



10TH ANNUAL REPORT 2023-24

BAANI MILK PRODUCER COMPANY LIMITED





OUR VALUES

- Honesty and Transparency
- Quality and Excellence
- Team Spirit
- Timeliness
- Innovation
- Passion



OUR VISION

Baani Milk Producer Company will be No. 1 producer owned enterprise (POE) in Punjab by 2030.



OUR MISSION

Baani Milk Producer Company is committed to increase income of its members by increasing milk production, reducing milk production cost and by offering competitive price and necessary services.



MESSAGE

Bhupinder Singh

Chairman

Driving Dairy Forward through Innovation, Sustainability and Passion!

Dear Members

It gives me immense pleasure to inform you that your Company has successfully completed a decade, during which the company has witnessed unconditional support from its all members, sahayaks, employees, customers and all the stakeholders.

Further I am very much delightful to brief you about the Company's performance during the Financial Year 2023-24. During the Financial Year 2023-24:

- The Company has achieved total revenue of ₹ 617.50 Crores. The total expenses incurred during the year amounted to ₹ 610.76 Crores. This has resulted into an earning of profit before interest, depreciation and tax (PBIDT) of ₹ 12.25 Crores; Profit before tax of ₹ 6.74 Crores and Net Profit after tax of ₹ 4.89 Crores.
- The Board has recommended the Dividend of ₹ 8/- per equity share and will be paid to those Members whose names appear in the Register of Members on 31.03.2024. The dividend for the financial year @ ₹ 8/- per equity share will absorb ₹ 1.13 Crores.
- As against the budgeted total income of ₹ 623.02 Crores and budgeted profit before tax (PBT) of ₹ 3.61 Crores for the period, the Company has actually achieved total income of ₹ 617.50 Crores and profit before tax of ₹ 6.74 Crores for the said period.

During the fiscal year 2023-24, the Company had procured an average of 3.06 lakh Liter of milk per day. The Company operates primarily in nine districts of Punjab, covering 1,234 villages with 1,353 Milk Pooling Points (MPPs) under 12 Milk Chilling Centres (MCCs). The Company is also expanding its area of procurement operation in the state of Rajasthan as well as in other regions of the Punjab.

Further regarding membership in Company is concerned, I would like to inform that there were a total of 67,190 approved members at the end of the FY 2023-24. Further your Company is also seeking potential growth in membership in the coming years.

At the end, I would like to express sincere thanks to each and every member of the Company for reposing confidence and extending fullest support to the Company's Board and the Management. At last, but not the least I convey my sincere gratitude to my colleagues on the Board of Directors of the Company for their contributions and sincerity towards the Company. As I conclude, I sincerely thank each and every one of you, our stakeholders for confidence and trust bestowed upon us. We remain committed to sustain and continuously improve the Company's performance and live up to your expectations. I wish you all happy and healthy life.

Yours Sincerely,
Sd/-

Bhupinder Singh
Chairman & Director

MESSAGE

Dr. Navdeep Kumar
Chief Executive



Focusing on dairy practices that are environment friendly, socially responsible and economically viable to create a balanced dairy supply chain.

To

Our Esteemed Milk Producer Members
And Board Members

As we mark the 10th anniversary of Bani Milk Producer Company Limited, the Company is making significant strides toward its vision of becoming the leading producer-owned enterprise in Punjab. Bani Milk Producer Company is fully committed to fulfilling its mission of increasing the incomes of our dairy farmer members through competitive pricing, a transparent milk procurement system, and essential services.

In recent years, Bani has been consolidating its milk procurement operations in existing regions. To expand its reach, uplift underprivileged communities, and explore new opportunities, Bani has begun operations in neighboring districts of state of Rajasthan i.e. Hanumangarh and Ganganagar.

Bani is expanding into new regions and replacing all existing village-level milk testing systems to enhance the reliability of testing under Project Dairying through Cooperatives (DTC) - Component B of the National Programme for Dairy Development (NPDD) Scheme. In addition, productivity enhancement services, including calf rearing, animal nutrition, and fodder development modules, are being implemented to increase milk yield and farmer income.

The company is committed to environmental sustainability by promoting solar energy. All village-level milk pooling points operate on solar

power. The company has investigated the feasibility of operating milk chilling centers on solar energy and has successfully implemented this solution in four centers. In coming days we are going for tree plantation drive at MCC and MPP level.

Under the guidance of the National Dairy Development Board (NDDB), Bani has served as a Cluster-Based Business Organization (CBBO) for Sanjh Fodder and Agri Producer Company Limited, Sangrur. This role was undertaken as part of the Central Sector Scheme of the Government of India, designed to promote and foster the formation of Farmer Producer Organizations.

Bani has launched three new cattle feed variants in collaboration with NDDB Dairy Services, as part of its Productivity Enhancement Services. These variants are designed to improve feed quality and streamline supply chain logistics.

Bani also plans to upgrade its SAP system to SAP HANA 4 in the next fiscal year to improve system transparency and robustness.

To enhance transparency in the purchase process, Bani has implemented the use of NCDFI e-portal and is committed to maximizing purchases through this platform to ensure greater transparency and leverage better price negotiations.

We express our deepest appreciation to our dedicated team of farmer producer members, expert directors, and Board Members for their continuous guidance and encouragement.

We express our deepest appreciation to NDDB, NDDB Dairy Services, and Mother Dairy for their unwavering support and guidance throughout our journey.

Yours Sincerely,
Sd/-

Dr. Navdeep Kumar
Chief Executive & Director



BOARD OF DIRECTORS



BHUPINDER SINGH
CHAIRMAN & DIRECTOR



RANJIT KAUR
DIRECTOR



PARMJEET KAUR
DIRECTOR



SANDEEP KAUR
DIRECTOR



SUKHPAL SINGH
DIRECTOR



KULPREET RISHI
DIRECTOR



GURLAL SINGH
DIRECTOR



SATNAM SINGH
DIRECTOR



GURDEEP SINGH
DIRECTOR



MANDEEP SINGH
DIRECTOR



DR. SAUGATA MITRA
EXPERT DIRECTOR



DR. RAGHU HASSAN MALLEGOWDA
EXPERT DIRECTOR



NARINDER SINGH BAHGA
EXPERT DIRECTOR



DR. NAVDEEP KUMAR
CHIEF EXECUTIVE & DIRECTOR

CORPORATE INFORMATION



DEPUTY GENERAL MANAGER (FINANCE & ACCOUNTS)

Mr. Punit Sharma

COMPANY SECRETARY

Mr. Rajesh Saini

STATUTORY AUDITORS

M/s S.B Billimoria & Co. LLP, Chartered Accountants

INTERNAL AUDITORS

Ernst & Young LLP, Chartered Accountants

BANKERS



REGISTRAR AND SHARE TRANSFER AGENT

Beetal Financial & Computer Services (P) Ltd.

BAANI MILK PRODUCER COMPANY LIMITED

CIN: U01403PB2014PTC038826

Registered Office: SCO No. 37 & 38, First Floor, Urban Estate, Phase-II,

Rajpura Road, Patiala, Punjab-147002

Email: info@baanimilk.com | Phone No. +91-175-5000735

www.baanimilk.com

CONTENTS

1 Empowering Farmers, Enriching Lives	06-09
2 Mastitis Awareness Programme	10
3 Director's Report	11-31
4 Independent Auditor's Report	32-43
5 Balance Sheet, P & L and Cash Flow Statement	44-46
6 Notes Forming Part of Financial Statement	47-67
7 Team Baani	68-69



Empowering Farmers, Enriching Lives





Baani Milk Producer Company is dedicated to improving the lives of rural communities through sustainable dairy farming. Baani aims to scale its operations and provide a reliable income source for farmers. At Baani, we understand the importance of the role of women and small holders in dairying. Over the years, Baani has worked very hard to include women farmers and small holders in this remarkable journey, leading to the financial inclusion of the underprivileged.

To enhance transparency and efficiency in milk procurement, Baani plans to expand its network by installing additional Data Processing Milk Collection Units (DPMCU) in more villages. Additionally, the company will offer comprehensive support services to farmers, including:

Animal Nutrition: Providing optimal feed formulations to maximize milk production.

Calf Rearing Program: Supporting the healthy growth of young calves.

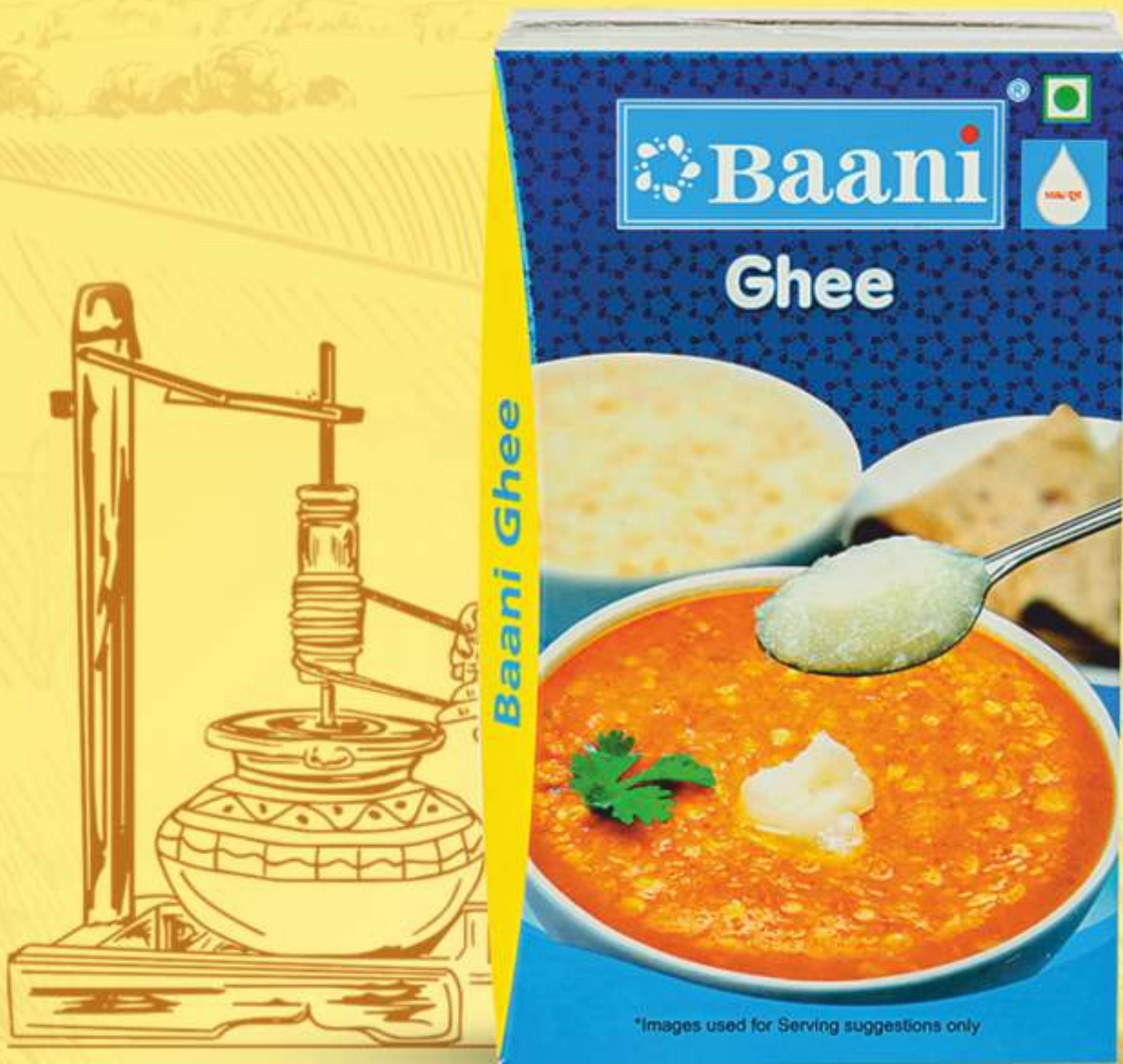
Fodder Development Services: Promoting sustainable fodder cultivation practices. Through these initiatives, Baani strives to empower farmers, boost milk production, and contribute to the overall well-being of rural communities.





Ghee

Prepared with
Love & Care



*Images used for Serving suggestions only

Baani **ਬਾਣੀ**
BAANI MILK PRODUCER COMPANY LIMITED **ਬਾਣੀ ਮਿਲਕ ਪ੍ਰੋਡਿਊਸਰ ਕੰਪਨੀ ਲਿਮਟਿਡ**
11th Annual General Meeting **ਗਿਆਰ੍ਹਵੀਂ ਸਾਲਾਨਾ ਆਮ ਸਭਾ**
20 September 2024 **20 ਸਤੰਬਰ 2024**
Venue: Nargal Theatre Centre for Performing Arts, Bhabha Road, Patiala ਸਥਾਨ: ਨਰਗਲ ਟਿਏਟਰ ਸੈਂਟਰ ਫਾਰ ਪ੍ਰਦਰਸ਼ਨਿਕ ਕਲਾ, ਨਾਗ ਸੜ, ਪਟਿਆਲਾ



.....

New Cattle Feed and Mineral Mixture Launch

.....



Mastitis Awareness Programme

Baani MPO has performed more than 18 lakh tests during last 5 years free of cost for detection of subclinical mastitis with CMT. Along with this promoted use of pre and post milking dips for control of clinical and subclinical mastitis.

Subclinical mastitis is a common udder infection in dairy cattle that often goes unnoticed due to the absence of visible symptoms.

The California Mastitis Test (CMT) is a rapid and inexpensive method for detecting subclinical mastitis in dairy cattle.

Impact of Subclinical Mastitis:

- Reduced milk production
- Lower milk quality (increased somatic cell count)
- Potential for development into clinical mastitis

Challenges:

- Difficult to detect without

specific tests

- Can persist for extended periods, leading to chronic infection

Importance of Early Detection:

Early detection of subclinical mastitis through CMT is crucial for effective management and control of the disease. Regular CMT testing allows for:

- Identification of infected cows
- Timely treatment to reduce the spread of infection
- Implementation of preventive measures like proper milking hygiene and dry cow therapy
- Improvement of overall herd health and milk production
- By using the CMT as a routine screening tool, dairy farmers can significantly reduce the economic losses associated with subclinical mastitis





TO THE MEMBERS OF BAANI MILK PRODUCER COMPANY LIMITED

The Directors are pleased to present the 10TH Annual Report along with the audited Statement of Accounts of Baani Milk Producer Company Limited ('Company') for the period from April 01st 2023 to March 31st 2024.

