

FARCO FOODS PRIVATE LIMITED

Regd. Off: 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211 015

CIN: U15111UP1995PTC019155

Email Id: shervaniind@rediffmail.com, Phone: +91 7311128115

NOTICE

Notice is hereby given that the 32nd Annual General Meeting of the Members of the Company will be held on Wednesday, the 09th September, 2026 at 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211015, at the Registered Office of the Company at 11.30 A.M. to transact the following business: -

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statement of the Company for the year ended 31st March, 2026 together with the Director's Report and Auditor's Report thereon.
2. To ratify the appointment of M/s P. L. Tandon & Co. Chartered Accountants (Firm Registration No. 000186C) as the Statutory Auditors and to fix their remuneration.
3. To appoint a Director in place of Mr. Saleem Iqbal Shervani (DIN: 00023909) who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Mr. Syed Zafar Subhan (DIN: 01104156) who retires by rotation and being eligible offers himself for re-appointment.



By the Order of the Board
for Farco Foods Private Limited

Syed Zafar Subhan
Director

DIN: 01104156

Place : Prayagraj
Date : 06/08/2026

Note: -

1. A MEMBER ENTITLED TO ATTEND & VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY NEED NOT TO BE A MEMBER. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THEN 48 HOUR before the commencement of the Meeting.
2. Pursuant to section 105 of the Companies Act, 2013, A person can act as a proxy on behalf of not more then 50 members holding in aggregate, not more then 10 percent of the total share capital of Company may appoint a single person as Proxy, who shall not act as a proxy for any other member. A proxy form is annexed to this report. Proxies submitted on behalf of limited companies, societies etc, must be supported by an appropriate resolution/ authority, as applicable.

FARCO FOODS PRIVATE LIMITED

Regd. Off: 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211 015

CIN: U15111UP1995PTC019155

Email Id: shervaniind@rediffmail.com, **Phone:** +91 7311128115

DIRECTOR'S REPORT

Dear Members,

Your Director's take pleasure in presenting the 32nd Annual Report together with Audited Financial Statements for the year ended on 31st March, 2026.

FINANCIAL RESULT

	Rs. In Lakh
Revenue from Operation	450
Profit before depreciation	-
Depreciation	4
Profit after depreciation	(4)
Current year tax/Earlier year tax	-
Profit after tax	(4)

Operation Review

During the year under review your company has continued with the business of manufacturing biscuits for the 'Priyagold' of M/s Surya Foods and Agro Limited and the production of biscuits was 5128 MT. During the year the Company incurred losses because of the lower quantum of work orders released by the principals.

During the year, the Board has finally leased out the vacant land at Koraon to its holding Company "Shervani Industrial Syndicate Limited".

DIVIDEND

The Board has not recommended any Dividend for the year ended on 31st March, 2026.

RESERVES

Due to loss, no amount is available for transfer to General Reserve.

DISCLOSURES

a. Subsidiary Company

Your company has no subsidiary company.

b. Internal Financial Controls

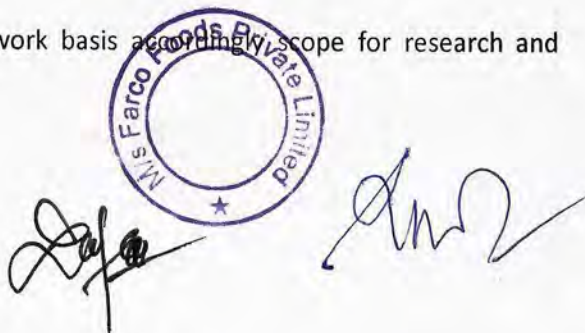
The company has an adequate system of internal control to ensure compliance with policies and procedures.

c. Human Resource –Management and Industrial Relation

The company has created a very cordial relationship with the employees who give full support to the management in all kinds of endeavors.

d. Research and Development

The company is pursuing production on job work basis according to scope for research and development activities is very restricted.



The block contains two handwritten signatures in black ink. Above the signatures is a circular purple stamp with the text "M/s Farco Foods Private Limited" around the perimeter and a small star in the center.

FARCO FOODS PRIVATE LIMITED

Regd. Off: 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211 015

CIN: U15111UP1995PTC019155

Email Id: shervaniind@rediffmail.com, **Phone:** +91 7311128115

e. Material changes

No material changes have taken place between the date of attached financial statements and this report which may affect the financial position of the Company.

