounting Policies.

(I) Revenue recognition

- a The company derives revenue mainly from Domestic and Export Sales of Fish Meal, Fish Oil and Fish Soluble Paste. Effective 01st April 2018, the company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers' using the full retrospective approach. Accordingly, the comparative amounts of revenue have been retrospectively adjusted.

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

Revenue from sale of products and services are recognised at a time on which the performance obligation is satisfied. In determining whether an entity has right to payment, the entity shall consider whether it would have an enforceable right to demand or retain payment for performance completed to date if the contract were to be terminated before completion for reasons other than entity's failure to perform as per the terms of the contract.

- b **Export incentives** : Export Incentives under various schemes are accounted in the year of export.
- c Interest income is recognised on the time proportion basis taking into account the amount outstanding and the rate applicable.
- d Rental income / lease rentals are recognized on accrual basis in accordance with the terms of agreements.

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

Notes to the Consolidated Financial Statements for the year ended on 31st March 2022

- e Insurance and other claims are accounted for as and when admitted by the appropriate authorities in view of uncertainty involved in ascertainment of final claim.
- f Other Income are recognized on accrual basis.

(II) Government Grants

- a Government Grants Government grants (including export incentives and incentives on specified goods manufactured in the eligible unit) are recognised only when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants will be received.
- b Government grants relating to the purchase of property, plant and equipment are included in noncurrent liabilities as deferred income and are credited to the statement of Profit and Loss on a straight - line basis over the expected lives of related assets and presented within other

(III) Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are excepted to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(IV) Lease

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases are charged to Statement of Profit and Loss over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

(V) Impairment of assets

Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the CGU (Cash Generating Unit) to which the asset belongs. If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

(VI) Cash and Cash Equivalent

For the purpose of preparing the statement of cash flows, cash equivalents encompasses all highly liquid assets which are readily convertible into known amount of cash and which are subject to an insignificant risk of changes in value. Cash and cash equivalents represent cash on hand and unrestricted balance with bank. Overdrawn balances that fluctuate from debit to credit during the year are included in cash and cash equivalents.

(VII) Trade Receivables

In respect of trade receivables, the Company applies the simplified approach of Ind AS 109 'Financial Instruments', which requires measurement of loss allowance at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument.

(VIII) Inventories

Items of inventories consisting of finished goods produced or purchased, raw materials, consumables and packing materials are carried at lower of cost and realisable value after providing for obsolescence, if any. Cost of finished goods produced or purchases comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials, consumables and packing materials are determined on weighted average basis.

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

Notes to the Consolidated Financial Statements for the year ended on 31st March 2022

(IX) Investments and other financial assets

(a) Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

(b) Measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

(c) Impairment of financial assets

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

(X) Derivatives

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period and are included in other gains/(losses).

Forward Contracts

Profit/loss from Forward contract is recognised on the difference between the exchange rate as on date of entering into contract and date of cancellation of contract.

(XI) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Consolidated Balance Sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously

(XII) Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the Company. Property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by the Management. The Company depreciates property, plant and equipment over their estimated useful lives using the straight-line method. Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end. Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as capital advances under other non-current assets and the cost of assets not ready to use before such date are disclosed under 'Capital work-in-progress'. Subsequent expenditures relating to property, plant and equipment are capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the Statement of Profit and Loss when incurred. The cost and related cumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.

Depreciation and amortisation.

Depreciation is provided using Straight Line Method in the manner and at the rates prescribed under Part C Schedule II of the Companies Act, 2013, or as per the useful lives of the assets estimated by the management Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, commencing from the date the assets are available to the company for its use. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

(XIII) Intangible assets

(a) Initial Recognition

Intangible Assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition

(b) Subsequent

Intangible Assets are carried at cost less accumulated amortisation and impairment loss, if any.

(c) Amortisation

The useful lives of intangible assets are assessed as either finite or indefinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their expected useful lives. Estimated useful lives by major class of finite-life intangible assets are as follows:

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

Notes to the Consolidated Financial Statements for the year ended on 31st March 2022

Software - 3 Years

The amortisation period and the amortisation method for finite-life intangible assets is reviewed at each financial year end and adjusted prospectively, if appropriate.

Indefinite life intangibles mainly consist of brands. Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not the change in useful life from indefinite to finite is made on a prospective basis.

(d) Derecognition

Gains or losses arising from Derecognition of intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit or loss when the asset is derecognized.

(XIV) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid as per payment terms. They are recognised initially at their fair value and subsequently measured at amortised cost.

(XV) Borrowings

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

(XVI) Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets which takes substantial period of time to get ready for its intended use is capitalised as part of the cost of that asset. All other borrowing costs are recognised as an expense in the year in which they are incurred. To the extent that funds are borrowed specifically for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalisation on that asset will be determined as the actual borrowing costs incurred on that borrowing during the period less any income on the temporary investment of those borrowings. To the extent that funds are borrowed generally and used for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalisation will be determined by applying a capitalisation rate to the expenditure on that asset. The capitalisation rate is the weighted average of the borrowing costs applicable to the borrowings of the enterprise that are outstanding during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset.

(XVII) Provisions, Contingent Liabilities & Contingent Assets.

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent Liabilities are not recognized but are disclosed in Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

XVIII Employee benefits

Liabilities for Salaries and Wages to employees are expected to be settled wholly within 12 months after the end of the period in which the employee renders the related service and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the Balance Sheet.

(a) Short Term Employee Benefits.

Employee benefits payable wholly within twelve months of rendering of the service are classified as short term employees benefits and are recognised in the period in which the employee renders the related service.

(b) Defined Contribution Plan:

Defined Contribution Plans such as Provident Fund etc., are charged to the Statement of Profit and Loss as incurred.

(c) Defined Benefits Plan:

Post employment and other long term employee benefits in the form of Gratuity is considered as defined benefit obligation.

Gratuity

Gratuity is provided for the year under Defined Benefit Plan as per the Actuarial valuation. The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are adjusted to retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

(XIX) Contribution Equity

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

Notes to the Consolidated Financial Statements for the year ended on 31st March 2022

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

(XX) Earnings Per Share

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as at the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

(XXI) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Rupees in millions as per the requirement of Schedule III, unless otherwise stated.