FINANCIAL RESULTS: -

The Company's financial performance, for the year ended March 31, 2024 is summarised below:

(₹ in Crores)

Particulars	April 01, 2023 to Mar 31, 2024	April 01, 2022 to Mar 31, 2023
Total Revenue	617.50	515.76
Total Expenses	610.76	515.99
Profit Before Tax	6.74	(0.23)
Tax Expense	1.85	(0.02)
Net Profit After Tax	4.89	(0.21)
Limited Return (Dividend)	1.13	(0.98)
Transfer to General Reserve	3.76	(1.19)

The Company during the year has achieved total revenue of ₹ 617.50 Crores. The operational revenues generated was ₹ 614.46 Crores, whereas other incomes earned during the period amounted to ₹ 3.04 Crores. The total expenses incurred during the year amounted to ₹ 610.76 Crores including depreciation and amortisation expense of ₹ 1.61 Crore. This has resulted into an earning of profit before interest, depreciation and tax (PBIDT) of ₹ 12.25

Crores; Profit before tax of ₹ 6.74 crores and Net Profit after tax of ₹ 4.89 Crores.

As against the budgeted total income of ₹ 623.02 Crores and budgeted profit before tax (PBT) of ₹ 3.61 Crores for the period, the Company has actually achieved total income of ₹ 617.50 Crores and profit before tax of ₹ 6.74 Crores for the said period.

MILK AND MILK PRODUCTS:-

Total sales during the year was 108.29 lakh litres of PPM, 15.10 lakh kg of bulk pasteurised milk, 21.27 lakh kgs Curd, 1.71 lakh litres Lassi, 3.86 lakh kgs of Ghee and 3.03 lakh kgs of SMP.

During the year under review, the Company has also sold 1000.02 lakh kgs raw milk to institutional buyers.

REVIEW OF OPERATIONS

MILK PROCUREMENT



During the fiscal year 2023-24, the Company procured an average of 3.06 lakh Liter of milk per day.

The Company operates primarily in nine districts of Punjab, covering 1,234 villages with 1,353 Milk Pooling Points (MPPs) under 12 Milk Chilling Centres (MCCs).

At the end of the fiscal year 2023-24, there were a total of 67,190 approved members. The Company has also witnessed substantial growth in per-MPP milk procurement volumes, demonstrating the trust and loyalty of Baani members in a highly competitive environment. The increase in milk production, along with improved total solid content due to the Company's input services, further solidifies this trust. The Company's values, mission, and vision serve as the strong foundation for this steady growth.

This year, teams worked diligently to control CDA losses (variation). Despite challenging external factors like high inflation rates, teams were able to maintain procurement costs within set targets for nearly all

parameters. Through technology implementation, the Company significantly reduced inward transport costs, resulting in lower diesel consumption per kilogram of milk procured compared to the previous year. Advanced GPS systems were installed in all inward vehicles to enhance monitoring and optimize milk transportation timings.

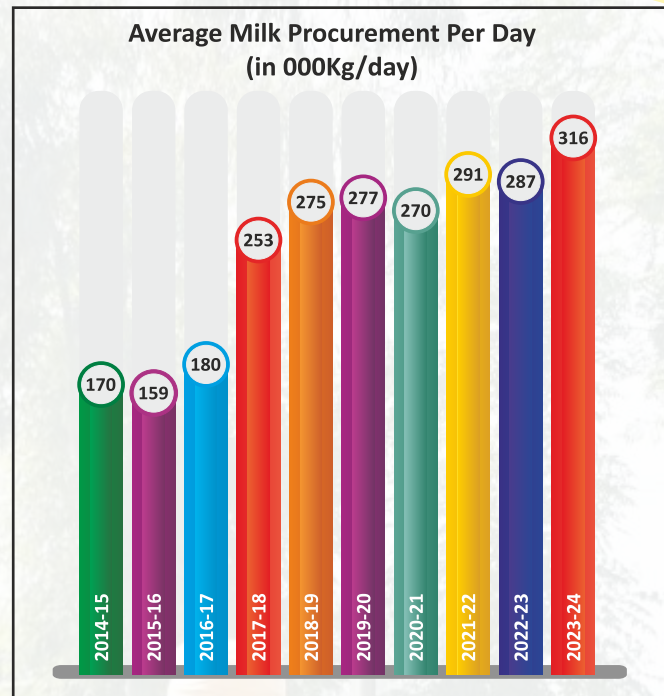
To streamline milk collection at the village level and reduce repair and maintenance costs, the Company developed an Android-based milk collection application for MPPs. This has resulted in a more efficient automatic milk collection system at the village level, along with cost savings.

Various infrastructure improvements were undertaken at MCCs during FY 2023-24 to optimize milk chilling operations. These improvements included double docks, upgraded chilling machinery, and new mechanical milk filters.

Way forward:

The Company plans to expand milk procurement operations into other districts of Punjab. New MCCs and MPPs will be established during FY 2024-25. The Company is also exploring the possibility of procuring milk from neighbouring states like Rajasthan and Haryana. With guidance from the Board of Directors and support from farmer members, employees, and stakeholders, the Company anticipates substantial growth in the coming years.

For better environment and sustainability, Company is exploring the options of installing solar based power generation at MCC level.



PES (Productivity Enhancement Services)

Bani Milk Producer Company Limited is dedicated to increasing its farmer members' income by reducing milk production costs through essential services. The Company provides various input services, such as cattle feed, mineral mixtures, feed supplements, subscription-based farm development projects, Mastitis Control Popularisation Project (MCPP), Subclinical Mastitis Screening (CMT), demo fodder plots, treatment using ethno-veterinary medicines, training on good animal husbandry practices, silage schools, and bale silage.

The Company has also begun supplying herbal feed supplements to farmer members to address various dairy animal health conditions, promoting faster recovery and optimal milk production.

During the year 2023-24, following were the achievements of various input services:

S.No.	Input Service	Unit	Achievement
1	Cattle Feed	Metric Ton	3,673
2	Mineral Mixture	Metric Ton	68.94
3	CMT (Subclinical mastitis tests)	No. of animals screened	89,405
4	FDP (Farm Development Project)	No. of members enrolled	133
5	KCC (Kisan Credit Card)	No. of members received KCC	7,554*
6	Training of members	No. of members trained	10,046
7	Ethno-veterinary Medicines	No. of cases treated	29,898
8	Sahayak Refresher Training	No. of participants	918

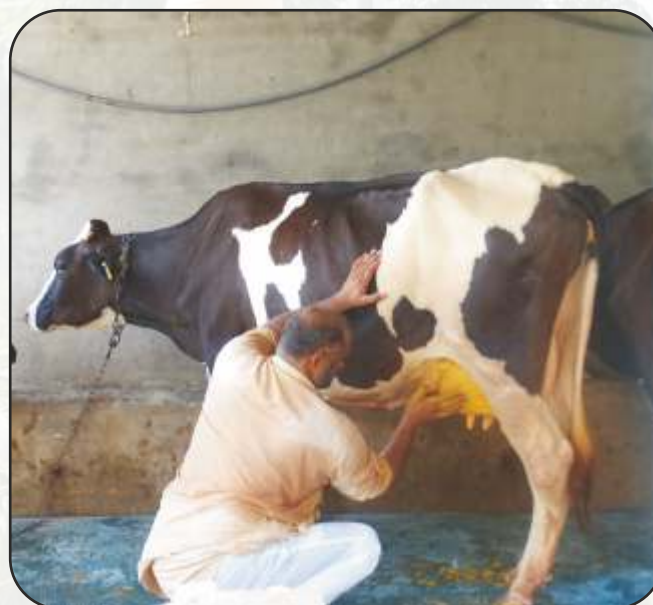
*total members covered till March 2024.

Way Forward:

Baani Milk Producer Company Limited has achieved considerable success in treating dairy animals using ethno-veterinary medicines and aims to expand this approach to a larger number of farmer members in 2024-25. The company will actively promote the use of herbal products among its members.

As a Cluster Based Business Organization (CBBO), the Company has assisted in operationalizing Sanjh Fodder & Agri Producer Company Limited in the Sangrur district of Punjab during the year under review.

The Company is dedicated to educating dairy farmers on good farm practices, silage production, and seed production. It is also exploring the potential for selling fodder seed and bale silage in the coming years.



Logistics:

Logistics operations are crucial for any organization's success. Baani Milk Producer Company Limited maintains a robust logistics management system to ensure the timely and efficient transportation of milk and milk products.

All vehicles, including inward and outward milk tankers, are equipped with GPS devices for real-time monitoring. Field supervisors have mobile applications installed on their smartphones to access real-time vehicle movement data and historical records.

Way Forward:

The Company plans to strengthen its monitoring of milk transporters, both inward and outward, through various performance analysis tools.

QUALITY INITIATIVES

Following initiatives have been taken for the improvement of raw milk quality and milk products:

➤ **Lab infrastructure improvement :**

- Solar water system of capacity 300 Litres installed for CIP of tanks and can cleaning at MCC Kheri Khurd.
- Plate heat exchanger capacity from 15 kl to 20 kl has been increased after increasing 25 plates at MCC-Bhadaur and Mansa.
- Requirement of hot water for CIP and can cleaning has been fulfilled after installation electric geyser capacity 700 kgs of water at new MCC Khawaspur.
- Raw chilled milk storage capacity increased after commissioning of 15 KL SS - Storage tank at MCC Sadiq.

➤ **New product / New SKUs.**

- New 900 ml "Plain Lassi" launched as per requirement of sales team.
- New 380 ml Milk 4 Tea launched as per requirement of sales team.

➤ **Subclinical Mastitis Screening :**

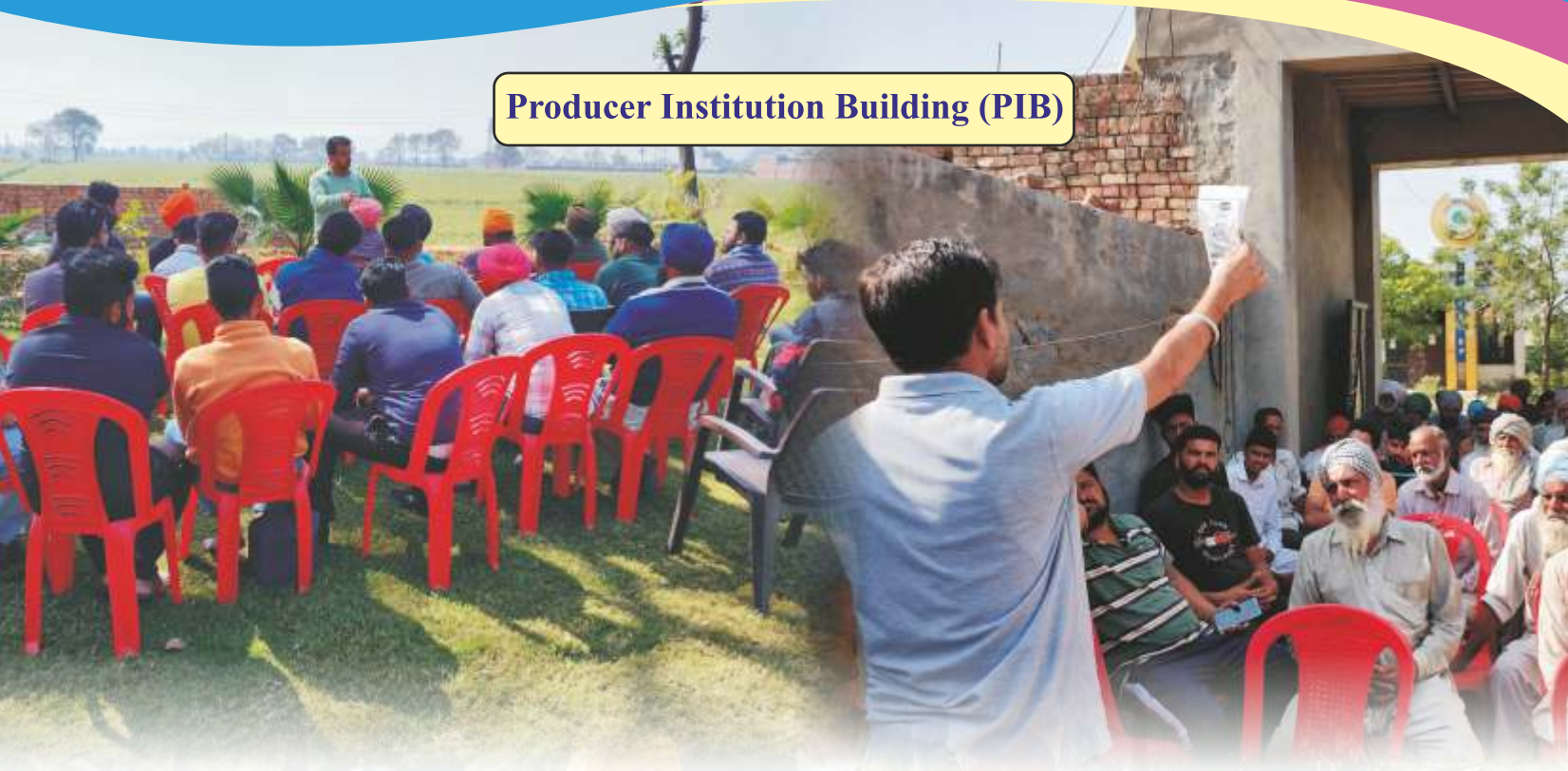
- Screening of cattle for Subclinical Mastitis with CMT (California Mastitis Test) was done for the 89405 animals during 2023-24. This is highly effective initiative at field level to improve raw milk quality (MBRT and Heat stability).

➤ **Training and development :**

- Milk quality testing at MCCs, Analytical testing, Milk collection, Cleaning and hygiene of MCCs, Training on GMP (Good manufacturing Practise), and Fostac (Food safety training and certification) training provided to MCC Staff, MCC In-charge Quality executives. Numbers of training conducted 08 and 106 participants trained.
- Total 419 training programs conducted during 2023-24, in which 8980 participants were trained under new initiative "GallBaat" topic included member enrolments process, clean milk production practises, E&I services etc. and 918 Sahayaks trained in 37 different training programs on hygiene and safe milk handling through "Sahayak Refresher Trainings".
- SOPs and Products specifications updated as per requirements of product manufacturing (PPM, Dahi, Lassi and Ghee) and MCC operation, all updated SOPs and Products specifications provided to end user for implementation.



Producer Institution Building (PIB)



PIB's intent is to build an institution of its producer members through better governance and member centric approach. These efforts are directed to increase active membership leading to proliferation in business aspects. Along with this, PIB aids for member level trainings & awareness for their skill development and overall professional growth.

MPCs Core Design Principles:

The Core Design Principles are strictly observed and followed. Business dealings are mainly with the members only. Active user membership and their participation in business and governance are encouraged. All members are having equity as far as may be in proportion to his/her patronage. Board of the company is constituted based on the provisions of the Articles of the Company, which also ensures inclusiveness in governance.