There was no transaction of material nature with the Directors or the management or their relatives during the year under review.

f. Significant and Material Orders passed by Regulators, Tribunals or Courts

No significant or material orders were passed by the Regulators or Courts or Tribunals during the year under review which may have a impact on the going concern status of the Company in future.

g. Corporate Social Responsibility

The provisions of section 135 of the Companies Act, 2013 are not applicable in our case hence information in respect of the same has not been compiled.

EXTRACT OF ANNUAL RETURN

The Company does not have the website so the Extract of Annual Return in Form No. MGT-9 as per Section 134 (3) (a) of the Companies Act, 2013 read with Rule 8A(I)(a) of Companies Act (Accounts) Rules 2014 is not applicable. However, The Annual Return is available for inspection in the Annual General Meeting.

SHARE CAPITAL

A) Issue of equity shares with differential rights

The Company has not issued any Equity Shares with differential rights as per provisions under rule 4 (4) of Companies (Share Capital and Debentures) Rules, 2014.

B) Issue of Sweat Equity Shares

The Company has not issued any Sweat Equity Shares as per the provisions in rule 8 (13) of Companies (Share Capital and Debentures) Rules, 2014.

C) Issue of Employee Stock Options

The Company has not issued any employee stock options as the provisions provided in rule 12 (9) of Companies (Share Capital and Debentures) Rules, 2014.

D) Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees

The Company has not made any provisions for money for purchase of its own shares by employees or by trustees for the benefit of employees as the provisions provided in rule 12 (9) of Companies (Share Capital and Debentures) Rules, 2014.

E) Issue of Debenture Bonds etc

The Company has not issued any Debentures or Bonds during the year under review.

BOARD MEETINGS

The calendar of Meetings is prepared and circulated in advance to the Directors. During the year, 6 nos. Board Meetings were convened on 22th May, 2025, 07th August 2025, 07th November 2025, 05th January 2026, 12th February 2026 & 18th February, 2026 in the manner prescribed in the Companies Act, 2013.



FARCO FOODS PRIVATE LIMITED

Regd. Off: 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211 015

CIN: U15111UP1995PTC019155

Email Id: shervaniind@rediffmail.com, **Phone:** +91 7311128115

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

The Company has in place an Prevention of Sexual Harassment Policy (known as "POSH") in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. Till date the company has not received any complaint there under.

COMPLIANCE WITH THE MATERNITY BENEFIT ACT 1961

The Company has complied with the applicable provisions of the Maternity Benefit Act, 1961 during the year under review.

EXTRA ORDINARY GENERAL MEETING

An Extraordinary General Meeting (EGM) of the Company was convened on 31st January, 2026 to consider and approve the following special business(es):

- (a) Creation, offer, Issue & allotment of 0.1% 63,97,286 NCRPS of Rs. 10/- each to Shervani Industrial Syndicate Limited

The shareholders passed the resolutions unanimously.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134 (3) of the Companies Act, 2013, the Directors state that;

- (i) in the preparation of the Annual Accounts, the applicable accounting standards have been followed;
- (ii) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit and loss of the Company for that period;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Directors had prepared the Annual Accounts on a going concern basis;
- (v) 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.

SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Companies Act, 2013 & in pursuance of SEBI Circular issued on December 31, 2024 as SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 in respect of Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Secretarial Audit is applicable on the Company. Consequently, The Company has appointed M/s Siddiqui & Associates, Company Secretaries to undertake the Secretarial Audit of the Company from the Financial Year 2025-26 to 2029-30. The Report of Secretarial Audit for the year 2025-26 is annexed herewith as Annexure- A in form MR-3 and is to be treated as integral part of this report.



The block contains two handwritten signatures in blue ink. Below the signatures is a circular purple stamp. The text inside the stamp reads "M/s Farco Foods Private Limited" around the perimeter, with a small star at the bottom center.

FARCO FOODS PRIVATE LIMITED

Regd. Off: 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211 015

CIN: U15111UP1995PTC019155

Email Id: shervaniind@rediffmail.com, **Phone:** +91 7311128115

RELATED PARTY TRANSACTIONS

There were no related party transactions between the Company and the Promoters, Key Managerial Personnel or other designated persons which may have a potential conflict with the Interest of the Company. All related party transactions which were entered into during the financial year were in the Ordinary Course of Business and are disclosed at No. 25 attached to the Balance Sheet.

PARTICULARS OF LOANS GUARANTEES OR INVESTMENTS

The Company has not given any loan, guarantee or made investment within the purview of section 186 of the Companies Act, 2013.