Mukka Proteins Limited

Note : 2 Property, Plant and Equipments & Intangible Assets

Particulars	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
	Balance as at 01.04.21	Additions during the year	Translation change	Sold/Transferred during the year	Balance as at 31.3.22	Charge for the year	Translation change	Sold/Transferred during the year	Balance as at 31.3.22	Balance as at 31.03.21
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Property, Plant and Equipments										
Land & Building	257.62	13.79	0.57	(1.70)	270.28	7.50	0.06	(0.35)	273.77	237.45
Plant & Machinery	715.22	78.88	7.47	(0.03)	801.54	64.73	1.50		284.91	496.54
Right of Use Asset	-	18.94	-	-	18.94	4.21	-	-	4.21	-
Office equipment	3.39	0.06	-	-	3.45	0.63	-	-	2.02	2.01
Furniture, Fixtures	8.47	0.28	0.04	-	8.78	0.83	0.01	-	3.59	5.72
Motor Vehicles	60.14	4.21	0.53	(0.10)	64.78	6.71	0.15	(0.07)	34.08	32.85
Computers	4.21	0.62	-	-	4.83	0.64	-	-	3.83	1.01
Total Rs.	1,049.05	116.77	8.61	(1.84)	1,172.59	85.25	1.72	(0.42)	360.02	775.58
Previous year	960.88	101.55	(7.52)	(5.86)	1,049.05	82.89	(1.01)	(0.36)	273.47	766.94
Intangible Assets										
Softwares	0.82	-	-	-	0.82	0.13	-	-	0.69	0.26
Total Rs.	0.82	-	-	-	0.82	0.13	-	-	0.69	0.26
Previous year	0.78	0.04	-	-	0.82	0.13	-	-	0.56	0.34
Capital work in progress	40.28	-	-	(40.28)	-	-	-	-	-	40.28
Total Rs.	40.28	-	-	(40.28)	-	-	-	-	-	40.28
Previous year	21.85	44.70	-	(26.26)	40.28	-	-	-	40.28	21.85

MUKKA PROTEINS LIMITED
(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /
MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)
Notes to the Consolidated Financial Statements for the Year ended 31st March 2022

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
NOTE 3 : Investment Property		
Details of Investment properties		
Gross carrying amount	14.22	14.63
Add: Additions during the year	-	-
	14.22	14.63
Less : Depreciation charge	0.41	0.41
	13.81	14.22
NOTE - 4 :Investments :		
I. Investment carried as per Equity Method		
(i) Equity instruments (unquoted) in Associate		
M.S.F.I Bangladesh Ltd. 14,700 (31st March 2021 : 14,700) No of Shares of M.S.F.I Bangladesh Ltd.	1.02	1.02
Ento Proteins Private Limited* 999 (31st March 2021 : 999) Nos of Equity Shares of Rs. 100/- each	(3.93)	-
Ocean Proteins Private Limited 380000 (31st March 2021 : Nil) Nos of Equity Shares of Rs. 100/- each	33.96	-
	31.05	1.02
* During the year Ento Proteins Pvt Ltd has become associate of the company and ceased to be subsidiary.		
II. Investment carried at Cost		
(ii) Investment in Government Securities		
National Saving Certificate	-	0.01
III . Investment carried at fair value through profit and loss		
(iii) Investment in Partnership Firms		
KGN Marine Products	-	(0.50)
Pacific Marine Products	26.44	4.60
Mangalore Fish Meal and Oil Company	38.49	34.15
Ullal Fishmeal and Oil Company	27.48	26.68
Progress Frozen And Fish Sterilization	81.83	51.53
	174.23	116.46
	205.29	117.50
Total non-current investments		
Aggregate amount of unquoted investments	31.05	1.02
Aggregate amount of investment in Partnership firms	174.23	116.46
Aggregate amount of investment in Government Securities	-	0.01
Investment in Partnership Firms		
(i) KGN Marine Products		
Name of the Partners	Capital as on	Capital as on

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions 31.03.2022	Rs. In millions 31.03.2021
Musthak Haji Majid Vadhriya	-	0.14
Musthakim Mustak Vadhriya	-	0.14
Ahmed Haji Rafik Vadhriya	-	0.20
Mohammed Haji Rafik Vadhriya	-	0.32
Mohammed Hanif Yusuf Kapdiya	-	(0.50)
Mukka Proteins Ltd	-	(0.50)
(ii) Progress Frozen And Fish Sterilization	Capital as on	Capital as on
Name of the Partners	31.03.2022	31.03.2021
Rafik Hajimajid Vadhariya	7.99	6.41
Mustakim Mustak Vadhariya	10.90	10.50
Mustak Hajimajid Vadhariya	11.99	11.09
Ahmed Rafik Vadhariya	6.28	8.59
Mohamed Hajirafik Vadhariya	8.04	8.16
Mukka Proteins Ltd	81.83	51.53
(iii) Pacific Marine Products	Capital as on	Capital as on
Name of the Partners	31.03.2022	31.03.2021
Mukka Proteins Ltd	26.44	4.60
Kalandan Mohammed Haris	0.05	(0.00)
K. Mohammed Althaf	0.05	(0.00)
Vadhariya Ahmed Rafik	2.94	(0.01)
Narsinbhai Harjibhai Baraiya	1.08	(0.01)
Vadhariya Mustak Hajimajid	2.84	(0.01)
Vadhariya Mohammed Rafik	3.19	0.49
Vadhariya Mustakim Mustak	2.84	(0.01)
Baraiya Ramsingbhai Harjibhai	1.08	(0.01)
Nanubhai Harjibhai Baraiya	5.72	0.07
(iv) Ullal Fishmeal and Oil Company	Capital as on	Capital as on
Name of the Partners	31.03.2022	31.03.2021
Mukka Proteins Ltd	27.48	26.68
K Abdul Razak	0.51	0.17
K Mohammed Haris	0.23	0.22
K Mohammed Althaf	0.26	0.22
K Mohammad Arif	1.98	0.17
NOTE - 5 : LOANS :		
a) NON-CURRENT :		
(Unsecured and Considered Good)		
Loans and Advances to Employees	0.71	0.31
Other Loans	1.90	-
	2.61	0.31

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
b) CURRENT :		
(Unsecured and Considered Good)		
Loans and Advances to Employees	3.05	2.34
Other Loans (including loan to related parties)	29.84	182.29
	<u>32.89</u>	<u>184.63</u>
Total Loans	<u>35.50</u>	<u>184.94</u>
NOTE - 6 : OTHER FINANCIAL ASSET :		
a) NON-CURRENT :		
Security Deposit	11.81	12.05
Others	0.16	0.63
	<u>11.98</u>	<u>12.68</u>
b) CURRENT :		
Security Deposit	0.25	0.05
Rent Receivable	6.38	12.67
Insurance Receivable	25.83	25.83
Export Benefit Receivables	26.69	50.81
Interest Receivable	-	4.14
Other Receivables	5.28	0.08
	<u>64.44</u>	<u>93.57</u>
Total Other Financial Assets	<u>76.41</u>	<u>106.25</u>
NOTE - 7 : DEFERRED TAX LIABILITIES / ASSETS (NET) :		
Deferred Tax Liabilities (Net)	31.68	27.31
	<u>31.68</u>	<u>27.31</u>
NOTE - 8 : INCOME TAX ASSETS :		
Advances with Revenue Authorities	12.94	12.68
Income Tax Refund Receivable	0.42	0.65
	<u>13.36</u>	<u>13.33</u>
NOTE - 9 : INVENTORIES :		
Raw Materials	3.61	3.80
Finished Goods	1,645.01	1,494.89
	<u>1,648.61</u>	<u>1,498.69</u>
NOTE - 10 : TRADE RECEIVABLES :		
(Unsecured and Considered Good)		
Trade receivables outstanding for a period exceeding six months from due date	12.29	1.46
Debts outstanding for a period less than six months from the date they became due for payment	601.02	477.40
	<u>613.31</u>	<u>478.86</u>