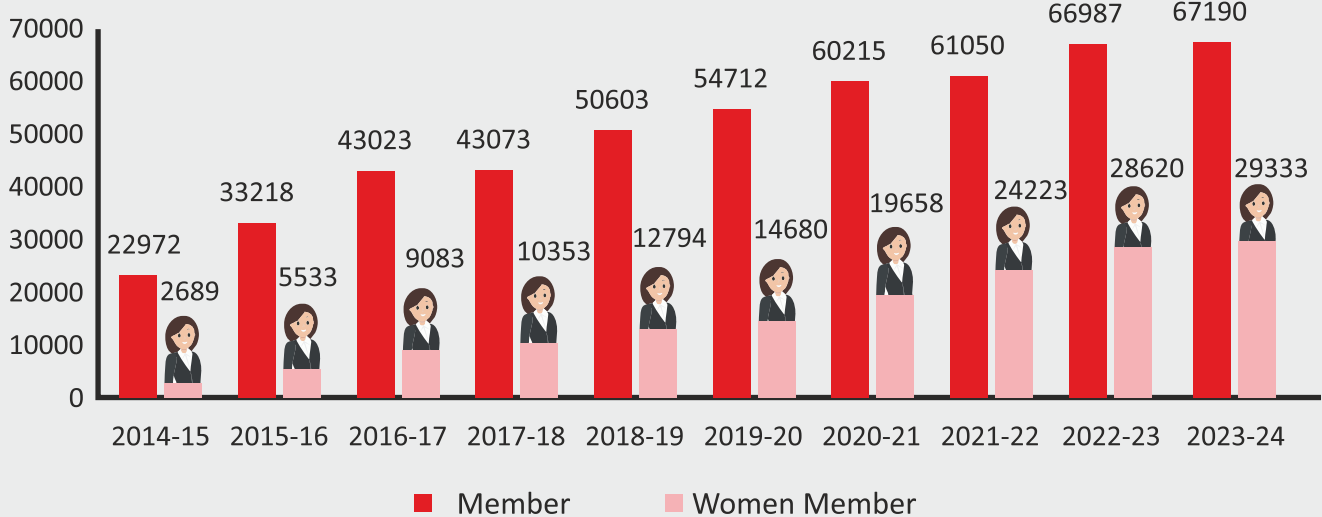
Members' Grievances are addressed in time and are being monitored from the head office level. With the support of strong field staff and VCG-MRG, the company ensures to resolve all the queries received from members in time.

Member Enrolment and Information Sharing with members:

The automated member enrolment process helped to give better service to members. The company is committed to share all types of member related information with members and this is being done through Baani Member Application. This has upgraded the ladder up in terms of transparency. Member can have a snapshot of nomination details, payment details, share capital, pouring pattern, incentive and dividend paid till now etc. through the Member App. Further, member can check shift wise milk pouring status.



Membership



Strengthening Member Relations:

The Village Contact Groups (VCG) and Member Relation Groups (MRG) facilitate effective two-way communication between Company and Producer Members. VCG and MRG members meet at regular intervals to discuss and review the progress of the Milk Pooling Point (MPP).

Women Empowerment:

Baani MPC continues its emphasis on enhancing the participation of women members. The following interventions have been initiated to achieve the larger objective of women empowerment:-

- The company communicates about the role of women in every meeting and forum to emphasize the importance of women in dairy sector.
- Women members who consistently pour quality milk in required quantity to the MPP of the company, while fulfilling other criteria of continuing membership, have better chance to be a member on the Board of the company. Board meetings give them excellent opportunity to learn management and governance. Presently there are three women directors on the board of your Company.





Training & Capacity Building Programs:

Training of all producer members of Baani has always been the main focus area of the company since inception. It is required to be provided in continuous/periodical manner for skilling-up members' knowledge about dairy sector as well as for feedback & self-evaluation.

During the year under review, 107 MRG orientation programs have been organized which were attended

by 273 MRG members, 233 VCG Orientation programs were organized for 766 VCG members, 419 Gall-Baat Programs (Village Level Awareness Training) were conducted with 8,980 participants, 1 Leadership Development Programmes was organised involving 27 farmer members and altogether 4,626 VCG & MRG meetings were conducted.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND TILL THE DATE OF THE REPORT:-

There is no material/substantial change after the closure of financial year ended 31.03.2024. The Company is expanding its area of procurement operation in the state of Rajasthan.

CHANGE IN NATURE OF BUSINESS

During the year under review the Company has decided to focus on strengthening its procurement network, procure and supply good quality milk and has decided to close it retails sale.

Except it there is no change in the nature of business of Company during the year under review.

LIMITED RETURN (DIVIDEND)

The Board is pleased to recommend a Limited Return (Dividend) of ₹ 8/- per equity share of the face value of ₹100/- each for the period ended March 31, 2024. This dividend is subject to approval of Members at the ensuing 11th Annual General Meeting and will be paid to those Members whose names appear in the Register of Members on 31.03.2024. The dividend for the financial year @ ₹ 8/- per equity share will absorb ₹ 1.13 crores.

INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

During the year under review, unpaid dividend for the financial year 2015-16 amounting to ₹ 8,31,230/- which remained unpaid/ unclaimed for a period of 7 years, from the date it was lying in the unpaid dividend account, has been transferred by the Company to the Investors Education and Protection Fund (IEPF) of the Central Government. Further an amount of ₹ 7,33,800/- towards share cancellation money for the Financial Year 2016-17 and remained unpaid/unclaimed for a period of 7 years from the date it was lying as unpaid has also been transferred by the Company to the Investors Education and Protection Fund (IEPF) of the Central Government.

Further, Company does not have any underlying shares which are required to be transferred to IEPF as per the above mentioned transfer made. Hence, no necessary actions were required in regards to the same.

The list of unpaid/unclaimed dividend is available on Company's website, at www.baanimilk.com . Shareholders are requested to check the said list and if any aforesaid amount due to them remains unpaid in the said lists, can approach the Company for release of the same.

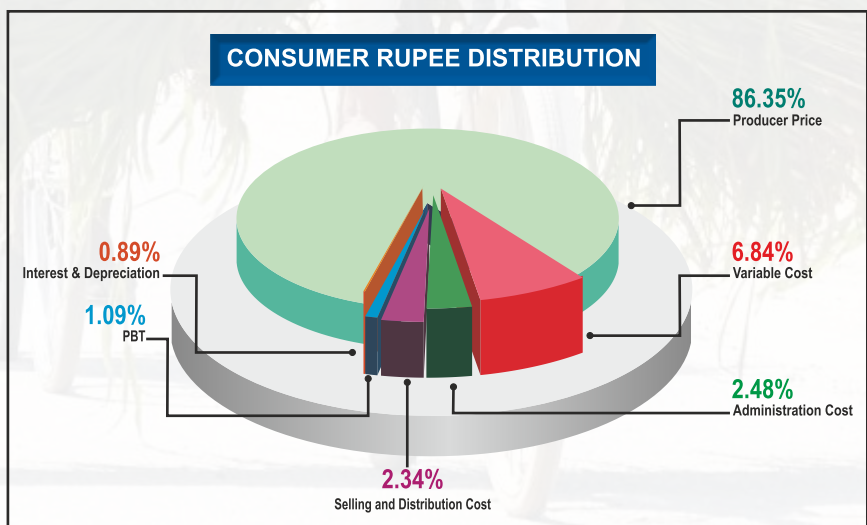
TRANSFER TO RESERVE

The Board proposes to transfer an amount of ₹ 3.76 crores to the credit of General Reserve in terms of relevant provisions of the Articles of Association of the Company read with Section 378ZI of the Companies Act 2013.

FINANCE

Cash and cash equivalents as on March 31, 2024 was ₹ 33.83 Crores. The company continues to focus on judicious management of its working capital, receivables, inventories and other working capital parameters were kept under strict check through continuous monitoring.

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.



DEPOSITS

Your Company has not accepted any deposits during the year under review, hence no information are required to mentioned within the provisions of Companies Act 2013 or rules made thereunder.

SHARE CAPITAL AND MEMBERSHIP

As on March 31, 2024, the paid up share capital was ₹ 14.10 crores, subscribed by 67190 members. The Company has not made any changes in its Authorized share capital during the year, the Authorized share capital of the Company stood at ₹ 20.00 Crore as on 31st March, 2024. The Company has not issued any equity shares or preference shares or any securities which carry a right or option to convert such securities into shares.

During the year the following changes were made in the capital of the Company:

Date of Board Meeting	No. of Shares Issued/reissued	No. of Shares Cancelled
15.05.2023	32942	17717
12.07.2023	15273	52510
08.09.2023	24450	15823
10.11.2023	46699	21375
12.01.2024	107713	12603
20.03.2024	148929	242861

In order to avoid cancellation of membership, all the members belonging to Class-A, Class-B and Class-C are requested to fulfil all the patronage criteria of their respective class and conditions for continuation of membership during the relevant financial years.

VOTING RIGHTS AND ATTENDANCE AT AGM

As on March 31, 2024, the paid up share capital was ₹ 14.10 Crore, comprising of 67190 members on the register of members of the Company.

After 31 March 2024, Company has enrolled 2514 new members and the membership of 14269 members have been cancelled/ surrendered/transferred. Therefore, the total number of members as on the date of this report stands at 55435 members who are entitled for attending the 11th Annual General Meeting.

Out of total 55435 members as on date,

- 15629 members have the rights to exercise vote on all resolutions to be moved at the 11th AGM (including voting on election of their respective class of Director) since they fulfil all the conditions set for their respective class.
- 5477 members have the rights to exercise vote on all resolutions (except voting in the election of their respective class of Director) to be moved at the 11th AGM as they failed to fulfil all conditions of their respective class though they completed minimum 200 days and 500 litres of milk supply to company during the FY 2023-24.
- 34329 members are entitled to attend 11th AGM but did not have the rights to exercise vote on any resolutions

to be moved at the 11th AGM as they have not fulfilled the conditions of minimum 200 days and 500 litres supply of milk to company.

New members, who were admitted as members of the Company post March 31, 2024, will not be entitled to dividend for FY 2023-24 as well as voting right at 11th AGM.

BOARD OF DIRECTORS



Article 9.5 of the Articles of Association of the Company provides that the number of positions on the Board representing each class of members, to the extent possible, shall be based on patronage of the respective class. The criteria for categorizing members into three different classes viz., Class-A, Class-B and Class-C is based on patronage was approved by the members at the 6th and 7th Annual General Meeting of the Company.

Based on the analysis of the data w.r.t., fulfilment and non-fulfilment of patronage criteria by the members during FY 2023-24, it has been found that, out of 67190 total members as on March 31, 2024, 25216 members have fulfilled all the prescribed criteria of patronage of their respective class. Accordingly, out of these 25216 members, 1051 comprised of Class-A, 3579 comprised of Class-B and 20586 comprised of Class-C. Whereas the proportionate percentages (%) of quantity of milk (patronage) supplied by the said Class-A, Class-B and Class-C of members amongst themselves were respectively 27%, 31% and 42% during FY 2023-24. Accordingly, the composition of the Board providing for representation of each class of members on the Board based on patronage of each class of members comes to three (3) Directors for Class-A, three (3) Directors for Class-B and five (5) Directors for Class C respectively. The Company shall meet the requirement of Article 9.5 as under:-

Class-A Directors-

At present the Board has three (3) Directors representing Class-A, out of which two (2) namely Sh. Sukhpal Singh (DIN: 09288587) and Smt. Ranjit Kaur (DIN: 06868678) shall retire at the ensuing Annual General Meeting of the Company.

As per the class representation based on the patronage criteria, the Board had declared two (2) vacancies in Class -A.

Class-B Directors-

At present the Board has one (1) Director representing Class-B out of which no Director shall retire at the ensuing

Annual General Meeting of the Company.

As per class representation based on the patronage criteria, the Board had declared One (1) vacancy in Class -B.

Class-C Directors-

At present the Board has five (5) Directors representing Class-C out of which one (1) Director namely Sh. Gurlal Singh (DIN: 09285765) shall retire at the ensuing Annual General Meeting of the Company.

As per the class representation based on the patronage criteria, Board had declared one (1) vacancy in Class -C.

Based on recommendation of Nominating Committee, the Board recommends the appointment/re-appointment of Sh. Sukhpal Singh (DIN: 09288587) and Smt. Ranjit Kaur (DIN: 06868678) under Class A, Sh. Kuldeep Singh (DIN: 10713152) under Class B and Sh. Gurlal Singh (DIN: 09285765) under Class C to fill up the 2 (two) vacancies of Class-A, 1 (one) vacancy of Class B and 1 (one) vacancy of Class C respectively. The statement containing name and qualifications of the Director seeking appointment is annexed to the Notice convening 11th Annual General Meeting of the Company. This will make the total strength of Directors in Class-A

to three (3) Directors, in class B to two (2) Directors and in Class C to five (5) Directors as permissible under Article 9.5 and 9.6 of the Articles of Association of the Company.

During the year under review, Sh. Kulpreet Rishi (DIN: 08860867), Sh. Mandeep Singh (DIN: 10225880), Sh. Satnam Singh (DIN: 10227253) and Sh. Gurdeep Singh (DIN: 10227248) have been appointed/re-appointed as Directors of the Company w.e.f. 25.08.2023.

Smt. Kanwaljit Kaur (DIN: 08507568) had resigned from the Directorship of Company w.e.f. 03.04.2023. Further Smt. Manjeet Kaur (DIN: 07455694) and Jaspal Singh (DIN: 07916490) had retired from the Directorship of Company w.e.f. 25.08.2023 respectively. Further Sh. Gagandeep Singh (DIN: 08195849) had resigned from the Directorship of Company w.e.f. 16.01.2024.

Sh. Narinder Singh Bahga (DIN: 06990320) had resigned & relieved from the post of Chief Executive of the Company w.e.f. 04.05.2024 and further appointed as Expert Director of the Company.

Further Sh. Navdeep Kumar (DIN: 10617607) has been appointed as Chief Executive of the Company w.e.f. 04.05.2024.



TRAINING OF BOARD MEMBERS

During the year under review, the following training were undertaken for producer Directors of the Company:

- Orientation Program for new Directors
- Exposure Visit
- Workshop on Leadership through Policy Governance.

FORMAL ANNUAL EVALUATION OF DIRECTORS

As per Section 134(3) (p) of the Companies Act, 2013, Formal annual evaluation of Directors is not applicable to the Company.

STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS

The company is not required to appoint independent directors within the provisions of Section 149 of Companies Act, 2013.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134(5) of the Companies Act, 2013 ('Act'), Directors confirm that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS

M/s. S.B. Billimoria & Co., statutory auditors of the Company were re-appointed in the 8th Annual General Meeting and they shall hold office upto the Conclusion of eleventh (11th) Annual General Meeting of the Company to be held in the calendar year 2024. Hence the term of existing Statutory Auditors i.e. S.B. Billimoria & Co., Chartered Accountants shall be expired with the conclusion of 11th Annual General Meeting of the Company.