STATUTORY AUDITORS

Pursuant to provisions of the Companies Act, 2013 and the Companies (Audit & Auditors) Rules, 2014, M/s P. L. Tandon, Chartered Accountants has been appointed for the term of 5 (Five) consecutive years from the conclusion of 28th Annual General Meeting till the conclusion of 33th Annual General Meeting to undertake the Statutory Audit of the Company subject to ratification of the appointment at the Annual General Meeting.

The Auditors' Report on the financial statements of the Company for the year ended March 31, 2026 forms part of this Annual Report. The Auditors' Report does not contain any qualifications, reservations, adverse remarks or disclaimer. In terms of the provisions of Section 143(12) of the Act, no frauds have been reported by the Statutory Auditors in their report for the year under review. Notes to the Financial Statements are self-explanatory and do not call for any further comments.

DEPOSITS

The Company has not accepted or renewed any deposit during the year falling within the purview of Section 73 of the Companies Act 2013 and the Companies (Acceptance of Deposits) Rules 2014 accordingly no amount was outstanding as on date of the Balance Sheet.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING & OUTGO

Due to the nature of business / operations there is nothing to report about the conservation of energy and technology absorption during the year. Company has Nil foreign exchange earnings, however outgo of Rs. 10.49/- Lakhs on behalf of holding Company "Shervani Industrial Syndicate Limited" as per Lease Agreement executed .

RISK MANAGEMENT

The policy is not applicable to the Company.

DIRECTORS

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company Mr. Saleem Iqbal Shervani (DIN: 00023909) & Mr Syed Zafar Subhan (DIN: 01104156) are the Directors retiring by rotation and being eligible offer themselves for re-appointment.

None of the Director's has any pecuniary relationship or material transactions with the Company. The Directors recommend all the resolutions placed before the Members relating to Directors for their approval.

The block contains two handwritten signatures in blue ink. Below the signatures is a circular purple stamp. The text around the perimeter of the stamp reads "M/s Farco Foods Private Limited". In the center of the stamp is a small five-pointed star.

FARCO FOODS PRIVATE LIMITED

Regd. Off: 332, Shervani Nagar, Sulem Sarai, Harwara, Prayagraj- 211 015

CIN: U15111UP1995PTC019155

Email Id: shervaniind@rediffmail.com, **Phone:** +91 7311128115

DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION) RULES 2014.

The Rule is not applicable to the Company.

MAINTENANCE OF COST RECORDS

The provisions of Section 148(1) of the Companies Act, 2013 are not applicable to the Company.

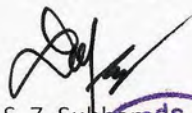
INDUSTRIAL RELATION

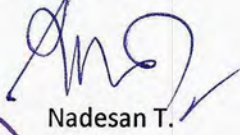
Industrial relations remained satisfactory during the period under review.

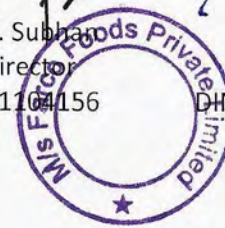
ACKNOWLEDGEMENTS

Your directors wish to convey their deep sense of appreciation for the continued support, and co-operation extended by bankers, Central and State Government and all other stakeholders. The Directors also wish to place on record their sincere appreciation for the commitment and enthusiasm of the employees for the Company.

For and on behalf of the Board,


S. Z. Subhan
Director
DIN: 01104156


Nadesan T.
Director
DIN: 01069445



Place: Prayagraj
Date: 06th August, 2026

Siddiqui & Associates

Company Secretaries

Phone 011-41401301 Mobile: 98110-35621 Email: info@siddiassociates.com, primekoss@hotmail.com

Web Site : <http://www.siddiassociates.com>

Form No. MR-3

SECRETARIAL AUDIT REPORT

For the Financial Year ended 31st March 2026

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Farco Foods Private Limited
332, Shervani Nagar
Sulem Sarai Harwara
Prayagraj- 211015

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Farco Foods Private Limited** (hereinafter called the Company) having CIN No. **U15111UP1995PTC019155** being the wholly owned subsidiary of **Shervani Industrial Syndicate Limited**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of **Farco Foods Private Limited** books, papers, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **31st March 2026** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Farco Foods Private Limited** for the financial year ended on **31st March 2026** according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;



- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB);

The Company has complied with the provisions, rules & regulations of FEMA to the extent applicable. The Company does not have any FDI, ODI and ECB during the period.

- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **Not Applicable**
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; **Not Applicable**
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **Not Applicable**
 - d. The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014; **Not Applicable**
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable.**
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **Not Applicable**
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not Applicable** and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **Not Applicable**
- vi. The Company has also complied with various provisions of Labour Laws, Environment Laws and other related laws to the extent applicable to the Company.