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
For trade receivables outstanding, the ageing schedule is as given below:		
Particulars		
Undisputed Trade receivables – considered good		
Outstanding for following periods from due date of payment/date of transaction		
Less than 6 months	601.02	466.05
6 months -1 year	-	-
1-2 years	0.94	1.46
2-3 years	-	-
More than 3 years	-	-
Total	601.96	467.51
Undisputed Trade Receivables – which have significant increase in credit risk		
Outstanding for following periods from due date of payment/date of transaction		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
Total	-	-
Undisputed Trade receivables – credit impaired		
Outstanding for following periods from due date of payment/date of transaction		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
Total	-	-
Disputed Trade receivables considered good		
Outstanding for following periods from due date of payment/date of transaction		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 years	-	11.35
2-3 years	11.35	-
More than 3 years	-	-
Total	11.35	11.35
Disputed Trade Receivables – which have significant increase in credit risk		
Outstanding for following periods from due date of payment/date of transaction		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 years	-	-

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
2-3 years	-	-
More than 3 years	-	-
Total	-	-
Disputed Trade receivables credit impaired		
Outstanding for following periods from due date of payment/date of transaction		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
Total	-	-
NOTE - 11 : CASH AND CASH EQUIVALENTS :		
Cash in hand	6.29	6.05
Balances with Bank in Current Account	109.06	25.48
	115.35	31.53
NOTE - 12 : OTHER BALANCES WITH BANK :		
Balances with Bank		
Fixed Deposits (Held as Margin money deposits against guarantees and LC)	23.55	10.35
	23.55	10.35
NOTE - 13 : OTHER ASSET :		
b) CURRENT :		
(Unsecured and Considered Good)		
Balance With Government Authorities	48.91	77.67
Prepaid Expenses	32.62	17.57
Other Receivable	25.63	1.80
Advances Given to Suppliers	264.10	179.12
	371.24	276.16
Total Other Assets	371.24	276.16
NOTE - 14 : SHARE CAPITAL :		
Authorised		
30,00,00,000 Equity Shares (P.Y. 800,000 Equity Shares of Rs. 100/- each) of Rs.1/- each. With Voting rights.	300.00	80.00
	300.00	80.00
Issued, Subscribed and Paid up		

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
22,00,00,000 Equity Shares (P.Y. 550,000 of Rs. 100/- each) of Rs.1/- each fully paid with Voting rights	220.00	55.00
	220.00	55.00

Notes :

1) Reconciliation of the Number of Shares and amount outstanding at the beginning and at the end of reporting period.

Particulars	As at 31-03-2022	As at 31-03-2021
Equity Shares		
Number of Shares at the beginning of the period	5,50,000	5,50,000
Add: Share Split 1:10 from Rs. 100/- to Rs. 10/- each	49,50,000	-
Add : Bonus Issued 1:3	1,65,00,000	-
Add: Share Split 1:10 From Rs. 10/- to Rs. 1/- each	19,80,00,000	-
Number of Shares at the end of the period	22,00,00,000	5,50,000

2) Rights, preferences and restrictions attached to equity shares

The Company has only one type of equity share having par value of Rs. 1/- (P.Y. 100/-) each per share. All shares rank pari passu with respect to dividend, voting rights and other terms. Each shareholder is entitled to one vote per share except, in respect of any shares on which any calls or other sums payable have not been paid. Whenever dividend is proposed by the Board of Directors, the same is subject to approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend, if any. The repayment of equity share capital in the event of liquidation and buy back of shares are possible subject to prevalent regulations. In the event of liquidation, normally the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

3) Details of Shares held by each Shareholder holding more than 5% Shares

Name of the shareholder	No of Shares as on 31/03/2022 and % Shares	No of Shares as on 31/03/2021 and % Shares
Mr. K Mohammed Haris	6,89,21,870 31.33%	2,26,717 41.22%
Mr. K Mohammed Althaf	3,67,84,210 16.72%	1,21,001 22.00%
Mr. K Mohammed Arif	3,67,84,210 16.72%	1,21,001 22.00%
Mr. K Mohammed Razak	1,67,20,000 7.60%	55,000 10.00%

4) Details of Shares held by Promoters

Name of the Promoter	No of Shares as on 31/03/2022 and % Shares	No of Shares as on 31/3/2021 and % Shares
Mr. K Mohammed Haris	6,89,21,870	2,26,717
% of total shares	31.33%	41.22%
% change during the year	-9.89%	0.00%
Mr. K Mohammed Althaf	3,67,84,210	1,21,001
% of total shares	16.72%	22.00%

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
% change during the year	-5.28%	0.00%
Mr. K Mohammed Arif	3,67,84,210	1,21,001
% of total shares	16.72%	22.00%
% change during the year	-5.28%	0.00%
NOTE - 15 : OTHER EQUITY		
a) RESERVE AND SURPLUS :		
Surplus/(Deficit) in Statement of Profit & Loss		
Opening Balance	607.98	518.22
Less : Utilised for Bonus Share Issue	(165.00)	-
Add: Profit/(Loss) for the year	242.08	89.76
Retained Earnings	685.06	607.98
b) Other Comprehensive Income		
Opening	2.25	(7.72)
Remeasurement of Defined Benefit Liability	(3.97)	7.15
Add: Exchange differences on translation of foreign operations	(5.12)	2.82
	(6.84)	2.25
	678.23	610.24
NOTE -16: BORROWINGS		
a) Non-Current		
The long term borrowings are stated at the proceeds received net of repayments and the amounts repayable within next twelve months which have been shown as a current liability under other current liabilities.		
Secured - Term Loans		
HDFC Bank	-	20.00
Bank Borrowings at Oman	82.06	-
YES Bank WTCL	38.44	75.28
Vehicle Loan	5.01	3.32
Less Current Maturities	(56.63)	(37.41)
Total	68.88	61.19
Unsecured		
Loan from Directors	16.67	4.68
Loan from Others	99.86	23.85
From Bank		
HDFC Bank Business Loan	-	4.03
Less: Current Maturities	-	(4.03)
Total	116.53	28.53
Total Non Current Borrowings	185.40	89.72

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
b) Current		
HDFC Bank Business Loan	300.00	-
Current Maturity of Long Term Borrowings	56.63	41.44
Corporate Credit Card	0.60	-
Secured		
Loans repayable on demand - From Banks		
Secured Loans from Banks	1,217.97	1,342.95
Unsecured		
From related Parties	1.39	117.82
Trade Receivable Factoring / Reverse Factoring	64.61	-
Total Secured and unsecured Current Loan	1,641.20	1,502.22

Security particulars of HDFC Bank Pre-Shipment Finance, Cash Credit Facility, Post Shipment Finance and SBLC Limit (facility limit of Rs. 1049.42 Million.)

a. Primarily secured by:

Hypothecation of current assets and movable fixed assets. The charge to be shared on 1st pari-passu basis with Yes Bank.

b. Collaterally secured by :

-EMT on pari-passu basis of residential properties, industrial plots comprising of factory buildings and other commercial properties.