The Board recommends the appointment of M/s S.N. Dhawan & Co., Chartered Accountants, Gurugram, Haryana (Firm Registration No 000050N/N500045) as statutory auditors of the Company at the 11th Annual General Meeting for a period of 5 years, who shall hold office upto the conclusion of sixteen (16th) Annual General Meeting of the Company.

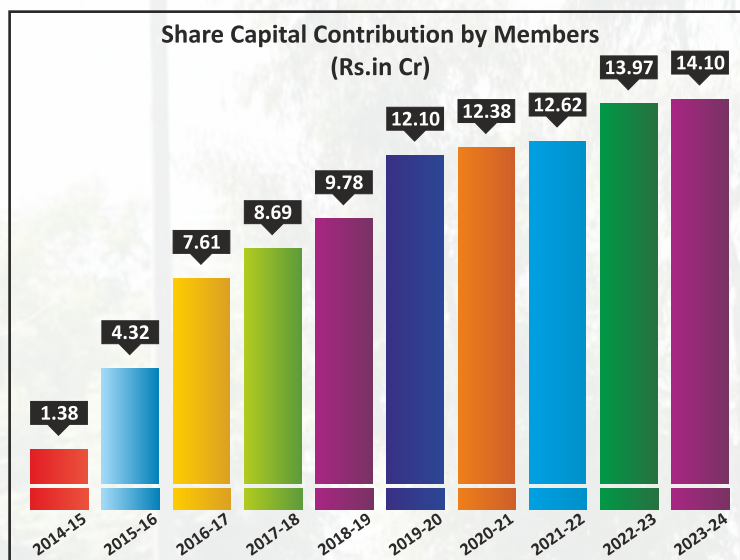
AUDITOR'S REPORT/ SECRETARIAL AUDIT REPORT

The Audit Report of M/s. S.B. Billimoria & Co., Chartered Accountants on the Financial Statements of the Company for FY 2023-24 is a part of the Annual Report. There are No qualifications, reservations or adverse remarks or disclaimers made by the Statutory Auditors in their Audit Report for the financial year 2023-24.

The Statutory Auditors have not reported any incident of fraud to the Board of the Company during the financial year 2023-2024.

The Auditors' Report on the Accounts of the Company for the period under review is self - explanatory and no comments are required.

Secretarial Audit is not applicable to Company.



INTERNAL CONTROL SYSTEM AND AUDIT

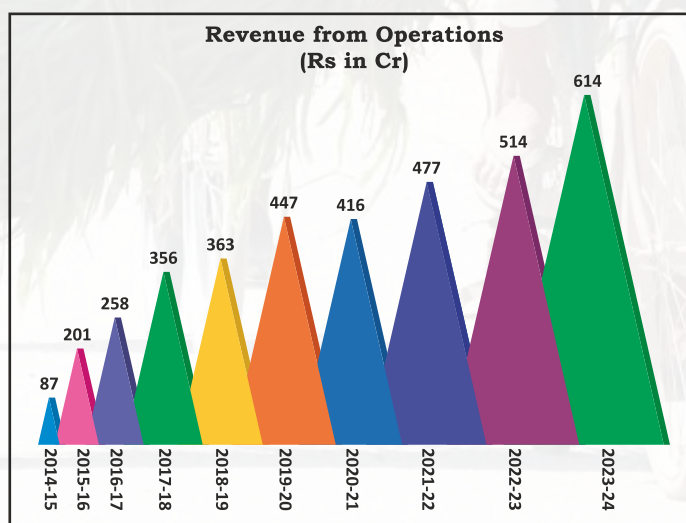
The Company has in place the proper and adequate internal control system which ensures that all the assets are safeguarded and protected and the transactions are authorized, recorded and reported correctly. The internal audit of accounts is conducted regularly by the external firm of Chartered Accountants viz., M/s. Ernst & Young LLP, Chartered Accountants. The Internal Auditors independently evaluate the adequacy of internal controls and carryout the audit.

COST AUDITORS AND MAINTENANCE OF COST RECORDS

The Company is Trading Company and hence not required to maintain cost records as specified by the Central Government as per Section 148(1) of the Companies Act, 2013 and Rule 3 of the Companies (Cost Records and Audit) Rules, 2014.

ANNUAL RETURN

Pursuant to the requirements under Section 92(3) and Section 134(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, an extract of Annual Return in prescribed Form MGT-7 is uploaded on the website of the Company and can be accessed at <https://www.baanimilk.com/membership/downloads/>.



DETAILS OF APPLICATION UNDER IBC CODE 2016

During the year under review, no application was made and no proceeding was pending under the Insolvency and Bankruptcy Code, 2016.

DETAIL OF DIFFERENCE IN VALUATION

As per Section 134 of Companies Act, 2013, a detail of difference between amount of valuation done at the time of one time settlement and valuation done while taking loan from banks is require to be furnished in Director Report. Since no settlement was undertaken during the year under review, hence it is not applicable on Company.

HUMAN RESOURCE

HR- An Asset

The Company always cares and values its human capital which acts as the bedrock of its success. The HR policies are framed towards creating an environment in which people can develop their full potential for productive as well as creative activities. The Company employs a large number of manpower in different disciplines, mostly at MCCs.

With a view to improve the quality and capabilities of the employees by up-gradation of their knowledge and skill, keeping in view of the fast changing environment various steps have been taken by the Company. It implements its policies through effective communication and interaction to understand and assess the supports required in different Departments and to assess the competency of the individuals and the team and to identify, if the competencies match the role requirements.

Company gives high priority to the Training and Development for upgrading the skill of the employees so that the employees and the organization as a whole can grow effectively and efficiently. The Company has widened the spectrum of the training on various fields like cost control, skill development, disciplinary proceedings, statutory meetings, liaising etc.

Proactive: Focus - Need of the Hour:

Leadership, Stress Management, Creativity in Motivation and Understanding of Employees are more important now than ever before. In order to enhance the Motivation of the employees, a motivational session was organised at Barnala.

For Employee Engagement and improvement of Leadership skills and team building, Cricket tournament among the mix of employees was organised.

Baani has instituted all preventive measures as enunciated by the Central and Punjab state government authorities from time to time. As an initiative, online Knowledge sharing sessions on social platform Zoom/ Webinar were organized.



TEAM BUILDING

Employee engagement and importance of team building are core focus for which various events/celebrations were organized during the year. Second line as well as the subordinates plays a vital role in administration of the events and enhances their leadership skills, further more employees enhance their creativity.

Baani Team played a vital role in curbing the Flood Like situations in Patiala, where the team joined hands with locals to not only getting the employees of Baani Milk producer company Limited to be shifted to a safer place but also helping the local residents to get the basic goods such as Drinkable water and other important goods.





COST SAVING EFFORTS

HR has contributed towards the cost saving efforts of the company in the following way:-

- Minimizing the Staff Recruitment Expenses.
- Training and conferences on social media platform such as Zoom.
- Reduction in Travel expenses for attending external events.

INFORMATION TECHNOLOGY

Your company made significant advancements in its digital transformation journey by deploying an Android-based mobile app for the milk collection process. This app has revolutionized operations by enabling faster real-time data updates, which minimizes manual intervention and significantly reduces errors. The automation of data collection has also resulted in considerable cost savings, improving overall efficiency and productivity.

In addition to these advancements, your company placed a strong emphasis on risk management by implementing a robust disaster recovery solution in the cloud. This proactive measure ensures that our business operations remain uninterrupted in the event of a major disaster. By leveraging cloud technology, we have enhanced our ability to recover critical data and systems quickly, thereby safeguarding the company's continuity and resilience against unforeseen disruptions.

PARTICULARS OF EMPLOYEES

During the period under review, no employee of the Company received salary in excess of the limits as prescribed under the Act. Accordingly, no particulars of employees are being given pursuant to Section 134 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended.

SAFETY AND HEALTH

Hygienic work environment leads to healthy work environment in which the performance of employees enhances. Health and safety of employees are one of the major demand of the time. Baani provides Health and Hygienic work environment to all its employees, especially those who physically handle the milk. Regular medical check-ups and necessary trainings are provided to the employees. The Company has adopted eco-friendly practices, and continuously strive to protect the environment. Regular sanitization of work place along with Pest Control is done to provide a healthy work environment for Healthy and Hygienic Milk.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

During the FY 2023-24, the Company has earned the net profit of Rs. 6.74 crores and hence the provision of CSR under Section 135 of the Companies Act, 2013 are applicable on the Company w.e.f. FY 2024-25. The Company shall spend an amount of Rs. 6,06,888/- towards CSR expenses within the provision of Section 135 of the Companies Act, 2013. Further the Company shall approve the CSR policy and upload it at the website of the Company.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

Conservation of Energy, Technology Absorption:

The Company is in the business of trading in milk and milk products. However, the Company has taken all the necessary steps for conservation of energy and has been sensitive in making progress towards this initiative. Administrative and office operations are conducted in the manner whereby optimum utilization and maximum possible saving of energy is achieved. Further no specific technology is involved in the business activities of Company.

Foreign Exchange earnings and outgo:

Foreign Exchange earnings and outgo are nil during the year under review.

DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and rules made there under, your Company has adopted a Sexual Harassment Policy for women to ensure healthy working environment without fear of prejudice, gender bias and sexual harassment. During the year under review, no complaints were received from any of the employees and no complaints were pending at the beginning of the year.

DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The Company does not have any subsidiary/ Joint Venture or Associate Company

RELATED PARTY TRANSACTIONS

All related party transactions, if any, made during the period ended on 31st March 2024 were on arm's length basis and were in the ordinary course of the business. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors or other designated persons. Thus, disclosure in Form AOC-2 is not required. However, the disclosure of transactions with related party for the year, as per Accounting Standard -18 Related Party Disclosures is given in Notes to the Balance Sheet as on 31st March, 2024.

RISK MANAGEMENT POLICY

The Board of Directors of your Company has formulated the risk management policy which seeks to identify the risks inherent in business operations of the Company and provides guidelines to define, measure, report, control and mitigate the identified risks.

VIGIL MECHANISM POLICY

Pursuant to the provisions of Section 177 (9) & (10) of the Companies Act, 2013, the Company has established a vigil mechanism policy to provide appropriate avenues to the directors and employees to bring to the attention of the Management, their genuine concerns about behaviour of employees. During the financial year 2023-24, no cases under this mechanism were reported to the Company. A copy of the Vigil Mechanism as approved by the board may be accessed at <https://www.baanimilk.com/policies>.

COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE THEIR DUTIES

The provisions of section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

During the year under review, no such order has been passed that impact the going concern status and company's operation in future.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

According to relevant provision of Companies Act, the company has not given any loans or guarantees, make investment during the year under review within the provision of Section 186 of Companies Act, 2013.

MEETINGS

During the financial year 2023-24, Six (6) meetings of Board of Directors of the Company were duly convened as per detail mentioned hereunder:

Board Meeting No.	Date of Board Meeting	Board Strength	No. of Directors Present
49 th BM	15.05.2023	14	13
50 th BM	12.07.2023	14	14
51 st BM	08.09.2023	15	15
52 nd BM	10.11.2023	15	15
53 th BM	12.01.2024	15	15
54 th BM	20.03.2024	14	13

Further during the period under review, the Nomination Committee had met on 21.06.2023.

Further during the year under review, Six (6) meetings of the Membership Related Committee were held on 04.05.2023, 30.06.2023, 23.08.2023, 18.10.2023, 26.12.2023 and 01.03.2024.

STAKEHOLDERS RELATIONSHIP COMMITTEE

During the year under review a meeting of the Stakeholder Relation Committee was held on 29.03.2024. The following are members of the Stakeholder Relation Committee:

- Mr. Bhupinder Singh
- Mrs. Ranjit Kaur,
- Mr. Narinder Singh Bahga

Sh. Bhupinder Singh is the Chairman of the Committee.

The committee met once, details of which are mentioned below:

Stakeholders Relationship Committee Meeting No.	Date of Committee Meeting	Committee Strength	No. of Members Present
3 rd	29.03.2024	3	3

During the year under review 7 nos. of grievance were reported and resolved.

SECRETARIAL STANDARDS OF ICSI

A proper systems and process for complying with the requirements of applicable Secretarial Standards issued by the Institute of Company Secretaries of India ('ICSI') is being placed in Company and that such systems were adequate and operating effectively.

AWARDS

Baani Milk Producer Company Limited is one of the most ethical organisation for all its Producer Members and Employees. While practising the best work practices, Baani Milk Producer Company Limited has achieved many milestones. Baani participated in many national and international events during the year. Some of the notable events were IDEA (Indian Dairy Engineers Association) organised an event at GADVASU, Ludhiana; PDFA International Dairy & Agri Expo 2024, Jagraon, etc.

Baani Milk Producer Company Limited team is working with commitment and zeal round the clock.

ACKNOWLEDGEMENT

The Board of Directors would like to express its sincere thanks and appreciation for the contributions and support extended by the members of the Company, Government of Punjab, Business Associates and Bankers for their continued support during the year.

Your Directors also take this opportunity to place on record their sincere thanks to National Dairy Development Board, NDDDB Dairy Services and Mother Dairy Fruit & Vegetable Private Limited for providing encouragement and continuous support.

The Board also extends its gratitude towards the enthusiastic co-operation, hard work and dedication of all the employees of the company and all concerned without which it would not have been possible to achieve all round progress and growth of the Company.

For and on behalf of the Board of Directors

Sd/-

(Bhupinder Singh)

Chairman & Director

(DIN : 08507477)

Date: 19.07.2024

Place: Patiala

INDEPENDENT AUDITOR'S REPORT

To The Members of Bani Milk Producer Company Limited Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Bani Milk Producer Company Limited** ("the Company"), which comprise the Balance Sheet as at 31 March, 2024, and the Statement of Profit and Loss, the Cash Flow Statement for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2024, and its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the Director's Report, but does not include the financial statements and our auditor's report thereon.
- Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards specified under section 133 of the Act. 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 judgements 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Company's Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 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 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements 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 the 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 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 standalone 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 financial controls 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.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report 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.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for not complying with the requirement of audit trail as stated in (i)(vi) below.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31 March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) The modifications relating to the maintenance of accounts and other matters connected therewith, is as stated in paragraph (b) above.
 - g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 29 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 42 to the financial statements, no funds 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 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 ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 42 to the financial statements, no funds have been received by the Company from in any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company 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.

(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with section 123 of the Act, as applicable.

As stated in note 31 to the financial statements, the Board of Directors of the Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend proposed is in accordance with section 123 of the Act, as applicable.

- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that:
- a. in respect of one software the audit trail feature was not enabled for certain tables at the application level and at database level to log any direct data changes; and
 - b. in respect one software used for maintaining purchase records did not have a feature of recording audit trail (edit log) facility.

Further, during the course of our audit, subject to above, we did not come across any instance of audit trail feature being tampered with, in respect of accounting software for the period for which the audit trail feature was operating.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the year ended 31 March, 2024.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As required by Section 378ZG of the Part IV of the Companies Act, 2013, we give in the "Annexure C" a statement on the matters specified in that Section.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Sd/-
Jitendra Agarwal
Partner
(Membership No. 87104)
(UDIN: 24087104BKCUFQ3256)

Place: Gurugram
Date: 19 July, 2024

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls with reference to financial statements of Baani Milk Producer Company Limited ("the Company") as at 31 March, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March, 2024, based on the criteria for internal financial control with reference to financial statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Place: Gurugram
Date: 19 July, 2024

Sd/-
Jitendra Agarwal
Partner
(Membership No. 87104)
(UDIN: 24087104BKCUFQ3256)

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 under 'Reports on Other Legal and Regulatory Requirements' section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of accounts and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - B. The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Property, Plant and Equipment were physically verified during the year by the Management which, in our opinion, provides for physical verification at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company does not have any immovable properties and hence reporting under clause (i)(c) of the Order is not applicable.
- (d) The Company has not revalued any of its property, plant and equipment and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at 31 March, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventories except for goods-in-transit, were physically verified during the year by the Management at reasonable intervals. In our opinion and based on information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. In respect of goods in transit, the goods have been delivered subsequent to the year-end and confirmations have been obtained from the parties. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories/alternate procedures performed as applicable, when compared with the books of account.
 - (b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions on the basis of security of current assets, and hence reporting under clause (ii)(b) of the Order is not applicable.
- (iii) The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the Order is not applicable.

- (iv) The Company has not granted any loans, made investments or provided guarantees or securities and hence reporting under clause (iv) of the Order is not applicable.
- (v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause (v) of the Order is not applicable.
- (vi) The maintenance of cost records has not been specified for the activities of the Company by the Central Government under section 148(1) of the Companies Act, 2013.
- (vii) In respect of statutory dues:
- (a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Income-tax, cess and other material statutory dues applicable to the Company have been generally deposited by it with the appropriate authorities in all cases during the year.

There are no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Income-tax, cess and other material statutory dues in arrears as at 31 March, 2024 for a period of more than six months from the date they became payable.

- (b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on 31 March, 2024 on account of disputes are given below:

Name of Statute	Nature of Dues	Amount involved* (in INR lakhs)	Amount paid under protest (in INR lakhs)	Year to which the Amount Relates	Forum where Dispute is Pending
Income Tax Act, 1961	Income Tax	77.82	15.50	AY 2022-23	Commissioner of Income tax (Appeals)
Punjab Goods and Services Tax Act, 2017 and Central Goods and Services Tax Act, 2017	Goods and Services Tax	1.15	-	FY 2019-20	Appellate Authority (GST)

* Excludes statutory interest which is subject to final order.

- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix) (a) The Company has not defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

- (c) The term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained, other than temporary deployment pending application in respect of term loans raised towards the end of the year.
- (d) On an overall examination of the financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(e) of the Order is not applicable.
- (f) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.
(b) During the year, the Company has not made any preferential allotment or private placement of shares or fully, partly and optionally convertible debentures and hence reporting under clause (x)(b) of the Order is not applicable.
- (xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
(c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) The Company is in compliance with section 188 of the Companies Act for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards. The Company is a private company and hence the provisions of section 177 of the Companies Act, 2013 are not applicable to the Company.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
(b) We have considered, the internal audit reports issued to the Company during the year and covering the period from April 2023 to September 2023 and the final of the internal audit reports which were issued after the balance sheet date covering the period October 2023 to March 2024 for the period under audit.
- (xv) During the year, the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable.
- There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly, reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company was not having net worth of Rupees five hundred crore or more, or turnover of Rupees one thousand crore or more or a net profit of Rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Sd/-
Jitendra Agarwal
Partner
(Membership No. 87104)
(UDIN: 24087104BKCUFQ3256)

Place: Gurugram
Date: 19 July, 2024

ANNEXURE C TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 3 under 'Reports on Other Legal and Regulatory Requirements' section of our report of even date)

- a) The amount of debts due from sale of goods and services are as disclosed in note 18 to the financial statements. According to the information and explanations given to us, no debts are considered as doubtful of recovery.
- b) According to the information and explanations given to us, cash on hand as at year-end has been physically verified by the management and no discrepancies were noticed on such verification. According to the information and explanations given to us, the Company does not hold any investment securities.
- c) The details of assets and liabilities as at 31 March, 2024 are as per the financial statements of the Company as at and for the year ended 31 March, 2024.
- d) In our opinion and according to the information and explanations given to us, the Company has not done any transaction which appears to be contrary to the provisions of Chapter XXIA of the Companies Act, 2013.
- e) According to the information and explanations given to us, the Company has not granted any loan to its directors.
- f) According to the information and explanations given to us, the Company has not given any donations or subscriptions during the year.
- g) According to the information and explanations given to us, there are no other matters except stated above.

For S. B. Billimoria & Co. LLP
Chartered Accountants
(Registration No. 101496W/W100774)

Sd/-
Jitendra Agarwal
Partner
(Membership No. 87104)
(UDIN: 24087104BKCUFQ3256)

Place: Gurugram
Date : 19 July, 2024

BAANI MILK PRODUCER COMPANY LIMITED
BALANCE SHEET AS AT MARCH 31, 2024
CIN NO.- U01403PB2014PTC038826

	Note No.	As at March 31, 2024	As at March 31, 2023
		Rupees in Lakhs	Rupees in Lakhs
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital	3	1,409.99	1,396.88
(b) Reserves and surplus	4	<u>2,282.49</u>	<u>1,891.30</u>
		<u>3,692.48</u>	<u>3,288.18</u>
2. Share application money pending allotment	30	62.77	25.26
3. Deferred grant	5	237.75	231.07
4. Non - current liabilities			
(a) Long term borrowings	6	118.37	-
(b) Other long-term liabilities	7	341.98	348.69
(c) Long term provisions	8	<u>2.45</u>	<u>24.24</u>
		<u>462.80</u>	<u>372.93</u>
5. Current liabilities			
(a) Short term borrowings	9	7,170.71	6,798.73
(b) Trade payables	10		
(i) Total outstanding dues of micro and small enterprises		117.26	81.13
(ii) Total outstanding dues of creditors other than micro and small enterprises		2,857.25	2,293.26
(c) Other current liabilities	11	1,894.69	377.04
(d) Short - term provisions	12	<u>67.79</u>	<u>-</u>
		<u>12,107.70</u>	<u>9,550.16</u>
Total		<u>16,563.50</u>	<u>13,467.60</u>
B. ASSETS			
1. Non - current assets			
(a) Property, Plant and Equipment			
(i) Property, Plant and Equipment	13	675.48	766.08
(ii) Intangible assets	13	23.54	25.38
(b) Deferred tax assets (net)	14	26.46	22.79
(c) Long term loans and advances	15	133.40	133.90
(d) Other non-current assets	16	<u>3,149.88</u>	<u>2,645.63</u>
		<u>4,008.76</u>	<u>3,593.78</u>
2. Current assets			
(a) Inventories	17	370.69	767.42
(b) Trade receivables	18	8,682.18	8,434.84
(c) Cash and cash equivalents	19	3,383.28	532.66
(d) Short - term loans and advances	20	115.86	107.21
(e) Other current assets	21	<u>2.73</u>	<u>31.69</u>
		<u>12,554.74</u>	<u>9,873.82</u>
Total		<u>16,563.50</u>	<u>13,467.60</u>

See accompanying notes forming part of the financial statements

In terms of our report attached

For S.B. Billimoria & Co LLP
Chartered Accountants

Sd/-
Jitendra Agarwal
Partner

For and on behalf of the Board of Directors

Sd/-
Bhupinder Singh
Chairman
DIN: 08507477

Sd/-
Rajesh Saini
DGM - Legal & CS
M.No.A15497

Place: Patiala
Date: 19.07.2024

Sd/-
Kulpreet Rishi
Director
DIN: 08860867

Sd/-
Punit Sharma
DGM - Finance & Accounts

Sd/-
Dr Navdeep Kumar
Chief Executive &
Director
DIN: 10617607

BAANI MILK PRODUCER COMPANY LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024
CIN NO.- U01403PB2014PTC038826

	Note No.	Year ended March	Year ended March
		31, 2024	31, 2023
		Rupees in Lakhs	Rupees in Lakhs
1. Revenue from operations	22	61,445.77	51,364.70
2. Other income	23	304.02	210.96
3. Total Income (1+2)		61,749.79	51,575.66
4. EXPENSES			
(a) Purchases of stock-in-trade	24	56,955.90	48,433.91
(b) Changes in inventories of stock-in-trade	25	390.83	(568.10)
(c) Employee benefits expense	26	726.64	762.90
(d) Finance costs	27	390.90	300.24
(e) Depreciation and amortisation expense	13	160.60	155.52
(f) Other expenses	28	2,451.31	2,514.06
Total expenses		61,076.18	51,598.53
5. Profit/(Loss) before tax (3-4)		673.61	(22.87)
6. Tax expense:			
(a) Current tax		189.00	5.00
(b) Deferred tax charge / (credit)		(3.67)	(7.43)
(c) Short / (excess) provision of tax relating to prior years		(0.69)	0.32
Net tax expense (a+b+c)		184.64	(2.11)
7. Profit/(Loss) for the year (5-6)		488.97	(20.76)
8. Earnings per equity share:	35		
(Nominal value Rs. 100 per share)			
(a) Basic		34.53	(1.56)
(b) Diluted		34.51	(1.56)

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For S.B. Billimoria & Co LLP

Chartered Accountants

Sd/-
Jitendra Agarwal
Partner

Sd/-
Bhupinder Singh
Chairman
DIN: 08507477

Sd/-
Kulpreet Rishi
Director
DIN: 08860867

Sd/-
Dr Navdeep Kumar
Chief Executive &
Director
DIN: 10617607

Sd/-
Rajesh Saini
DGM - Legal & CS
M.No.A15497

Sd/-
Punit Sharma
DGM - Finance &
Accounts

Place: Gurugram
Date: 19.07.2024

Place: Patiala
Date: 19.07.2024

BAANI MILK PRODUCER COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024
CIN NO.- U01403PB2014PTC038826

	Year ended March 31, 2024 Rupees in Lakhs	Year ended March 31, 2023 Rupees in Lakhs
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit/(Loss) before tax	673.61	(22.87)
Adjustments For :		
Finance costs	386.09	300.24
Interest income	(220.07)	(155.34)
Profit on sale of property, plant and equipment	(31.35)	(26.18)
Provision for employee benefits	(21.79)	8.02
Depreciation and amortisation expense	160.60	155.52
Operating Profit before working capital changes	947.09	259.39
Adjustments for movement in working capital:		
(Increase)/decrease in inventories	396.73	(581.47)
(Increase)/decrease in trade receivables	(247.34)	111.57
(Increase)/decrease in long term loans and advances	0.94	0.67
(Increase)/decrease in short term loans and advances	(8.65)	(28.73)
(Increase)/decrease in other non-current assets	(341.99)	(1,694.21)
(Increase)/decrease in other current assets	14.34	(14.85)
Increase/(decrease) in trade payables	600.13	224.28
Increase/(decrease) in other long term liabilities	(6.71)	26.95
Increase/(decrease) in other current liabilities	1,460.39	162.10
Cash generated from operations	2,814.93	(1,534.30)
Net income tax (paid) (net of refunds)	(120.95)	(116.04)
Net cash flow from/(used in) operating activities - (A)	2,693.98	(1,650.34)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Net proceeds from bank balances not considered as Cash and cash equivalents	(325.17)	1,567.54
Purchase of property, plant and equipment	(3.81)	(149.42)
Proceeds from sale of property, plant and equipment	34.65	32.99
Interest received	72.42	193.20
Net cash flow from / (used in) investing activities - (B)	(221.91)	1,644.31
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of equity share capital (net of proceeds from issue of equity share capital)	(12.15)	78.26
Share application money received	62.77	25.26
Proceeds from long term borrowings	118.37	-
Proceeds from short term borrowings	371.98	238.61
Dividend Paid	(105.73)	(92.55)
Finance costs paid	(381.86)	(283.09)
Net cash flow from / (used in) financing activities - (C)	53.38	(33.51)
Net increase in Cash and cash equivalents (A+B+C)	2,525.45	(39.54)
Cash and cash equivalents at beginning of the year	106.24	145.78
Cash and Cash equivalents at the end of the year	2,631.69	106.24
Cash and cash equivalents comprises:		
Cash in hand	1.00	0.58
Balances with banks:		
- in current accounts	200.67	105.66
- in saving accounts	2,430.02	-
Cash and cash equivalents as per Cash Flow Statement	2,631.69	106.24
Add: Bank balances not considered as Cash and cash equivalent		
- Deposits (original maturity less than 3 months)	410.00	-
- Deposits (original maturity more than 3 months but upto 12 months)	110.00	100.00
- Balances held as security against bank borrowings	222.50	309.36
- In earmarked accounts - Unpaid dividend accounts	9.09	17.06
Cash and bank balances as per Balance Sheet (See Note 19)	3,383.28	532.66

The amount in saving account with banks can be utilised only for the specific identified purposes i.e for JICA (Japanese International Corporation Agency) project.

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For S.B. Billimoria & Co LLP
Chartered Accountants

Sd/-
Jitendra Agarwal
Partner

Sd/-
Bhupinder Singh
Chairman

DIN: 08507477

Sd/-
Rajesh Saini
DGM - Legal & CS
M.No.A15497

Sd/-
Kulpreet Rishi
Director

DIN: 08860867

Sd/-
Punit Sharma
DGM - Finance &
Accounts

Sd/-
Dr Navdeep Kumar
Chief Executive &
Director
DIN: 10617607

Place: Gurugram
Date: 19.07.2024

Place: Patiala
Date: 19.07.2024



Notes forming part of the financial statements

1. Corporate information

Baani Milk Producer Company Limited ("the Company") was incorporated on August 11, 2014 under Part IXA of the Companies Act, 1956.

The Company has started the procurement operations in the state of Punjab from 6th November, 2014. The Company procures milk directly from milk producers through 'Milk Pooling Points' (MPP) in villages of Punjab and sells to Institutional Buyers. The Company also trades in 'Polypack Milk' (PPM), Ghee, Curd, Skimmed Milk Powder, Other Milk Products and Cattle Feed.