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. The provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.



Based on my examination and verification of records produced to us and according to the information and explanations given to me by the Company, in my opinion, the Company has complied with the provisions of the Companies Act, 2013, wherever applicable and Rules made thereunder and Memorandum and Articles of Association of the Company with regard to:

- a. Maintenance of statutory registers and documents and making necessary entries therein.
- b. Filing of the requisite forms, returns, documents applications and resolutions as applicable and required with the Registrar of Companies, and such other authorities within the time prescribed or within the extended time with additional fee as prescribed under the Act and Rules made thereunder;
- c. Service of Documents by the Company to its Members, Auditors, Directors and the concerned Registrar of Companies.
- d. Convening and holding of the meetings of the Board of Directors.
- e. Convening and holding of the 31st Annual General Meeting on August 20, 2025.
- f. Minutes of the proceedings of General Meeting & Board Meeting(s) were properly recorded in loose leaf form, which are being bound in a book form at regular intervals.
- g. Disclosure of interests and concerns in contracts and arrangements, shareholdings and directorships in other companies and interest in other entities by the Directors.
- h. Disclosure requirements in respect of their eligibility for appointment, declaration of their independence, compliance with the code of conduct for Directors as per the applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, respectively.
- i. Establishing a policy on Related Party Transactions and hosting the same on the website of the Company.
- j. Appointment and remuneration of Statutory Auditor & Secretarial Auditor of the Company.
- k. Report of the Board of Directors.
- l. Approval of members, Board and Government Authorities, wherever required.
- m. Borrowing and registration, modification and satisfaction of charges, wherever applicable.
- n. There are adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.
- o. Form of Balance Sheet, Statement of Profit and Loss and disclosures made therein are as per the Schedule III, to the Act;
- p. Key Managerial Personnel as per Section 203 the Act, -

During the financial year under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as aforesaid.



We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Nominee Director.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All decisions at Board Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors.

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



for Siddiqui & Associates
Company Secretaries

Place: Prayagraj
Date: 06.08.2026

K. O. Siddiqui
FCS 2229; CP 1284
UDIN: F002229H001035351
Peer Review Certificate 2149/2022
Firm Registration No. S1988DE004300

Note: This Report is to be read with our letter of even date which is annexed as Annexure - A and forms an integral part of this Report.

Annexure - A

To,
The Members,
Farco Foods Private Limited
332, Shervani Nagar
Sulem Sarai Harwara
Prayagraj- 211015

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on my audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices I have followed provide a reasonable basis for my opinion.
3. We have conducted the Secretarial Audit by examining the secretarial records including minutes, documents, registers, other records and returns related to the applicable laws on the Company etc.
4. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
5. Wherever required, I have obtained the Management representation about the compliances of laws, rules and regulations and happening of events etc.
6. The compliances of the provisions of Corporate and other applicable laws, rules, regulations, standards are the responsibility of management. My examination was limited to the verification of procedures on the random test basis.
7. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.



for Siddiqui & Associates
Company Secretaries

Place: Prayagraj
Date: 06.08.2026

K. O. Siddiqui
FCS 2229; CP 1284
UDIN: F002229H001035351
Peer Review Certificate No. 2149/2022
Firm Registration No. S1988DE004300

INDEPENDENT AUDITOR'S REPORT

To the Members of FARCO FOODS PRIVATE LIMITED

Report on the Audit of the Financial Statements**Opinion**

We have audited the financial statements of FARCO FOODS PRIVATE LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2026, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of Material 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 Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditors' report. 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Responsibility of Management for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement 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 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the " **Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

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.

- a. 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.
- b. The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, statement of changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.



c. In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules 2015 as amended.

d. On the basis of the written representations received from the directors as on 31st March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.

e. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in
Annexure B.

f. 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:

Section 197(16) is not applicable to private companies and therefore the provision of section 197(16) is not applicable to the company.

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

i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, 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 notes to the accounts, 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.

c) Based on such audit procedures we have 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 (a) and (b) above contain any material misstatement.

- v. The company has not declared or paid any dividend during the year.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account 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. Further, during the course of our audit we did not come across any instance of audit trail being tampered with. The audit trail has been preserved by the company as per the statutory requirements for record retention.