-Personal guarantees of Directors / Shareholders of the company.

-10% Cash margin (only for SBLC Limit).

Security particulars of Kotak Mahindra Bank Foreign Currency Term Loan & Packing Credit (facility limit of Rs. 500.00 Million.) (During the year the credit facility with Kotak Mahindra Bank have been satisfied fully)

a. Primarily secured by:

First pari-passu hypothecation charge to be shared with HDFC Bank on all existing and future receivables / current assets/ movable assets / movable fixed assets of the borrower.

b. Collaterally secured by :

-EMT of landed properties , industrial plots comprising of factory buildings and other commercial / residential properties in the name of companies / group company / directors / shareholders.

- Personal guarantee of Directors and Shareholders

- Corporate Guarantee of Haris Marine Products Private Limited

Security particulars of Various Credit Facilities from Yes Bank (facility limit of Rs. 483.500 Million.)

a. Primarily secured by:

-EMT on pari-passu basis of residential properties, industrial plots comprising of factory buildings and other commercial properties in the name of companies / group company / directors / shareholders.

c. Terms of Repayment of WCTL

- Yes Bank Working capital term loan is repayable in 24 equal monthly installment of Rs. 30.70 Lakhs each and 25th installment of Rs. 15.99 Lakhs starting from April 2021.

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
NOTE -17: Lease Liabilities		
a) Non-Current		
Lease Liability	15.93	-
Less: Current Maturities (Lease Liabilities)	(4.12)	-
Total	11.80	-
b) Current		
Total	4.12	-
NOTE -18: OTHER FINANCIAL LIABILITIES		
a) Non-Current		
	-	-
b) Current		
Rent Deposit	3.80	3.80
Statutory Dues Payable	9.87	3.37
Outstanding Charges	13.25	6.21
Total Other Financial Liabilities	26.92	13.39
NOTE -19 : PROVISIONS :		
a) NON-CURRENT PROVISIONS :		
(1) Provision for employee benefits:		
Gratuity	11.18	3.99
	11.18	3.99
a) CURRENT PROVISIONS :		
(1) Provision for employee benefits:		
Gratuity	1.25	0.68
(2) Other Provisions		
Provision for Doubtful Loans and Advances	3.46	1.58
Provision for Outstanding Expenses	1.80	1.08
Provision for Expenses	0.68	-
Total Provisions	7.19	3.34
	18.37	7.32
NOTE -20 : OTHER LIABILITIES :		
a) NON-CURRENT :		
Deferred Subsidy	3.55	3.85
Rent Deposit	1.54	1.54
	5.09	5.39
b) CURRENT :		
Advances received from Customers	2.73	158.59

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
Deferred Subsidy	0.26	0.26
Statutory Dues Payable	3.11	4.62
Salary payable	1.58	1.07
Outstanding charges	3.61	5.48
	11.28	170.02
Total Other Liabilities	16.37	175.41

NOTE - 21 : TRADE PAYABLE :

Trade Payables	975.46	1,000.59
	975.46	1,000.59

Trade payables ageing schedule

Particulars 31.3.2022

Outstanding for following periods from due date of payment year	MSME	
Less than 1 year	369.73	381.60
1 to 2 years	1.32	-
2 to 3 years	-	-
More than 3 years	-	-
Total	371.06	381.60

Outstanding for following periods from due date of payment year	Others	
Less than 1 year	583.45	569.05
1 to 2 years	11.48	49.95
2 to 3 years	9.48	-
More than 3 years	-	-
Total	604.40	618.99

Outstanding for following periods from due date of payment year	Disputed dues MSME	
Less than 1 year	-	-
1 to 2 years	-	-
2 to 3 years	-	-
More than 3 years	-	-
Total	-	-

Outstanding for following periods from due date of payment year	Disputed dues others	
Less than 1 year	-	-
1 to 2 years	-	-
2 to 3 years	-	-
More than 3 years	-	-
Total	-	-

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
Dues to micro and small enterprises:		
With the promulgation of the Micro, Small and Medium Enterprises Development Act, 2006, the Company is required to identify Micro, Small and Medium Suppliers and pay them interest on overdue beyond the specified period irrespective of the terms with the suppliers. Interest accrued and due to suppliers under the Act is Nil. There is no interest paid during the year and interest accrued and not paid as on end of the financial year is Nil. Dues to suppliers registered under MSMED Act have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.		
NOTE -22 : INCOME TAX LIABILITIES :		
Provision for Income Tax (Net of Tax Paid)	72.47	32.75
	<u>72.47</u>	<u>32.75</u>
NOTE - 23 : REVENUE FROM OPERATIONS :		
Sales		
Export Sales	1,966.59	3,817.67
Domestic Sales	5,694.82	2,087.40
Other Operating Income		
Export Benefits	43.27	130.17
Discount received	0.05	0.38
Other	-	2.42
Deferred Income(Subsidy on Machinery)	0.30	0.30
	<u>43.62</u>	<u>133.26</u>
	<u>7,705.03</u>	<u>6,038.34</u>
NOTE - 24: OTHER INCOME :		
Interest Income	6.91	5.01
Rent Income	3.33	2.52
Foreign Exchange Fluctuation Gain	16.87	32.93
Gain on Forward Contract	1.69	2.41
Profit from Firm/Company	18.18	38.21
Profit on sale of Fixed Assets	0.93	3.34
Interest on Capital from Partnership Firm	6.18	4.05
Remuneration from Partnership Firm	14.37	7.65
Insurance Claim	0.44	-
Rounding Off	0.00	-
Sundry Balances Written back	1.59	-
Other Non - Operating Income	4.12	3.28
	<u>74.60</u>	<u>99.39</u>
NOTE - 25 : COST OF MATERIAL CONSUMED		
Cost of Material Consumed	6,497.32	5,483.09
	<u>6,497.32</u>	<u>5,483.09</u>

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
NOTE - 26 : Change in Inventories		
Finished Goods		
Opening Stock	1,494.89	1,149.25
Less: Closing Stock	1,645.01	1,494.89
Change in Inventory	(150.12)	(345.64)
NOTE - 27 : EMPLOYEE BENEFITS EXPENSES		
Salaries and Wages	167.99	137.38
Contribution to Provident & Other Funds.	6.71	4.91
Bonus and Staff Welfare Expenses	18.87	7.38
	193.57	149.67
NOTE - 28 : FINANCE COST		
Interest Expense	74.33	73.27
Bank Charges	0.02	0.01
Other Borrowing Costs	21.18	6.93
Interest on lease liability	1.26	-
	96.80	80.21
NOTE - 29 : OTHER EXPENSES		
Direct / Manufacturing Expenses		
Consumption of Consumables , Stores & Spares	13.90	34.82
Labour Charges	37.46	24.87
Power, fuel and Water Charges	45.78	36.39
Job Work Charges	127.26	-
Processing Charges	0.63	-
Laboratory Expenses	1.53	1.52
Direct Miscellaneous Expenses	8.84	1.01
	235.39	98.60
Selling and Administrative Expenses		
Travelling Expenses	7.41	10.32
Legal and Professional Charges	13.19	10.68
Repairs to Plant & Machinery	1.37	0.88
Export Expenses	115.66	187.91
Advertisement & Business Promotion Expenses	6.22	5.72
Rent	5.59	10.20
Repairs to Buildings	1.71	1.86
Repairs to other	7.50	4.18
Vehicle Expenses	6.67	6.28
Insurance	7.91	6.37
Auditor's Remuneration		