2. Significant accounting policies

The significant accounting policies are as follows:

a. Basis of accounting

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") The financial statements are prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the period in which results are known/materialize.

c. Cash and cash equivalents (for the purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

d. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

e. Revenue recognition

Sales are recognized, net of returns and trade discounts, on transfer of significant risk and rewards of ownership to the buyers, which generally coincides with the delivery of goods to customers.

f. Other income

Interest income on deposits is recognized on an accrual basis.

g. Property, Plant and Equipment and Intangible Assets

Property, Plant and Equipment

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of Property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying Property, plant and equipment up to the date the asset is ready for its intended use. Subsequent expenditure on Property, plant and equipment after its purchase is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previous assessed standard of performance.

Intangible assets

Intangible assets are stated at their cost of acquisition, less accumulated amortization and impairment losses. An intangible asset is recognized, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. The depreciable amount of intangible assets is allocated over the best estimate of its useful life on a straight-line basis.

The company capitalizes software costs where it is reasonably estimated that the software has an enduring useful life. Software is depreciated over the management's estimate of its useful life of three years.

h. Capital work-in-progress

Assets which are not ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest if any.

i. Depreciation and amortisation

Depreciation on tangible assets has been provided on straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the life of the assets assessed as under based on technical advice, taking into account the nature of asset, the estimated usage of assets, the operating condition of the asset, past history of replacements, anticipated technological changes, manufactured warranties and maintenance support etc.

The useful life considered for charging depreciation is as follows:

Description	Useful life (in years)
Plant and equipment	10
Milk Cans/ Milk pouch crates*	3
Batteries for DPMCU*	5
(*included in Plant and equipment)	

Depreciation is provided pro-rata from the date of addition.

j. Inventories

Inventories comprise finished goods and stores and spares. Inventories are valued at lower of cost and net realizable value after providing for obsolescence and other losses, where considered necessary. Cost is determined using weighted average method. Cost includes all charges incurred in bringing the inventories to their present location and condition. Finished goods include appropriate proportion of overheads.

k. Grants

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidies will be received. Government grants related to depreciable Property, plant and equipment are treated as deferred grants which is recognised in the statement of profit and loss on a systematic and rational basis over the useful life of the asset, i.e., depreciation charge on assets procured from such grants is appropriated from Deferred Grant and recognized in the Statement of Profit and Loss by way of reduced depreciation charge.

Revenue government grants and subsidies are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis and are deducted in reporting the related expense.

l. Employee benefits

Employee benefits include Provident Fund, Employee State Insurance scheme, Gratuity and compensated absences.

a. Defined contribution plans

The Company's contributions to Provident Fund and Employees State Insurance scheme is considered as defined contribution plan and are charged to the Statement of Profit and Loss based on the amount of contributions required to be made as and when services are rendered by the employees.

b. Defined benefit plans

Gratuity is considered as defined benefit plan. Gratuity is provided based on actuarial valuation carried out at the balance sheet date. The incremental liability based on an actuarial valuation as per the 'Projected Unit Credit' method, as at the reporting date, is charged to the Statement of Profit and Loss Account. Actuarial gains and losses are recognized in the Statement of Profit and Loss.

c. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the services. These benefits include performance incentives and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related services.

d. Long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of the defined benefit obligation as at the balance sheet date on the basis of actuarial valuation.

m. Earnings per share

Basic earnings per share is computed by dividing the net profit after tax by weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year as adjusted to the effects of all dilutive potential equity shares, except where results are anti-dilutive.

n. Taxes on income

Income tax comprises current tax and deferred tax. Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognized on timing differences; being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized. However, if there are unabsorbed depreciation and carry forward losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realize such assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legal enforceable right for such set off.

o. Borrowing cost

Borrowing costs includes interest and ancillary costs incurred. Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset, pertaining to the period from commencement of activities relating to construction/development of qualifying asset upto the date of capitalization of such asset, are capitalized as part of the cost of that asset. All other borrowing costs are recognized as an expense in the statement of profit and loss in the year in which they are incurred.

p. Impairment of assets

At each balance sheet date, the Company reviews the carrying values of its Property, plant and equipment to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an assets net selling price and value in use. In assessing value in use the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-discount rate that reflects the current market assessments of time value of money and the risks specific to the asset.

Reversal of impairment loss is recognized as income in the statement of profit and loss.

q. Segment Information

Business Segments (Primary)

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organization and management structure. The Company is primarily engaged in procurement and sale of milk and milk products. This has been considered as a single business segment.

r. Provisions and contingencies

A provision is recognized when the Company has present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions (excluding employee benefits) are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent Assets are not recognized in the financial statements. Contingent liabilities are disclosed in the notes to accounts.

s. Leases

Lease arrangements where the risks and rewards incident to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rent under operating leases are recognized in the statement of profit and loss account on straight line basis over the lease term.

t. Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

Note 3: Share Capital

	As at March 31, 2024		As at March 31, 2023	
	Number of shares in Lakhs	Amount Rupees in Lakhs	Number of shares in Lakhs	Amount Rupees in Lakhs
(a) Authorised share capital				
Equity Shares of Rs. 100 each	<u>20.00</u>	<u>2,000.00</u>	<u>20.00</u>	<u>2,000.00</u>
(b) Issued, subscribed and fully paid up share capital				
Equity Shares of Rs. 100 each	<u>14.10</u>	<u>1,409.99</u>	<u>13.97</u>	<u>1,396.88</u>

See notes (i) to (v) below

Notes:

(i) Rights, preferences and restrictions attached to shares

The Company has issued one class of equity shares having face value of Rs. 100 each. Each member is entitled to one vote. Members are entitled to limited return i.e. dividend and bonus in accordance with Article of Association of the Company. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential liabilities. The distribution will be in proportion to the number of equity shares held by the shareholders.

(ii) Reconciliation of number of equity shares and amount outstanding at the beginning and at the end of the year:

	As at and for the year ended March 31, 2024		As at and for the year ended March 31, 2023	
	Number of shares in Lakhs	Amount Rupees in Lakhs	Number of shares in Lakhs	Amount Rupees in Lakhs
Shares outstanding at the beginning of the year	13.97	1,396.88	12.62	1,262.13
Shares issued during the year	3.76	376.00	3.99	398.92
Shares cancelled / surrendered during the year	(3.63)	(362.89)	(2.64)	(264.17)
Shares outstanding at the end of the year	<u>14.10</u>	<u>1,409.99</u>	<u>13.97</u>	<u>1,396.88</u>

(iii) None of the member holds 5% or more of the share capital of the Company.

(iv) No share has been issued for a consideration other than cash or by way of bonus shares during the year or 5 years immediately preceding the financial year.

(v) Details of the shares held by Promoters:

Sr. No.	Promoter Name	Share held by Promoters at the end of the year				
		31 March, 2024		31 March, 2023		% Change during the year
		No of Shares	% of total shares	No of Shares	% of total shares	
1	Pawanjeet Singh	102	0.0072%	69	0.0049%	47.83%
2	Gagandeep Singh	5	0.0004%	5	0.0004%	0.00%
3	Rajpal Singh	46	0.0033%	20	0.0014%	130.00%
4	Gurpiar Singh	-	0.0000%	5	0.0004%	-100.00%
5	Gurmit Kaur	27	0.0019%	27	0.0019%	0.00%
6	Ranjit Kaur	210	0.0149%	210	0.0150%	0.00%
7	Kulwinder Singh	433	0.0307%	433	0.0310%	0.00%
8	Gurpyar Singh	5	0.0004%	5	0.0004%	0.00%

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	As at March 31, 2024 Rupees in Lakhs	As at March 31, 2023 Rupees in Lakhs
Note 4: Reserves and surplus		
(a) General reserve		
Opening balance	1,912.06	1,912.06
Add: Transferred from surplus in statement of Profit and Loss	257.63	-
Closing balance	2,169.69	1,912.06
(b) Surplus in Statement of Profit and Loss		
Opening balance	(20.76)	88.35
Profit/(Loss) for the year	488.97	(20.76)
Less:		
(i) Final limited return i.e.dividend to equity shareholders for the year ended 31 March, 2023 (Rs.7/share)/ 31 March, 2022 (Rs.7/share)	97.78	88.35
(ii) Transferred to General reserve	257.63	-
Closing balance	112.80	(20.76)
	2,282.49	1,891.30
Note 5: Deferred grant		
(a) Opening balance	231.07	279.14
(b) Add: Capital grant utilised during the year (see note 38)	54.94	-
(c) Less: Assets disposed during the year (see note 13)	9.36	9.05
(d) Less: Depreciation on assets acquired from capital grant (see note 13)	47.71	47.57
(e) Add: Depreciation on disposal of assets (see note 13)	8.81	8.55
(f) Closing balance	237.75	231.07
Note 6: Long term borrowings		
Secured		
(a) Term loan from National Dairy Development Board (NDDB)	118.37	-
	118.37	-
Less: current maturity of long term borrowings	-	-
	118.37	-
(i) Details of Security provided in respect of secured long-term borrowings is as under:		
The term loan from NDDB is secured by first charge over the moveable Property, Plant and Equipment of the Company, present and future, subject to prior charges created and/or to be created in favour of the Company's bankers.		
(ii) Details of terms of repayment for the long term borrowings is as under:		
(a) Term Loan from NDDB:-		
The term loan of Rs.1318.29 lacs was sanctioned by National Dairy Development Board in financial year 2023-24 out of which an amount of Rs.790.88 lacs was received by the Company upto 31 March, 2024. The loan carries interest @1.50% per annum and is repayable in 96 equated monthly instalments within a period of 10 years with a moratorium period of 2 years on principal repayment from the date of first release of funds. Repayment of principal and interest is to be made on monthly basis.		
Further, the Company had classified Rs 672.51 lakhs as Short-term borrowings considering the conditions specified in the sanction letter of loan.		
Note 7: Other long-term liabilities		
(a) Trade/security deposits received	341.98	348.69
	341.98	348.69
Note 8: Long term provisions		
(a) Provision for employee benefits:		
(i) For compensated absences (net of Leave encashment fund Rs.132.08 lakhs; previous year Rs.101.11 lakhs)	1.62	24.24
(ii) For gratuity (net of Gratuity fund Rs.112.10 lakhs; previous year Rs.Nil)	0.83	-
	2.45	24.24

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	As at March 31, 2024	As at March 31, 2023
	Rupees in Lakhs	Rupees in Lakhs
Note 9: Short term borrowings		
From banks:		
(a) Secured		
Working capital loan repayable on demand (see note i below)	-	414.38
(b) Unsecured		
Bills discounting facility from bank (see note ii below)	6,498.20	6,384.35
Term Loan other than Banks:		
(a) Secured		
Term loan from National Dairy Development Board (NDDB) (see note 6(ii)(a))	672.51	-
	<u>7,170.71</u>	<u>6,798.73</u>
(i) The Company has taken working capital loan in the nature of bank overdraft facility from Axis Bank for a period of 12 months which is repayable on demand. During the current year, interest rate is Repo Rate+2% p.a (average rate 8.50%) (previous year Repo rate +2%, average rate 8.02%). The loan is secured against fixed deposits with the bank and current assets of the Company.		
(ii) The Company has availed of the bill discounting facility from the bank for the period upto 90 days from the date of the invoice. This interest rate is Repo Rate p.a (average rate 6.50%) (previous year Repo rate +0.20%, average rate 5.34%).		

Note 10: Trade payables
(Other than acceptances)

(a) Total outstanding dues of micro enterprises and small enterprises (See note 39)	117.26	81.13
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,857.25	2,293.26
	<u>2,974.51</u>	<u>2,374.39</u>

10.1 Trade payables ageing schedule for the year ended as on March 31, 2024:

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
- MSME	86.72	30.54	-	-	-	117.26
- Others	24.25	2,832.61	0.30	0.09	-	2,857.25
- Disputed Dues - MSME	-	-	-	-	-	-
- Disputed Dues - Others	-	-	-	-	-	-
Total	110.97	2,863.15	0.30	0.09	-	2,974.51

10.2 Trade payables ageing schedule for the year ended as on March 31, 2023:

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
- MSME	65.63	15.50	-	-	-	81.13
- Others	63.11	2,229.75	0.19	0.21	-	2,293.26
- Disputed Dues - MSME	-	-	-	-	-	-
- Disputed Dues - Others	-	-	-	-	-	-
Total	128.74	2,245.25	0.19	0.21	-	2,374.39

Note 11: Other current liabilities

(a) Interest accrued but not due on borrowings	51.84	47.61
(b) Unclaimed dividends	9.09	17.06
(c) Advances from customers	63.73	199.33
(d) Payable for Membership cancellation	42.79	47.51
(e) Trade/security deposits received	54.46	18.85
(f) Grant Received (net of utilisation) (see note 38(ii))	1,581.34	-
(g) Statutory remittances	30.45	46.68
(h) Payable for purchase of property, plant and equipment	60.99	-
	<u>1,894.69</u>	<u>377.04</u>

Note 12: Short term provisions

(a) Provision for income tax (net of advance tax of Rs.125.50 lakhs; Previous year Rs.Nil)	67.79	-
	<u>67.79</u>	<u>-</u>

BAANTI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

Note 13: Property, Plant and Equipment

Particulars	Gross block			Deletions during the year	As at March 31, 2024	As at April 1, 2023	Accumulated depreciation On disposal	As at March 31, 2024	Amount in Rupees Lakhs	
	As at April 1, 2023	Additions during the year	As at March 31, 2024						As at March 31, 2024	Net block As at March 31, 2023
(a) Tangible assets (owned)										
Plant and equipment	2,100.89 (1,997.97)	110.48 (145.80)	38.20 (42.88)	2,173.17 (2,100.89)	1,373.92 (1,220.98)	1,534.05 (1,373.92)	35.49 (36.95)	639.12 (726.97)	726.97 (777.39)	
Furniture and fixtures	118.41 (121.53)	1.94 -	4.08 (3.12)	116.27 (118.41)	97.05 (93.09)	101.25 (97.05)	3.21 (2.96)	15.02 (21.36)	21.36 (28.44)	
Office equipment	40.40 (41.06)	1.30 (1.12)	0.73 (1.78)	40.97 (40.40)	35.80 (35.22)	36.87 (4.60)	0.69 (1.60)	4.10 (4.60)	4.60 (5.84)	
Computers	245.13 (266.20)	5.66 -	4.95 (21.07)	245.84 (245.13)	231.98 (230.90)	228.60 (231.98)	4.71 (20.01)	17.24 (13.15)	13.15 (15.30)	
Total	2,504.93 (2,426.76)	119.38 (146.92)	47.96 (68.85)	2,576.25 (2,504.83)	1,738.75 (1,599.79)	1,903.77 (1,738.75)	44.10 (61.52)	675.48 (766.08)	766.08 (826.97)	
(b) Intangible assets (other than self generated)										
Computer software	429.10 (426.62)	0.35 (2.48)	-	429.45 (429.10)	403.72 (401.11)	405.91 (403.72)	-	23.54 (25.38)	25.38 (25.51)	
Total (B)	429.10 (426.62)	0.35 (2.48)	-	429.45 (429.10)	403.72 (401.11)	405.91 (403.72)	-	23.54 (25.38)	25.38 (25.51)	
Total (A + B)	2,933.93 (2,853.38)	119.73 (149.40)	47.96 (68.85)	3,005.70 (2,933.93)	2,142.47 (2,000.90)	2,309.68 (2,142.47)	44.10 (61.52)	699.02 (791.46)	791.46 (852.48)	