Date: 04-05-2026

Place: KANPUR



For P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C

P.P. SINGH
(PARTNER)

Membership Number: 072754
UDIN 26072754AEOVNA5249

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT**Re: FARCO FOODS PRIVATE LIMITED**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March, 2026, we report that:

- i. In respect of its Property, Plant and Equipment and Intangible Assets:
- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- (B) The company does not have any intangible assets and therefore provision of para 3(i)(a)(B) of Companies (Auditor's Report) Order, 2020 are not applicable to company.
- (b) All the property, plant and equipment have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its property, plant and equipment. No material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the Company.
- (d) According to the information and explanations given to us, the company has not revalued its property, plant and equipment's (including right of use assets) or intangible assets or both during the year.
- (e) According to the information and explanations given to us, the company does not hold any benami property under the Benami Transactions (Prohibition) Act 1988 (45 of 1988) and rules made thereunder. Therefore, provisions of paragraph 3(i) (e) of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.



ii In respect of its Inventories:

(a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals and in our opinion, the coverage and procedure of such verification is appropriate. The discrepancies noticed on verification between physical stocks and the book records were not of 10% or more in aggregate for each class of inventory

(b) During any point of time of the year, the company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets; Therefore, provisions of paragraph 3(ii)(b) of Companies (Auditor's Report) Order, 2020 are not applicable to company.

iii (a) In respect of loans secured or unsecured, investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability partnerships or any other parties, according to the information and explanations given to us:

The company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties and therefore provisions of paragraph 3(iii)(a) to 3 (iii)(e) of Companies (Auditor's Report) Order, 2020 are not applicable to company.

(f) The company has not granted loans or advances in the nature of loans to promoters, related parties as defined in clause (76) of section 2 of the companies act 2013 which are repayable on demand or without specifying any terms or period of repayments. Therefore, provisions of paragraph 3 (iii)(f) of Companies (Auditor's Report) Order, 2020 are not applicable to company.

iv in our opinion and according to the information and explanation given to us, the Company has not given any loan and has not made any investment. Therefore, provisions of paragraph 3 (iv) of Companies (Auditor's Report) Order, 2020 are not applicable to company.



- v In our opinion and according to information and explanations given to us, the company has not accepted any deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder. Therefore, the provisions of paragraph 3 (v) of the Companies (Auditor's Report) order, 2020, are not applicable to the company.
- vi The Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 the Companies Act, 2013 for the products of the company.
- vii According to the information and explanations given to us, in respect of statutory and other dues:
- (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income tax, sales tax, services tax, duty of custom, duty of excise, value added tax, cess and any other statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of goods and services tax, Provident fund, Employees State Insurance, Income Tax, Sales Tax, Services Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and any other Statutory dues were in arrear as at 31st March, 2026 for a period more than six months from the date they became payable.

- (b) According to the records of the company, there are no dues of goods and services tax, provident fund, Employees State Insurance, Income Tax, Sales Tax, Services Tax, Duty of Custom, Duty of Excise, Value Add Tax, Cess which have not been deposited on account of any dispute.
- viii According to the information and explanations given to us, there is no transactions which have not been recorded in the books of account but have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).



- ix(a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us, the company has not been declared as willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the company has not obtained any loan by way of term loans during the year. Therefore, the provisions of paragraph 3 (ix) (c) of the Companies (Auditor's Report) order, 2020, are not applicable to the company.
- (d) According to the information and explanations given to us, and the procedure performed by us, and on the overall examination of the financial statements of the company, we report that no funds raised on short term basis have been used for long term purposes by the company.
- (e) According to the information and explanations given to us and procedure performed by us, the company does not have any subsidiary, joint venture or associate companies and therefore, the provisions of paragraph 3 (ix)(e) and 3(ix) (f) of the Companies (Auditor's Report) order, 2020, are not applicable to the company
- x(a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, provisions of paragraph 3(x)(a) of the Companies (Auditor's Report) order, 2020, are not applicable to the company.
- (b) According to the information and explanations given to us and on our examination of the records of the Company, the Company has made preferential allotment of 0.1% 63,97,286 non-convertible redeemable preference shares of face value of Rs. 10/ each to Holding company (Shervani Industrial Syndicate Limited). (Refer note no 46 to the financial statement.)



- xi (a) According to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of our audit.
- (b) No report under sub- section (12) of section 143 of the Companies Act, has been filed by auditors in Form ADT- 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no Whistle blower complaints received by the company during the year.
- xii In our opinion and according to the information and explanations given to us , the company is not a Nidhi Company. Accordingly, the provisions of paragraph 3 (xii) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.
- xiii According to the information and explanations given to us and based on our examination of the records of the Company, transaction with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv (a) In our opinion and based on our examination, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013.
- (a) In view of our comment in paragraph xiv (a) above, the provisions of paragraph (xiv) (b) of the Companies (Auditors' Report) Order, 2020, are not applicable to the company.
- xv According to the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.



xvi(a) The Company is not required to be registered under section 45 –IA of the Reserve Bank of India Act 1934.