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Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
	Rs. In millions	Rs. In millions
For Audit	2.56	2.39
For Other Services	-	-
Donation	3.49	1.42
Office expenses	9.57	0.31
Other Expenses	-	1.71
Bad Debts written off	0.28	-
Provision for Doubtful Loans and Advances	1.88	-
Legal Fee	1.88	4.79
Expenditure for Corporate Social Responsibility	3.28	3.88
Courier Expenses	-	0.00
Forex Fluctuation	5.63	3.70
Miscellaneous Expenses	21.63	64.16
Fright Outward	229.61	107.06
Share in Loss of Associates	8.06	-
	461.08	433.82
	696.46	532.43

MUKKA PROTEINS LIMITED**(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)****Notes to the Consolidated Financial Statements for the Year ended 31st March 2022****Note 30 : Related party disclosures****1. Names of related parties and related party relationship:****Related parties with whom transactions have taken place during the year****Directors and Key Managerial Personnel (KMP) of Group**

Mr. Kalandan Mohammed Althaf

Mrs. Umaiyya Banu

Mr. Kalandan Mohammed Haris

Mr. Kalandan Mohammed Arif

Mr. Kalandan Abdul Razak (Director Appointed w.e.f. 22.02.2021)

CS Mr. Mehaboobsab Mahmudgous Chalyal (Company secretary Appointed w.e.f 12.01.2022)

Mr. Hamad bava (Appointed w.e.f 15.01.2022)

Mr. Karkala Shankar Balachandra Rao (Appointed w.e.f 15.01.2022)

Mr. Narendra Surendra Kamath (Appointed w.e.f 15.01.2022)

Nanubhai Harjibhai Baraiya

Associate Companies / Firms / Joint Ventures

KGN Marine Products

Progress Frozen And Fish Sterilization

Atlantic Marine Products (Ceased w.e.f. 14th November, 2019)

Pacific Marine Products

Ullal Fishmeal and Oil Company

MSFI Bangla Ltd

Ocean Protein Private Limited

Ento Proteins Private Limited (become associate w.e.f. 19th October, 2021)

Entities where KMP are interested

Haris Marine Products (Ceased w.e.f. 30th October, 2019)

Shipwaves Online Private Limited

Bismi Fisheries Private Limited

Umaya Foundation

Related Parties of whom transactions reported By subsidiaries

Saif Al Rawhi

Mrs. Aisha Shabnam

Mrs. Razeena Khateeza

Mrs. Zareena

Silkwinds International

2. Related party transactions

The following table provides the total amount of transactions that have been entered into with related parties :

Particulars	Transactions with Related Parties	
	For the Year ended 31st March 2022	For the Year ended 31st March 2021
Remuneration		
Mr. Kalandan Mohammed Althaf	9.60	9.60
Mrs. Umaiyya Banu	2.88	3.60
Mr. Kalandan Mohammed Haris	14.40	14.40
Mr. Kalandan Mohammed Arif	6.72	6.00
Mr. Kalandan Abdul Razak	2.40	0.50
Mr. Mehaboobsab Mahmudgous Chalyal	0.20	-
Nanubhai Harjibhai Baraiya	1.80	0.50
Director's Sitting Fees		
Hamad Bava	0.07	-
Karkala Shankar Balachandra Rao	0.04	-

MUKKA PROTEINS LIMITED

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Narendra Surendra Kamath	0.05	-
Mr. Kalandan Abdul Razak	0.02	-
Remuneration to Relative of KMP		
Mr. Kalandan Abdul Razak	-	2.50
Loan Taken		
Mr. Kalandan Mohammed Althaf	10.10	10.80
Mr. Kalandan Mohammed Arif	5.50	-
Mr. Kalandan Mohammed Haris	11.65	-
Nanubhai Harjibhai Baraiya	0.01	-
Saif Al Rawhi	21.80	-
Loan Repaid		
Mr. Kalandan Mohammed Althaf	3.54	31.38
Mr. Kalandan Mohammed Arif	2.38	-
Mr. Kalandan Mohammed Haris	9.20	0.37
Nanubhai Harjibhai Baraiya	19.50	1.50
Saif Al Rawhi	25.81	-
Mrs. Razeena Khateeza		6.07
Rent paid		
Kalandan Mohammed Haris	0.43	0.30
Kalandan Abdul Razak	0.04	0.20
Kalandan Mohammed Althaf	0.19	0.06
Kalandan Mohammed Arif	0.23	0.06
Rent Received		
Shipwaves Online Private Limited	0.28	0.30
Ento Proteins Private Limited	0.12	-
Ocean Proteins Private Limited	0.00	-
Umayya Foundation	0.01	-
Professional charges		
Mohamed Hasir	1.33	1.20
Salary Paid		
Mrs. Aisha Shabnam	0.48	0.12
Mrs. Razeena Khateeza	0.48	0.12
Mrs. Zareena	0.48	0.12
Interest Received		
Ento Proteins Private Limited	1.19	-
Shipwave Online Private Limited	4.71	-
Loan given		
Shipwaves Online Private Limited	69.01	47.98
Mrs. Umaiyya Banu	0.03	-
Ento Proteins Private Limited	19.04	-
Repayment of Loan received		
Shipwaves Online Private Limited	120.98	-
Silkwinds International	94.26	
Investments Made		
Pacific Marine Products	20.17	4.60
Ullal Fishmeal and Oil Company	-	26.68
Ocean Proteins Private Limited	38.00	-
Purchase of goods		

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Progress Frozen & fish sterilisation	794.43	604.19
Bismi Fisheries Private Limited	-	130.09
Mangalore Fishmeal & Oil Company	407.87	279.74
Ullal Fishmeal and Oil Company	470.61	305.61
Silk Winds International	8.92	-
Acaya Exims Private Limited	42.28	-
Pacific Marine Products	194.56	-
Ento Proteins Pvt Ltd	12.61	-
Saif Al Rawhi	5.16	35.38
Sale of Goods		
Mangalore Fishmeal & Oil Company	45.67	27.09
Ullal Fishmeal and Oil Company	123.65	29.38
Pacific Marine Products	3.23	-
Ento Proteins Pvt Ltd	0.06	-
Job work expense		
Mangalore Fishmeal & Oil Company	0.76	-
Processing charges		
Ento Proteins Pvt Ltd	1.36	-
Freight Expenses		
Shipwave Online Private Limited	336.18	271.16
Progress Frozen & fish sterilisation	0.05	-
CSR Contribution		
Umaya Foundation	3.28	-
Advances given for Expenses and Goods		
Shipwave Online Private Limited	-	17.33
Ocean Aquatic Protiens LLC	66.02	-
Ullal Fishmeal and Oil Company	119.29	
Mangalore Fishmeal & Oil Company	20.02	-