Notes:

(1) Depreciation and amortisation expense

	Year ended 31-Mar-24	Year ended 31-Mar-23
Intangible assets	206.12	200.48
Plant and equipment	27.19	27.61
Furniture and fixtures	4.61	47.57
Office equipment	47.71	
Computers		
Total	160.60	155.52

(ii) Figures in brackets represent previous year figures

(iii) The details of assets purchased out of capital grant and included in the above schedule are given below (see note 38):

Particulars	Gross block			Deletions during the year	As at March 31, 2024	As at April 1, 2023	Accumulated depreciation On disposal	As at March 31, 2024	Amount in Rupees Lakhs	
	As at April 1, 2023	Additions during the year	As at March 31, 2024						As at March 31, 2024	Net Block As at 31 March, 2023
(a) Tangible assets (owned)										
Plant and equipment	583.15 (585.13)	54.94 -	1.54 (1.98)	636.55 (583.15)	384.62 (339.04)	430.79 (384.62)	1.39 (1.83)	205.76 (198.53)	198.53 (246.09)	
Furniture and fixtures	44.53 (47.65)	-	2.51 (3.12)	42.02 (44.53)	41.89 (44.70)	39.66 (41.89)	2.38 (2.97)	2.36 (2.64)	2.64 (2.95)	
Office equipment	14.01 (14.01)	-	0.36 -	13.65 (14.01)	13.31 (13.31)	12.97 (13.31)	0.34 -	0.68 (0.70)	0.70 (0.70)	
Computers	212.01 (215.96)	-	4.95 (3.95)	207.06 (212.01)	201.41 (205.16)	196.71 (201.41)	4.70 (3.75)	10.35 (10.60)	10.60 (10.80)	
Total (A)	853.70 (862.75)	54.94 -	9.36 (9.05)	899.28 (853.70)	641.23 (602.21)	680.13 (641.23)	8.81 (8.55)	219.15 (212.47)	212.47 (260.54)	
(b) Intangible assets (other than self generated)										
Computer software	371.89 (371.89)	-	-	371.89 (371.89)	353.29 (353.29)	353.29 (353.29)	-	18.60 (18.60)	18.60 (18.60)	
Total (B)	371.89 (371.89)	-	-	371.89 (371.89)	353.29 (353.29)	353.29 (353.29)	-	18.60 (18.60)	18.60 (18.60)	
Total (A + B)	1,225.59 (1,234.64)	54.94 -	9.36 (9.05)	1,271.17 (1,225.59)	994.52 (955.50)	1,033.42 (994.52)	8.81 (8.55)	237.75 (231.07)	231.07 (279.14)	

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	As at March 31, 2024	As at 31 March, 2023
	Rupees in Lakhs	Rupees in Lakhs
Note 14: Deferred tax assets		
Tax effect of items constituting deferred tax assets:		
a. On difference between book balance and tax balance of property, plant and equipment	24.30	15.95
b. Provision for compensated absences and gratuity	0.62	6.10
c. Provision for doubtful debts	-	0.52
d. Provision for Lease equalization	1.54	0.22
Net deferred tax assets/ (liabilities)	26.46	22.79

Note 15: Long term loans and advances

(Unsecured, considered good)

(a) Advance income tax (Net of provision for tax Rs.344.10 lakhs; previous year Rs.344.79 lakhs)	132.61	132.18
(b) Prepaid expenses	0.79	1.72
	133.40	133.90

Note 16: Other non-current assets

(a) Security deposits	8.59	7.43
(b) Fixed deposits with banks (see note i below)	2,961.24	2,620.42
(c) Interest accrued but not due on bank deposits	180.05	17.78
	3,149.88	2,645.63

(i) These comprise fixed deposits under lien of Rs.1.51 lakhs (previous year Rs. 1.51 lakhs) with sales tax department and Rs.2004.26 lakhs (previous year Rs.1963.44 lakhs) pledged against bank overdraft facility. These fixed deposits have a maturity of more than 12 months from the original date of maturity of fixed deposits.

Note 17: Inventories

(At lower of cost and net realisable value)

(a) Stock-in-trade Raw Milk (including in transit- Rs.293.16 lakhs, previous year Rs.230.64 lakhs)	332.60	243.09
(b) Stock -in-trade - others*	24.15	504.49
(c) Stores and spares	13.94	19.84
	370.69	767.42

*This consists of processed milk products

Note 18: Trade receivables

(a) Outstanding for a period exceeding six months from the date they were due for payment		
(i) - Secured, considered good	-	-
(ii) - Unsecured, considered good	-	-
(iii) - Unsecured, considered doubtful	-	1.32
	-	1.32
Less: Provision for doubtful debts	-	1.32
	-	-
(b) Others		
(i) - Secured, considered good	37.00	26.16
(ii) - Unsecured, considered good	8,645.18	8,408.68
	8,682.18	8,434.84

Trade receivables ageing schedule for the year ended as on March 31, 2024:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months to 1 Year	1-2 Years	2-3 Years	More than 3 years	
i) Undisputed Trade Receivable							
(i) Consider Good	1,969.24	6,712.93	0.01	-	-	-	8,682.18
(ii) Consider Doubtful	-	-	-	-	-	-	-
(ii) Disputed Trade Receivable							
(i) Consider Good	-	-	-	-	-	-	-
(ii) Consider Doubtful	-	-	-	-	-	-	-
	1,969.24	6,712.93	0.01	-	-	-	8,682.18
Less Provision for doubtful debts	-	-	-	-	-	-	-
Total	1,969.24	6,712.93	0.01	-	-	-	8,682.18

Trade receivables ageing schedule for the year ended as on March 31, 2023:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months to 1 Year	1-2 Years	2-3 Years	More than 3 years	
i) Undisputed Trade Receivable							
(i) Consider Good	1,556.04	6,878.80	-	-	-	-	8,434.84
(ii) Consider Doubtful	-	-	-	-	1.32	-	1.32
(ii) Disputed Trade Receivable							
(i) Consider Good	-	-	-	-	-	-	-
(ii) Consider Doubtful	-	-	-	-	-	-	-
	1,556.04	6,878.80	-	-	-	1.32	8,436.16
Less Provision for doubtful debts	-	-	-	-	-	1.32	1.32
Total	1,556.04	6,878.80	-	-	-	-	8,434.84

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	As at March 31, 2024	As at March 31, 2023
	Rupees in Lakhs	Rupees in Lakhs
Note 19: Cash and cash equivalents		
(a) Cash and cash equivalents		
(i) Cash in hand	1.00	0.58
(ii) Balance with banks:		
a) In current accounts	200.67	105.66
b) In saving accounts	2,430.02	-
Cash and cash equivalents (as per AS 3 - Cash flow statement)	2,631.69	106.24
(b) Other bank balances		
(i) In deposit accounts		
- original maturity less than 3 months	410.00	-
- original maturity more than 3 months but upto 12 months	110.00	100.00
(ii) Balances held as security against bank borrowings (see note i below)	222.50	309.36
(iii) In earmarked accounts		
- Unpaid dividend accounts	9.09	17.06
	3,383.28	532.66
Note:		
(i) Fixed deposit amounting to Rs.222.50 lakhs (previous year Rs.309.36 lakhs) have been pledged with bank overdraft facility (see note 9).		
Note 20: Short - term loans and advances		
(Unsecured, considered good)		
(a) Advances to vendors	70.23	48.72
(b) Prepaid expenses	41.48	46.99
(c) Gratuity fund (net of provision for gratuity Rs.Nil; previous year Rs.109.67 lakhs)	-	7.39
(d) Grant receivable from NDDB against MCPP Project (see note 38(i))	4.15	4.11
	115.86	107.21
Note 21: Other current assets		
(Unsecured, considered good)		
(a) Interest accrued but not due on bank deposits	1.43	16.05
(b) Balance with Government Authorities	1.20	15.10
(c) Others	0.10	0.54
	2.73	31.69

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	<u>Year ended March 31, 2024</u>	<u>Year ended March 31, 2023</u>
	Rupees in Lakhs	Rupees in Lakhs
Note 22: Revenue from operations		
(a) Sale of products (see note (i) below)		
(i) Gross Sale	69,491.70	59,729.63
(ii) Less: sale to third party i.e. milk processors for repurchase (see note (i) below)	8,045.93	8,364.93
(iii) Net Sales (see note (ii) below)	<u>61,445.77</u>	<u>51,364.70</u>
Note:		
(i) This represents sales made to third party for processing and packaging of milk and milk products which is re-purchased from them for sale to customers.		
(ii) Sale of products comprises:		
Traded goods		
a. Raw milk	49,756.92	40,509.50
b. Processed milk and milk products	10,467.89	9,678.69
c. Cattle feed & others	1,220.96	1,176.51
Total	<u>61,445.77</u>	<u>51,364.70</u>
Note 23: Other income		
(a) Interest income		
(i) On deposits with banks	220.07	155.34
(ii) On others	16.21	13.37
(b) Other non-operating income		
(i) Membership fee	7.07	9.73
(ii) Profit on sale of property, plant and equipment(net)	31.35	26.18
(iii) Liability no longer required written back	0.76	1.40
(iv) Miscellaneous income	28.56	4.94
	<u>304.02</u>	<u>210.96</u>

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	Year ended March 31, 2024	Year ended March 31, 2023
	Rupees in Lakhs	Rupees in Lakhs
Note 24: Purchases of stock-in-trade		
(a) Raw milk	46,506.25	38,045.45
(b) Processed milk and milk products	9,337.36	9,338.16
(c) Cattle feed and others	1,112.29	1,050.30
	56,955.90	48,433.91

Note 25: Changes in inventories of stock-in-trade

(a) Inventories at the beginning of the year	747.58	179.48
(b) Inventories at the end of the year	356.75	747.58
Net (increase)/decrease in inventories	390.83	(568.10)

Note 26: Employee benefits expense

(a) Salaries and wages	650.60	688.74
(b) Contribution to provident and other funds (See note 32)	68.28	68.99
(c) Staff welfare expenses	7.76	5.17
	726.64	762.90

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	Year ended March 31, 2024	Year ended March 31, 2023
	Rupees in Lakhs	Rupees in Lakhs
Note 27: Finance costs		
(a) Interest on borrowings	386.09	300.24
(b) Interest on delayed payment of income tax	4.81	-
	390.90	300.24

Note 28: Other expenses

(a) Consumption of stores and spares	65.39	72.50
(b) Power and fuel	7.43	7.21
(c) Rent	49.31	39.82
(d) Rates and taxes	15.57	15.52
(e) Contractual and retainership expenses	410.65	370.16
(f) Repair and maintenance - machinery	134.49	149.87
(g) Repair and maintenance - others	103.76	100.70
(h) Freight, forwarding and distribution expenses	1,398.14	1,338.08
(i) Insurance charges	33.14	40.16
(j) Legal and professional fees	19.48	167.98
(k) Printing and stationery	12.10	11.44
(l) Auditor's remuneration (see note (i) below)	18.56	16.83
(m) Travelling and conveyance	84.13	64.32
(n) Communication expenses	16.40	17.84
(o) Advertisement and publicity	46.73	65.43
(p) Miscellaneous expenses	36.03	36.20
	2,451.31	2,514.06

Note:

(i) Auditors' remuneration comprises:

a. Statutory audit fee	13.48	12.26
b. Tax audit fee	1.84	1.67
c. Re-imbusement of expenses	0.41	0.33
d. GST on above	2.83	2.57
	18.56	16.83

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

Note 29: Contingent liabilities and commitments

Particulars	As at March 31, 2024 Rupees in Lakhs	As at March 31, 2023 Rupees in Lakhs
A. Contingent liabilities		
(a) Bank guarantees issued on behalf of the Company		
- Guarantee given to Sale Tax department	1.00	1.00
- Demand from income tax authorities	77.82	-
- Demand from GST authorities	1.15	-
	79.97	1.00
B. Commitments		
Estimated amount of contracts remaining to be executed on Property, Plant and Equipments	341.82	-
	341.82	-

Note 30

The Company had received share application money of Rs.62.77 Lakhs against which Company has allotted 62690 shares and 80 shares are surrendered at the Board Meeting held on May 22, 2024. The shares were allotted within the period specified in Companies Act, 2013.

Note 31

In respect of the year ended March 31, 2024, the directors in their meeting dated 19.07.2024 have proposed a final dividend of Rs.1,12,79,944/- (Rs.8/- per share) to be paid on fully paid equity shares. The equity dividend is subject to approval by shareholders at the Annual General Meeting and has not been included as a liability in the financial statements. The proposed equity dividend is payable to all holders of fully paid equity shares.

Note 32: Employee benefit plans

Defined-contribution plans

The Company offers its employees defined contribution plan in the form of Provident Fund and Family Pension Fund. Provident Fund and Family Pension Fund cover all employees. Provident Fund Contribution is deposited with the Regional Provident Fund Commissioner (RPFC). Both the employees and the Company pay contributions at the rate specified under the Employees Provident Fund and Miscellaneous Provisions Act, 1952.

The Company has recognised expense of Rs.42.39 Lakhs (previous year Rs.44.46 Lakhs) for Provident Fund and Pension Fund contribution in the statement of profit and loss.

Defined-benefits plans

The Company offers its employees defined-benefit plan in the form of a gratuity scheme i.e. a lump sum amount at the time of separation. Benefits under the defined benefit plan are based on years of service and the employee's compensation immediately before separation. Commitments are actuarially determined at year-end. The gratuity scheme covers all employees. Actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to the statement of Profit and Loss.

The following tables sets out the funded status of the defined benefit plan in respect of gratuity and amount recognised in the financial statements.

i. Change in defined benefit obligation

	As at March 31, 2024 Rupees in lakhs	As at March 31, 2023 Rupees in lakhs
Present value of obligations at the beginning of the year	109.67	96.55
Interest cost	7.25	6.58
Current service cost	14.63	16.19
Benefits paid	(22.63)	(11.41)
Actuarial (gain)/loss on obligation	4.01	1.76
Present value of obligations at the end of the year	112.93	109.67

ii. Fair value of plan assets

	As at March 31, 2024 Rupees in lakhs	As at March 31, 2023 Rupees in lakhs
Fair value of plan assets at the beginning of the year	117.06	97.77
Expected return on plan assets	7.45	7.12
Contribution made	10.81	19.24
Withdrawals	(23.77)	(7.26)
Actuarial gain/(loss) on plan assets	0.55	0.19
Fair value of plan assets at the end of the year	112.10	117.06

The planned assets of the Company are managed by Life Insurance Corporation of India (LIC) in terms of an insurance policy taken to fund obligations of the Company with respect to its gratuity plan.