(b) The company has not conducted any Non- Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from Reserve Bank of India.

(c) The company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Therefore, provisions of paragraph 3 (xvi) (c) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.

(d) According to the information and explanations given to us, the company's group does not have more than one Core Investment Company (CIC) as part of the group

xvii the company has not incurred cash losses during current financial year and in the immediately preceding financial year.

xviii There has been no resignation of the statutory auditors during the year and therefor the provisions of paragraph 3(xviii) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.

xix According to the information and explanations given to us and 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, 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 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.



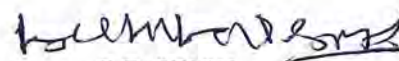
- xx(a) According to the information and explanations given to us and based on such audit procedures we have considered reasonable and appropriate in the circumstances; section 135 of companies act is not applicable to the company. Therefore, provisions of paragraph 3 (xx) (a) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.
- xx(b) In view of our comments in paragraph 3(xx)(a) above, the provisions of paragraph 3 (xx)(b) of the Companies (Auditors' Report) order, 2020, are not applicable to the company.
- xxi The provisions of paragraph 3 (xxi) of the Companies (Auditors' Report) order, 2020, are not applicable to the company as company does not have consolidated financial statements.

Date: 04-05-2026

Place: KANPUR



For P.L. Tandon & Co.
Chartered Accountants
Registration Number: 000186C


P.P. SINGH
(PARTNER)

Membership Number: 072754

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of FARCO FOODS PRIVATE LIMITED ("the Company") as of 31 March 2026 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 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our



audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



FARCO FOODS PRIVATE LIMITED

CIN: U15111UP1995PTC019155

Balance Sheet as at 31st March, 2026

(Rs. In Lakhs)

ASSETS	Note	As At 31st March, 2026	As At 31st March, 2025
Non-Current Assets:			
Property, Plant and Equipment	2	40	331
Investment Property	2.1	77	-
Total Non Current Assets		117	331
Current Assets:			
Financial Assets:			
(i) Inventory	3	-	12
(ii) Trade Receivables	4	50	48
(iii) Cash and Cash Equivalents	5	73	82
(iv) Other Bank Balances	6	58	39
(v) Other Financial Assets	7	26	7
Current Tax Assets		11	26
Other Current Assets	8	17	20
Total Current Assets		235	234
Assets Classified as held for Sale		211	-
TOTAL ASSETS		563	565
EQUITY AND LIABILITIES			
Equity:			
Share Capital	9	90	90
Other Equity	10	22	(229)
Total Equity		112	(139)
Liabilities:			
Non-Current Liabilities:			
Financial Liabilities			
(i) Borrowings	11	385	-
Deferred Tax Liabilities (Net)	12	15	15
Total Non Current Liability		400	15
Current Liabilities:			
Financial Liabilities			
(i) Borrowings	13	-	640
(ii) Trade Payables	14	-	-
a) Total Outstanding Dues from Micro Enterprises and Small Enterprises		-	-
b) Total Outstanding of creditors other than Micro enterprises and Small Enterprises		21	15
Other Current liabilities	15	30	34
Total Current Liability		51	689
TOTAL EQUITY AND LIABILITY		563	565

Material Accounting Policies & Notes to Financial Statements

1-49

As per our report of even date attached

For P L Tandon & Co.

Chartered Accountants


P. P. Singh
Partner
M. No. 072754



Place: Prayagraj
Date: May 04th, 2026



For and on behalf of the Board of Directors of
Farco Foods Private Limited

 Syed Zafar Subhan
DIN: 01104156

 T. Nadesan
DIN: 01069445

FARCO FOODS PRIVATE LIMITED

CIN: U15111UP1995PTC019155

Statement of Profit and Loss for the Year ended 31st March, 2026

(Rs. In Lakhs)

	Note	Year ended 31st March, 2026	Year ended 31st March, 2025
Revenue From Operations	16	450	437
Other Income	17	10	13
Total Income		460	450
EXPENSES:			
Changes in Inventories of Finished Goods, Stock-In-Trade and Work-In-Process	18	12	32
Employee benefit expenses	19	234	219
Depreciation and amortization expense	20	4	18
Other expenses	21	214	196
Total Expenses		464	465
PROFIT BEFORE EXCEPTIONAL ITEMS:		(4)	(15)
PROFIT BEFORE TAX:		(4)	(15)
Tax Expense:			
(1) Current tax		-	-
(2) Deferred Tax		-	-
PROFIT FOR THE YEAR		(4)	(15)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		(4)	(15)
Earnings per equity share (face value of Rs. 10/- each) Basic and Diluted	23	(0.44)	(1.74)