Year end Balances

Particulars	Transactions with Related Parties	
	For the Period ended	
	31st March 2022	31st March 2021
Remuneration Payable		
Mr. Kalandan Mohammed Althaf	1.66	-
Mr. Kalandan Mohammed Haris	1.14	-
Mr. Kalandan Mohammed Arif	0.94	-
Mr. Kalandan Abdul Razak	0.54	-
Mrs. Umaiyya Banu	1.26	-
Rent Payable		
Kalandan Mohammed Haris	0.14	-
Kalandan Abdul Razak	0.05	0.01
Kalandan Mohammed Althaf	0.10	0.06
Kalandan Mohammed Arif	0.17	0.06
Salary Payable		
Mrs. Aisha Shabnam	0.13275	0.07
Mrs. Razeena Khateeza	0.355	0.09
Mrs. Zareena	0.405	0.09
Trade and other Payable		

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KGN Marine Products	-	40.02
Progress Frozen And Fish Sterilization	196.12	1.95
Pacific Marine Products	49.75	-
Acaya Exims Pvt Ltd	-	-
Shipwaves Online Private Limited	7.26	1.99
Progress Frozen & fish sterilisation	-	143.26
Mohamed Hasir	0.20	-
Mangalore Fishmeal & Oil Company	71.35	80.23
Ullal Fishmeal and Oil Company	62.02	94.41
Trade and other Receivables		
Ocean Aquatic Proteins LLC reimbursement receivable	-	3.40
Shipwaves Online Private Limited	-	51.98
Rent Receivable - Ocean Aquatic Proteins LLC, Oman	9.21	6.50
Rent Receivable - Shipwaves Online Private Limited	-	0.34
Shipwaves Online Private Limited interest receivable	-	4.08
Rent Receivable - Ento Proteins Private Limited	0.12	-
Unsecured Borrowings		
Mr. Kalandan Mohammed Althaf	11.10	4.55
Mr. Kalandan Mohammed Haris	2.45	-
Mr. Kalandan Mohammed Arif	3.12	-
Nanubhai Harjibhai Baraiya	1.39	19.37
Saif Al Rawhi	3.51	-
Outstanding of Reimbursement of charges		
Mr. Kalandan Mohammed Althaf	-	0.15
Loans Given		
Ento Proteins Private Limited	19.13	0.10
Silkwinds International	-	94.26
Umayya Banu	0.03	-
Shipwaves Online Private Limited	-	51.98
Rent Deposits paid		
Haris Marine Products Private Limited	2.50	2.50
Kalandan Mohammed Haris/ Kalandan Mohammed Althaf / Kalandan Mohammed Arif	-	0.28
Kalandan Mohammed Arif	0.60	-
Advance to Suppliers		
Shipwaves Online Private Limited	-	17.71
Progress Frozen And Fish Sterilization	-	18.04
Ullal Fishmeal and Oil Company	119.29	102.92
Mangalore Fishmeal & Oil Company	20.02	-
Ento Proteins Private Limited	12.34	-

MUKKA PROTEINS LIMITED**(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED / MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)****Notes to the Consolidated Financial Statements for the Year ended 31st March 2022****Note 31 : Contingent Liabilities**

i Particulars	31st March 2022	31st March 2021
A) Disputed Tax Liability		
(i) Income Tax Liability	60.58	60.58
(ii) GST Liability	11.42	4.16

Note 32 : Commitments

	31st March 2022	31st March 2021
Estimated amount of contract remaining to be executed on Capital Account and not provided for (Net of Advances)	-	-

Note 33 : Earnings Per Share

	31st March 2022	31st March 2021
Profit after Tax (PAT)	258.19	110.10
From continuing operations (A)	258.19	110.10
From discontinued operations (B)		
Total Net Profit		
Weighted average number of equity shares for Basic EPS (C)	22,00,00,000.00	22,00,00,000.00
(a) Basic earnings per share		
From continuing operations (A/C)	1.17	0.50
From discontinued operations (B/C)		

Note :

The impact of events mentioned in note no. 42 in relation to bonus shares issue and stock split has been considered retrospectively for the purpose of calculation of basic and diluted earnings per share for all period/ years presented.

Particular's	Number of Shares
Number of equity shares (as at September 30, 2021)	5,50,000
Number of Equity shares post stock split (1 Equity Share into 10 Equity Share)	55,00,000
Number of Equity shares with bonus shares (3 bonus share for each equity share)	2,20,00,000
Number of Equity shares post stock split (1 Equity Share into 10 Equity share)	22,00,00,000

Note 34 : Employee Benefits Obligation

The Company accounts for Gratuity Liability at actuarial valuation at the end of the year i.e. 31st March. Accordingly these Liabilities have been computed by the actuary as at 31st March, 2022.

Employee Benefits

Defined benefits Plans – As per Actuarial valuation as on March 31, 2022

Assumptions as at	Funded Gratuity Apr-21 to Mar 22	Funded Gratuity 2020-21
Mortality	Indian Assured Lives Mortality (2006-08) Ult.	Indian Assured Lives Mortality (2006-08) Ult.
Discount Rate	6.80%	6.80%
Rate of increase in Compensation	7.00%	7.00%
Changes in present value of obligations		
PVO at beginning of period	4.67	12.24
Interest cost	0.32	0.83
Current Service Cost	2.97	1.16
Benefits Paid	(0.13)	-
Actuarial (gain)/loss on obligation	4.61	(9.56)

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Notes to the Consolidated Financial Statements for the Year ended 31st March 2022

PVO at end of period	12.43	4.67
Fair Value of Plan Assets		
Fair Value of Plan Assets at beginning of period		
Adjustment to Opening Fair Value of Plan Assets	-	-
Actual Return on Plan Assets Exl. Interest	-	-
Interest Income	-	-
Contributions	-	-
Benefit Paid	-	-
Fair Value of Plan Assets at end of period	-	-
Expense recognized in the statement of P & L A/C		
Current Service Cost	2.97	1.16
Interest cost	0.32	0.83
Expected Return on Plan Assets		-
Net Actuarial (Gain)/Loss recognized for the period		-
Expense recognized in the statement of P & L A/C	3.28	1.99
Other Comprehensive Income (OCI)		
Actuarial (Gain)/Loss recognized for the period	4.61	(9.56)
Asset limit effect	-	-
Return on Plan Assets excluding net Interest	-	-
Unrecognized Actuarial (Gain)/Loss for the previous Period	-	-
Total Actuarial (Gain)/Loss recognized in (OCI)	4.61	(9.56)
Movements in the Liability recognized in Balance Sheet		
Opening Net Liability	4.67	12.24
Adjustment to Opening Fair Value of Plan Assets	-	-
Expenses as above	3.28	1.99
Contribution paid	(0.13)	-
Other Comprehensive Income	4.61	(9.56)
Closing Net Liability	12.43	4.67

Note 35 : Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

Note 36 : Income Tax

Income taxes

Income tax expense in the statement of profit and loss comprises

Particulars	Year Ended 31st March	March
	2022	2021
Current Taxes	90.84	27.69
Earlier Year Taxes	5.76	12.70
Deferred Taxes	5.01	4.06
Income tax expense	101.61	44.45

Entire deferred income tax for the year ended March 31, 2022 and March 31, 2021 relates to origination and reversal of temporary differences.