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

iii. Return on plan assets	As at March 31, 2024	As at March 31, 2023
	Rupees in lakhs	Rupees in lakhs
Expected return on plan assets	7.45	7.12
Actuarial gain/(loss) on plan assets	0.55	0.19
Actual return on plan assets	8.00	7.31

iv. Amount recognised in the Balance Sheet	As at March 31, 2024	As at March 31, 2023
	Rupees in lakhs	Rupees in lakhs
Present value of defined benefit obligations	112.93	109.67
Fair value of plan assets	112.10	117.06
Net liability/(asset) recognised in the balance sheet	0.83	(7.39)

v. Expenses recognised in the Statement of Profit and Loss	As at March 31, 2024	As at March 31, 2023
	Rupees in lakhs	Rupees in lakhs
Current service costs	14.63	16.19
Interest cost	7.25	6.58
Expected return on plan assets	(7.45)	(7.12)
Fair Value adjustment of previous year	-	-
Net actuarial gain/(loss) recognized during the year	3.46	1.57
Expense recognized in the Statement of Profit and Loss	17.89	17.22

vi. Balance Sheet reconciliation	As at March 31, 2024	As at March 31, 2023
	Rupees in lakhs	Rupees in lakhs
Net liability/(asset) at the beginning of the year	(7.39)	(1.22)
Expense as above	17.89	17.22
Contributions	10.81	19.24
Withdrawals	(1.14)	4.15
Net liability/(asset) at the end of the year	0.83	(7.39)

vii. Principal actuarial assumptions	As at March 31, 2024	As at March 31, 2023
Discount rate	7.24% p.a	7.37% p.a
Expected salary escalations	10.00% p.a.	10.00% p.a.
Expected return on plan assets	6.74% p.a	6.86% p.a
Attrition rate	15.00% p.a	15.00% p.a
Remaining Working Life	21.46 Years	21.26 Years
Mortality table used	IAL 2012-14 Ultimate	IAL 2012-14 Ultimate

The expected rate of return on plan assets is determined after considering several applicable factors such as the composition of the plan assets, market scenario, historical results on plan assets etc.

The discount rate is based on prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of obligation which is equal to remaining working life.

The estimates of future salary increases considered, takes into account the inflation, seniority, promotions, increments and other relevant factors.

viii. Experience adjustment	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Present value of obligation	112.93	109.67	96.55	75.27	59.08
Fair value of plan assets	112.10	117.06	97.77	68.00	56.71
Funded status	8.00	7.31	(1.22)	7.27	2.37
Gain/(loss) on obligations	4.01	1.76	(0.39)	0.11	(1.07)
Gain/(loss) on plan assets	0.55	0.19	(0.01)	0.02	(0.20)

ix. Actuarial assumptions for compensated absences:

Actuarial assumptions used for valuation of liability for compensated absences is same as vii above.

Note 33: Impact of Code on Social Security, 2020

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment, received Presidential assent in September 2020. The Code has been published in the Gazette of India, however, the date on which the Code will come into effect is yet to be notified. The Company will assess the impact when Code and rules thereon will be notified and will record any related impact in the period the Code and rules thereon becomes effective.

Note 34: Leasing arrangements

The Company has entered into two operating lease arrangements for office premises. The lease agreement is for a period of nine years from the start date of the respective lease arrangement. The lease agreement provides for increase in lease payments by 5% every year. The lease rental expenses of Rs.49.31 Lakhs (previous year Rs.39.82 Lakhs) in respect of obligation under operating leases have been recognised in the statement of profit and loss.

Future minimum lease payment are:
Particulars

	As at March 31, 2024	As at March 31, 2023
	Rupees in lakhs	Rupees in lakhs
Payable not later than one year	33.93	4.32
Payable later than one year but not later than five years	196.82	-
Payable later than five years	<u>101.22</u>	<u>-</u>
	<u>331.97</u>	<u>4.32</u>

Note 35: Earnings per equity share

Particulars	Unit	Year ended March 31, 2024	Year ended March 31, 2023
Net profit/(Loss) after tax attributable to equity shareholders	Rs. In Lakhs	488.97	(20.76)
Weighted average number of equity shares outstanding during the year	Numbers	1,415,871	1,332,515
Nominal value per equity shares	Rupees	100	100
Basic earnings per share	Rupees	34.53	(1.56)
Equity shares used to compute diluted earnings per share	Numbers	1,416,922	1,332,604
Diluted earnings per share	Rupees	34.51	(1.56)

Note 36: Related party disclosures

A. Name of the related parties and nature of relationship

Nature of relationship	Name of person
Key Management Personnel (KMP):	Mr. Narinder Singh Bahga (till May 04, 2024) (Chief Executive) Dr. Navdeep Kumar (w.e.f May 04, 2024) (Chief Executive)

B. The nature and volume of transactions with the above related parties are as follows:

Nature of transactions	Amount in Rupees Lakhs	
	KMP	Total
Managerial remuneration (Mr Narinder Singh Bahga)	79.64 (73.09)	79.64 (73.09)

Note: Figures in brackets relates to previous year

The liabilities for gratuity and compensated absences are provided on an actuarial basis and calculated for the Company as a whole rather than each of the individual employees. The said liabilities pertaining to KMP is not computed separately and hence is not disclosed.

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

37. The Ratios for the year March' 31 2024 and March' 31 2023 are as follows:

Sr. Ratio no.	Basis of Computation	March 31, 2024	March 31, 2023	Variance (%)	
1	Current ratio (in times)	Current Assets/Current Liabilities	1.04	1.03	0.29
2	Debt-Equity ratio (in times)	Total Debt ⁽¹⁾ / Shareholder's Equity	1.97	2.07	(4.53)
3	Debt service coverage ratio (in times) (Refer note A below)	Earnings available for debt services ⁽²⁾ /Debt Service ⁽³⁾	3.13	1.44	117.37
4	Return on equity Ratio (in %)	Net profit after tax/Average shareholder's equity ⁽⁴⁾	14.01	(0.63)	14.64
5	Inventory turnover ratio (in times)	Revenue from operation/Average inventory ⁽⁵⁾	107.98	107.75	0.21
6	Trade receivable turnover ratio (in times)	Revenue from operation/Average trade receivable ⁽⁶⁾	7.18	6.05	18.68
7	Trade payable turnover ratio (in times)	Purchase of raw material and traded goods/Average trade payable ⁽⁷⁾	21.30	21.41	(0.53)
8	Net capital turnover ratio (in times) (Refer note B below)	Revenue from operation/Average working capital ⁽⁹⁾	159.45	42.20	277.88
9	Net profit ratio (in %)	Profit after taxes/Revenue from operation	0.80	(0.04)	0.84
10	Return on capital employed (in %)	EBIT ⁽¹⁰⁾ /Capital employed ⁽¹¹⁾	9.67	2.74	6.93
11	Return on Investment ⁽¹²⁾	Dividend Income/Average investment	Not Applicable	Not Applicable	

Explanation:

- 1 Total Debt = Long term Borrowings + Short term Borrowings
- 2 Earnings available for debt services (EBITDA) = Profit before tax + Depreciation and amortization expense + Finance costs
- 3 Debt Service = Finance cost
- 4 Average shareholder's equity = (opening shareholders' funds + closing Shareholders' funds)/2
- 5 Average inventory = (opening inventories + closing inventories)/2
- 6 Average trade receivable = (opening trade receivables + closing trade receivables)/2
- 7 Average trade payable = (opening trade payables + closing trade payables)/2
- 8 Working Capital = Current Assets - Current Liabilities
- 9 Average working capital = (opening working capital + closing working capital)/2
- 10 Earnings before interest and tax (EBIT) = Profit before tax + Finance costs
- 11 Capital Employed = Shareholder's equity + Total Debt ± Deferred Tax liability/asset
- 12 No investments made by the Company. Hence, this ratio is not applicable.

Notes:

- #A Increase in the Net profit has lead to increase in the ratio.
- #B Due to increase in revenue from operations by 20% and decrease in the average working capital as compared to last year has lead to increase in the ratio.

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

	As at March 31, 2024	As at March 31, 2023
	Rupees in Lakhs	Rupees in Lakhs
Note 38: Details of Government grants		
Details of grants received from NDDB and its utilisation is as under:		
(i) Revenue Grant		
(a) Opening Balance	(4.11)	(0.69)
(b) Received during the year	4.11	0.69
(c) Utilised during the year		
(i) For revenue expenses	4.15	4.11
Total utilised	<u>4.15</u>	<u>4.11</u>
(d) Balance carried forward (a+b-c)	<u>(4.15)</u>	<u>(4.11)</u>
(ii) Capital Grant		
(a) Opening Balance	-	-
(b) Received during the year	1,623.30	-
(c) Interest received	13.42	-
(d) Utilised during the year		
(i) For capital assets	54.94	-
(ii) For revenue expenses	0.39	-
Total utilised (i) + (ii)	<u>55.33</u>	<u>-</u>
(e) Amount refunded	0.05	-
(f) Balance carried forward (a+b+c-d)	<u>1,581.34</u>	<u>-</u>

Note:-

Revenue grant utilised has been netted off with respective expense (see note 2k).

Capital Grant is received from NDDB under JICA (Japanese International Corporation Agency) project for expansion of operations.

Note 39: Disclosure required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

Particulars	As at March 31, 2024	As at March 31, 2023
	Rupees in Lakhs	Rupees in Lakhs
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	117.26	81.13
(ii) Interest amount due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Management. This has been relied upon by the auditors.

Note 40

Ministry of Corporate Affairs (MCA) vide its notification number G.S.R. 206(E) dated March 24, 2021 (amended from time to time) in reference to the proviso to Rule 3(1) of the Companies (Accounts) Amendment Rules, 2021, introduced the requirement, where every company which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, and ensuring that the feature of audit trail cannot be disabled.

During the year, the Company has used accounting software for maintaining its books of account wherein audit trail feature at the application level operated throughout the year for all relevant transactions recorded in the accounting software except for the audit trail feature was not enabled for certain tables at the application level for which specific user has access and at the database level to log any direct data changes. The Company had also used a software for maintaining records related to purchase, which did not have a feature of recording audit trail (edit log) facility.

BAANI MILK PRODUCER COMPANY LIMITED
Notes forming part of the financial statements

Note 41

The disclosures as required under Accounting Standard AS-17 on Segment reporting are not required as the Company primarily deals in single business segment of Milk and Milk Products and operates in one geographical area.

Note 42

(i) No funds 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 to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(ii) No funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company 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.

Note 43

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and on behalf of the Board of Directors

Sd/-
Bhupinder Singh
Chairman

DIN: 08507477

Sd/-
Kulpreet Rishi
Director

DIN: 08860867

Sd/-
Dr Navdeep Kumar
Chief Executive &
Director
DIN: 10617607

Sd/-
Rajesh Saini
DGM - Legal & CS
M.No.A15497

Sd/-
Punit Sharma
DGM - Finance &
Accounts

Place: Patiala
Date: 19.07.2024

TEAM BAANI



Chief Executive Office

Dr. Navdeep Kumar
Chief Executive

Mukesh Kumar
Assistant Manager

HR & Admin

Harpreet Singh Mohal
Sr. Manager

Heena Chhatwal
Assistant Manager

Harwinder Singh
Assistant Manager

Sunpreet Kaur
Assistant Manager

Procurement, Logistics & Animal Nutrition

Tarsem Lal
Deputy Manager

Kulwinder Singh
Sr. Executive

Gurpreet Singh Grewal
Assistant Manager

Simranjeet Singh
Assistant Manager

Jitendra Singh
Executive

Gurpreet Kaushal
Senior Executive

Sonu Yadav
Assistant Manager

Raj Singh
Assistant Manager

Gursir Singh
Assistant Manager

Parveen
Senior Executive

Parmvir Singh
Executive

Karamveer Singh
Executive

Natha Singh
Executive

Rajvinder Sharma
Executive

Kamaljeet Singh
Executive

Sukhchain Singh
Executive

Arashdeep Singh
Executive

Gaurav Krishan Puri
Sr. Executive- Logistics

Jagmeet Singh
Executive

Hardeep Singh Handa
Assistant Manager-AN

Dr. Suriya Pathania
Assistant Manager-AN

Dr. Alamjeet Singh Benipal
Management Trainee-AN

Naveen Kumar
Senior Executive-AN

Zorawar Singh
Executive-AN

Akashdeep Singh
Executive-AN

MIS

Manjinder Pal Singh
Manager

Tushar Yadav
Assistant Manager

IT

Hitendra Sharma
Deputy General Manager

Mayur Singla
Assistant Manager

Naresh Puri
Assistant Manager

Sanjeev Kumar
Manager

Legal & CS

Rajesh Saini
Deputy General Manager

Rohit Shyam Sharma
Assistant Manager

Jaspreet Singh
Executive

**Finance & Accounts/
Stores**

Punit Sharma
Deputy General Manager

Pradeep Singhal
Deputy Manager

Vikas Sharma
Assistant Manager

Harmanpreet Singh Sodhi
Assistant Manager

Sanjeev Kumar
Assistant Manager

Dharminder Kumar
Sr. Executive

Harpreet Singh
Assistant Manager- Stores

Parwinder Kumar
Executive- Stores

PIB

Pragya Bharati
Manager

Robin Garg
Assistant Manager

Gurinderpal Singh Dhaliwal
Sr. Executive

Pawandeep Singh
Sr. Executive

Parminder Singh
Executive

Jaskaran Singh
Executive

Sukhchain Singh
Executive

Chanpreet Singh
Executive

Amirtpal Singh
Executive

Ajay Sharma
Executive

Amardeep Singh
Executive

Sachin
Executive

Purchase

Pankaj Singla
Deputy General Manager

Jagjit Singh
Executive

Quality/Production

Raman Kumar Tiwari
Deputy General Manager

Lokendra Singh
Assistant Manager

Rashmi
Sr. Executive

Sukhjinder Singh
Sr. Executive



10 Years of Excellence



BAANI MILK PRODUCER COMPANY LIMITED



BAANIMILK

Regd. Office :

SCO No. 37 & 38, First Floor, Urban Estate, Phase-II,
Rajpura Road, Patiala, Punjab - 147002



BAANI.MILK



0175-5000735



info@baanimilk.com



www.baanimilk.com