Material Accounting Policies & Notes to Financial Statements

1-49

As per our report of even date attached
For P L Tandon & Co.
Chartered Accountants

P. P. Singh
P. P. Singh
Partner
M. No. 072754



For and on behalf of the Board of Directors of
Farco Foods Private Limited

Syed Zafar Subhan
Syed Zafar Subhan
DIN: C1104156

T. Nadesan
T. Nadesan
DIN: 01069445

Place: Prayagraj
Date: May 04th, 2026

FARCO FOOD PRIVATE LIMITED

CIN: U15111UP1995PTC019155

Cash Flow Statement for the year ended on 31st March 2026

(Rs. In Lakhs)

Particulars		2025-26	2024-25
Cash Flow from Operating Activities			
Net Profit/(Loss) before tax		(4)	(15)
Adjustments for:			
Depreciation & Amortization Exp.	4		18
Profit on sale of Assets	-		-
Finance Cost	-		-
Interest Income	(9)	(5)	(3)
Operating profit before working capital changes		(9)	15
Adjustments for working capital changes:			
(Increase) / Decrease in Inventories	12		31
(Increase) / Decrease in Trade Receivables	(2)		17
(Increase) / Decrease in Other Financial Assets	(19)		-
(Increase) / Decrease in Other Current Assets	3		(9)
Increase / (Decrease) in Trade and other Payables	2	(4)	(10)
Cash generated from Operation during the year		(13)	29
(Taxes Paid) /Refund Received(Net)		15	(1)
Net Cash from Operating Activities	(A)	2	28
Cash-Flow from Investing activities			
Movement in Fixed Deposits	(19)		(2)
Interest received	9		3
Fixed Assets Net(Sold/Purchase)(Including investment property)	(1)		(7)
Net Cash from Investing Activities	(B)	(11)	-
Cash-Flow from Financing activities			
Loans & Borrowings			(10)
Interest Paid			-
Net Cash from Financing Activities	(C)	-	(10)
Net increase in Cash & cash Equivalents	(A+B+C)	(9)	18
Opening Balance of Cash & cash Equivalents		82	64
Closing Balance of Cash & Cash Equivalents		73	82

Notes:

Cash and Cash Equivalents consists of Cash in hand and balance in bank.

Reconciliation of cash and cash equivalent :

Cash and cash equivalent as per Note No.5

Material Accounting Policies & Notes to Financial Statements

As per our report of even date attached

For P L Tandon & Co.

Chartered Accountants

P. P. Singh

Partner

M. No. 072754



Place: Prayagraj

Date: May 04th, 2026

1-49

For and on Behalf of the Board of Directors of
Farco Foods Private Limited

Syed Zafar Subhan
DIN: 01104156

T. Nadesan
DIN: 01059445

Notes on Financial Statements for the year ended as at 31st March, 2026

Statement of Changes in Equity Share Capital

	Balance at the beginning of the reporting period	Changes in Equity Share Capital during the year	Balance at the end of the reporting period
For the year ended 31st March, 2025	90	-	-
For the year ended 31st March, 2026	90	-	-

Other Equity

	Retained earning	Equity component of Non convertible redeemable preference share	Total
Balance as at 31st March, 2024	(213)	-	(213)
Profit for the year	(16)	-	(16)
Balance as at 31st March, 2025	(229)	-	(229)
Profit for the year	(4)	-	(4)
Addition during the year	-	255	255
Balance as at 31st March, 2026	(233)	255	22



2 **PROPERTY, PLANT AND EQUIPMENT:**

PARTICULARS	As At 1st April, 2024	Additions	Deductions/ Adjustments	GROSS BLOCK				
				As At 31st March, 2025	Upto 1st April, 2025	Additions	Deductions/ Adjustments	Upto 31st March, 2026
Leasehold Land	83.00	-	-	83.00	83.00	1.00	77.00	7.00
Factory Building	294.00	-	-	294.00	294.00	-	230.00	64.00
Temporary Structure	15.00	-	-	15.00	15.00	-	15.00	-
Plant And Equipments	182.00	-	-	183.00	183.00	-	18.00	165.00
Furniture And Fixture	7.00	-	-	7.00	7.00	-	6.00	1.00
Vehicles	1.00	-	-	1.00	1.00	-	-	1.00
Office Equipments	1.00	-	-	1.00	1.00	-	-	1.00
Computers	4.00	-	-	4.00	4.00	-	-	4.00
Total	587.00	-	-	588.00	588.00	1.00	346.00	243.00