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A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:

Particulars	Year Ended 31st March	March
	2022	2021
Profit before income taxes (excluding share of minority interest)	359.80	154.56
Enacted tax rates in India	25.17%	25.17%
Computed expected tax expense	90.55	38.90
Effect of exempt income	(9.06)	(9.62)
Effect of Earlier year taxes	5.76	12.70
Effect of Different Tax Rates	0.68	1.15
Deduction under IT Act	(3.85)	(1.30)
Effect of non deductible expenses	7.48	2.38
Effect of tax on depreciation	(1.59)	(2.45)
Effect of Interest on Income Tax	7.28	-
Effect of deferred tax asset (liability)	5.01	4.06
Others	(0.64)	(1.37)
Income tax expense	101.61	44.45

The following table provides the details of income tax assets and income tax liabilities as of March 31, 2022 and March 31, 2021

Particulars	As At	
	31-Mar-22	31-Mar-21
Income tax assets	13.36	13.33
Current Income tax liabilities	72.47	32.75
Net Current income tax assets/(liabilities)	(59.11)	(19.42)

Note 37 : Leases

The group has taken premises under operating leases. The leases have an average life of less than one year with renewable options included in contracts. Renewals are at the mutual consent of lessor and lessee. Lease payments recognized in the statement of Profit & Loss for the year amounts to Rs. 5.59 millions.

Following is carrying value of right of use assets and movement thereof till the year ended March 31, 2022:-

Particulars	Amount
Balance as at March 31, 2021	-
Add: Additions during the year 2021-22	18.94
Less: Depreciation on Right of use assets 2021-22	4.21
Balance as at March 31, 2022	14.73

The following is carrying value of lease liability and movement thereof till the year ended March 31, 2022:-

Particulars	Amount
Balance as at March 31, 2021	-
Add: Additions during the year 2021-22	19.09
Add: Finance Cost accrued during the year	1.26
Less: Payments of lease liabilities	4.43
Balance as at March 31, 2022	15.93

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Notes to the Consolidated Financial Statements for the Year ended 31st March 2022

Note 38 : Financial Instruments

The carrying value and fair value of financial instruments by categories as at March 2022 and March 31, 2021 is as follows:

Particulars	Carrying Value		Fair Value	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Financial Assets				
Amortised Cost				
Loans	35.50	184.94	35.50	184.94
Trade receivable	613.31	478.86	613.31	478.86
Cash and cash equivalents	115.35	31.53	115.35	31.53
Other bank balances	23.55	10.35	23.55	10.35
Other financial assets	64.44	93.57	64.44	93.57
FVTPL				
Investment in Partnership Firms	174.23	116.46	174.23	116.46
Total Assets	1,026.38	915.71	1,026.38	915.71
Financial Liabilities				
Amortised Cost				
Borrowings	1,826.60	1,591.93	1,826.60	1,591.93
Trade Payable	975.46	1,000.59	975.46	1,000.59
Other Financial Liabilities	27.21	170.02	27.21	170.02
Total Liabilities	2,829.26	2,762.55	2,829.26	2,762.55

Fair Value Hierarchy

The carrying amount of the current financial assets and current financial liabilities are considered to be same as their fair values, due to their short term nature. In absence of specified maturity period, the carrying amount of the non-current financial assets and non-current financial liabilities such as security deposits, are considered to be same as their fair values. With respect to Corporate Guarantees, the management has determined the fair value of such guarantee contracts as 'Nil' as the subsidiary company is not being benefited significantly from such guarantees.

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Notes to the Consolidated Financial Statements for the Year ended 31st March 2022

Note 39 Financial Risk Management

The Company has exposure to the following risks from its use of financial instruments :

- > Credit risk
- > Liquidity Risk
- > Market Risk

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risk and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Such changes in the values of financial instruments may result from changes in the foreign currency exchange rates, interest rates, credit, liquidity and other market changes. The Company has medium exposure to said market risk.

(I) Interest Risk

The Company's main interest rate risk arises from long term and short term borrowings with variable rates, which exposes the Company to cash flow interest rate risk. The exposure of the Company to interest rate changes at the end of the reporting period are as follows:

Particulars	As at	
	31st March 2022	31st March 2021
Variable Rate Borrowing	1,641.20	1,502.22
Total	1,641.20	1,502.22

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Sensitivity

The profit or loss is sensitive to higher/lower interest expense as a result of changes in interest rates.

Particulars	Impact on profit after tax and equity	
	31st March 2022	31st March 2021
Interest rate - Increases by 100 basis points	(16.41)	(15.02)
Interest rate - Decreases by 100 basis points	16.41	15.02

(II) Price risk

The Company's investments in quoted equity securities is very minimal, hence there is limited exposure to price risk.

(III) Foreign currency risk

	As at 31st March 2022		As at 31st March 2021	
	Amount in Foreign Currency	Amount in Rupees	Amount in Foreign Currency	Amount in Rupees
Trade and other payables				
USD	-	-	1.02	74.70
Advance to Suppliers				
USD	0.89	67.64	0.96	70.39
Trade Receivable				
USD	0.60	45.64	1.47	107.79
Advances from Customers				
USD	0.04	2.73	0.83	61.08

Sensitivity

Particulars	Impact on (profit)/loss after tax and equity
-------------	--

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	As at 31-3-2022	As at 31-03-21
Interest rate - Increases in USD rate by 1%	(1.11)	(0.42)
Interest rate - Decreases in USD rate by 1%	1.11	0.42

Liquidity Risk :

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

(i) Maturities of financial liabilities

Contractual cash flows

31st March, 2022	Carrying amount	Total	0-1 year	1-2 years	2-5 years	More than 5 years
Borrowings	1,826.60	1,826.60	1,641.20	138.01	47.40	-
Trade Payables	975.46	975.46	975.46	-	-	-
Lease Liabilities	15.93	15.93	4.12	3.82	7.99	-
Other Financial Liabilities	26.92	26.92	26.92	-	-	-
Total	2,844.90	2,844.90	2,647.70	141.82	55.38	-

Contractual cash flows

31st March, 2021	Carrying amount	Total	0-1 year	1-2 years	2-5 years	More than 5 years
Borrowings	1,591.93	1,591.93	1,422.72	28.53	140.68	-
Trade Payables	1,000.59	1,000.59	1,000.59	-	-	-
Lease Liabilities	-	-	-	-	-	-
Other financial liabilities	13.39	13.39	13.39	-	-	-
Total	2,605.91	2,605.91	2,436.70	28.53	140.68	-

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Credit Risk :

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's trade receivables, and other activities that are in nature of leases.

Exposure to credit risk

The gross carrying amount of financial assets, net of any impairment losses recognized represents the maximum credit exposure. The maximum exposures to credit risk as at March 31, 2022 and 2021 was as follows :

Particulars	31.03.22 ₹ in millions	31.03.21 ₹ in millions
Trade receivables	613.31	478.86
Cash and cash equivalents	115.35	31.53
Other Bank balances	23.55	10.35
Other financial assets	64.44	93.57
Total	816.65	614.31

Credit Risk Management- (ii) Provision for expected credit losses

Category	Description of Category	Basis for recognition of expected credit loss provision		
		Investments	Loans and Deposits	Trade Receivables
High quality assets, low credit risk	Assets where there is low risk of default and where the counter party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past.	12-month expected credit losses	12-month expected credit losses	Life time expected credit losses
Medium risk, moderate credit risk	Assets where the probability of default is considered moderate, counter party where the capacity to meet the obligation is not strong.	12-month expected credit losses	12-month expected credit losses	Life time expected credit losses

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		<p>Assets are written off when there is no reasonable expectation of recovery, such as a debt or declaring bankruptcy or failing to engage in are payment plan with the Company. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.</p> <p style="text-align: right;">Asset is Written-off</p>
Doubtful assets, credit impaired		

Year Ended 31st March, 2022
Expected credit losses for loans, investments, deposits and other receivables from related parties, excluding trade receivables

Particulars	Asset Group	Estimated gross carrying amount at default	Expected Probability of Default	Expected credit Losses	Carrying amount Net of Impairment Provisions
Loss allowance measured at 12 month expected credit losses -					
	Cash and Bank Balances	138.90	0%	-	138.90
Financial assets for which credit risk has not increased significantly since initial recognition	Loans and advances	35.50	0%	-	35.50
	Other Financial assets	76.41	0%	-	76.41

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Year Ended 31st March, 2021

Expected credit losses for loans, investments, deposits and other receivables from related parties, excluding trade receivables

Particulars	Asset Group	Estimated gross carrying amount at default	Expected Probability of Default	Expected credit Losses	Carrying amount Net of Impairment Provisions
Loss allowance measured at 12 month expected credit losses -	Cash and Bank Balances	41.88	0%	-	41.88
Financial assets for which credit risk has not increased significantly since initial recognition	Loans and advances	792.81	0%	-	792.81
	Other Financial assets	276.16	0%	-	276.16

Expected credit loss for trade receivables under simplified approach

Year ended 31st March, 2022

Ageing	0-180 days	181 - 365 days	More than 365 days	Total
Gross carrying amount	601.02	-	12.29	613.31
Expected loss rate	-	-	-	-
Expected credit loss	-	-	-	-
Carrying amount of trade receivables (net of impairment)	601.02	-	12.29	613.31

Year ended 31st March, 2021

Ageing	0-180 days	181 - 365 days	More than 365 days	Total
Gross carrying amount	466.05	-	12.81	478.86
Expected loss rate	-	-	-	-
Expected credit loss	-	-	-	-
Carrying amount of trade receivables (net of impairment)	466.05	-	12.81	478.86

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Note 40 : Capital Management

The company's capital comprises equity share capital, retained earnings and other equity attributable to equity holders. The primary objective of company's capital management is to maximise shareholder's value. The company manages its capital and makes adjustment to it in light of the changes in economic and market conditions.

The Company monitors capital using gearing ratio, which is net debt divided by total capital plus net debt. Net Debts comprises of long term and short term borrowings less cash and bank balances. Equity includes Equity share capital and reserves that are managed as capital. The gearing at the end of the reporting period was as follows:

Particulars	31.03.2022	31.03.2021
Debt	1,826.60	1,591.93
Less: Cash and Bank Balances	138.90	41.88
Net Debt (A)	1,687.70	1,550.05
Equity (B)	945.34	699.24
Net Debt to Equity Ratio (A)/(B)	178.53%	221.68%

No changes were made in the objectives, policies or processes for managing capital of the Company during the current and previous year.

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Notes to Consolidated Financial Statements for the year ended March 31, 2022

41 Additional Regulatory Information

a There are no proceedings that have been initiated or pending against the group for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) (earlier Benami Transactions (Prohibition) Act, 1988) and the rules made thereunder.

b No companies under the group has been declared wilful defaulter by any bank or financial institution or other lender.

c Relationship with Struck off Companies

	Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding as at March 31, 2022	Relationship with the Struck off company
	NIL			

d The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, and there are no companies beyond the specified layers.

e Utilisation of Borrowed funds and share premium;

A. No company in the group has advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (“Intermediaries”) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

(i) 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

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

No Company in the group has received any fund from any person(s) or entity(ies), including foreign entities (“Funding Party”) with the understanding (whether recorded in writing or otherwise) that the company shall

(i) 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

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

f Undisclosed Income : The group does not have any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income-tax Act, 1961). Further, there was no previously unrecorded income and no additional assets were required to be recorded in the books of account during the year.

g Details of Crypto Currency or Virtual Currency : The group has neither traded nor invested in Crypto currency or Virtual Currency during the financial year ended March 31, 2022. Further, the group has also not received any deposits or advances from any person for the purpose of trading or investing in Crypto Currency or Virtual Currency.

MUKKA PROTEINS LIMITED

(Earlier known as MUKKA SEA FOOD INDUSTRIES LIMITED /MUKKA SEA FOOD INDUSTRIES PRIVATE LIMITED)

Notes to Consolidated Financial Statements for the year ended March 31, 2022

42 Events after the reporting period

There was no significant event after the end of the reporting period which requires any adjustment or disclosure in the consolidated financial statements.

43 The Group has considered the possible effect that may result from the pandemic relating to covid-19 on the carrying amounts of Investments, Loans and receivables. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as of the date of approval of these financial statements has used internal information and based on the current estimates, the company has adjusted the carrying amount of the receivables, loans and investments. The impact of covid-19 on the company's financials statements may differ from that estimated as at the date of approval of these financial statements.

As per our report of even date attached

For Shah & Taparia
Chartered Accountants
F.R.NO. 109463W

Bharat Ramesh Joshi
Digitally signed by Bharat Ramesh Joshi
Bharat Joshi
Partner
M.No. 130863

For and on behalf of Board

MOHAMMED HARIS K
Digitally signed by MOHAMMED HARIS K
Date: 2022.09.07 14:59:30 +05'30'
Kalandan Mohammed Haris
Managing Director and CEO
DIN : 03020471

KALANDAN MOHAMMED ALTHAF
Digitally signed by KALANDAN MOHAMMED ALTHAF
Date: 2022.09.07 15:07:44 +05'30'
Kalandan Mohammed Althaf
Whole Time Director and CFO
DIN : 03051103

Mehaboobsab Mahmadgous Chalyal
Digitally signed by Mehaboobsab Mahmadgous Chalyal
Date: 2022.09.07 15:00:22 +05'30'
Mehaboobsab Mahmadgous Chalyal
Company Secretary
ACS No. A67502

Place : Mumbai
Date: 07.09.2022

Place : Mangaluru
Date: 07.09.2022