PARTICULARS	Upto 1st April, 2024	For The Year	Deductions/ Adjustments	DEPRECIATION AND AMORTIZATION					
				Upto 31st March, 2025	Upto 1st April, 2025	For The Year	Deductions/ Adjustments	Upto 31st March, 2026	
Factory Building	75.00	10.00	-	85.00	85.00	2.00	33.00	54.00	
Temporary Structure	10.00	4.00	-	14.00	14.00	-	14.00	-	
Plant And Equipments	142.00	4.00	-	146.00	146.00	2.00	6.00	142.00	
Furniture And Fixture	5.00	0.00	-	5.00	5.00	-	4.00	1.00	
Vehicles	1.00	0.00	-	1.00	1.00	-	-	1.00	
Office Equipments	1.00	0.00	-	1.00	1.00	-	-	1.00	
Computers	4.00	0.00	-	4.00	4.00	-	-	4.00	
Total	238.00	18.00	-	256.00	256.00	4.00	57.00	203.00	

PARTICULARS	NET BLOCK	
	As At 31st March, 2026	As At 31st March, 2025
Leasehold Land	7.00	83.00
Factory Building	10.00	209.00
Temporary Structure	-	1.00
Plant And Equipments	23.00	37.00
Furniture And Fixture	-	2.00
Vehicles	-	-
Office Equipments	-	-
Computers	-	-
Total	40.00	331.00



2.1 INVESTMENT PROPERTY:

PARTICULARS	GROSS BLOCK		
	Upto 1st April, 2025	Additions / Adjustments	Deductions / Adjustments
Freehold Land	-	77.00	-
			77.00

PARTICULARS	DEPRECIATION AND AMORTIZATION		
	Upto 1st April, 2025	For The Year	Deductions / Adjustments
Freehold Land	-	-	-
			-

PARTICULARS	NET BLOCK	
	As At 31st March, 2026	As At 31st March, 2025
Freehold Land	77.00	-

2.2 The Market value of the Investment Property is Rs. 98 Lakhs approximately as per information available.



	As At 31st March, 2026	As At 31st March, 2025
3 Inventory (At lower of Cost & net realisable value)		
Biological Goods	-	12
Total	-	12
4 Trade Receivables		
Trade Receivables Considered good, Secured	50	48
Total	<u>50</u>	<u>48</u>
Refer Note No. 43 for ageing		
5 Cash and Cash Equivalents		
Balance with Banks		
In Current Account	69	75
Cash on Hand	4	7
Total	<u>73</u>	<u>82</u>
6 Other Bank Balances		
Balance In Fixed Deposits with bank (Pledged with Bank)	41	39
Balance in Flexi Deposit with Bank	17	-
Total	<u>58</u>	<u>39</u>
7 Other Financial Assets		
Interest accrued on FDR with Bank	2	1
Fixed Deposit (Pledged)		
[FD with Original Maturity more than 12 Months and remaining maturity of less than 12 months from reporting date]	18	-
Security Deposit	6	6
Total	<u>26</u>	<u>7</u>
8 Other Current Assets		
Advances Recoverable	17	20
Total	<u>17</u>	<u>20</u>
9 Equity Share Capital		
Authorised:		
1000000 Equity Shares of Rs.10/- each	100	100
6500000 Preference Shares of Rs. 10/- each	650	-
	<u>750</u>	<u>100</u>
9.1 Issued, Subscribed & Paid Up		
900000 Equity Shares of Rs.10/- each	90	90
Total	<u>90</u>	<u>90</u>



- 9.2 The Company has Equity Shares and all equity shares rank equally with regard to dividend and share in the Company's residual assets. The equity shareholders are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share in the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

9.3 Reconciliation of the number of equity shares outstanding at the beginning & end of the year:

Particulars	Number of Shares	Amount (in Lacs)
Outstanding at the 1st April 2024	9,00,000	90
Equity shares issued during the year	-	-
Outstanding at the 31st March 2025	9,00,000	90
Equity shares issued during the year	-	-
Outstanding at the 31st March 2026	9,00,000	90

9.4 Reconciliation of the number of 0.1 % NCRPS outstanding at the beginning & end of the year:

Particulars	Number of Shares	Amount (in Lacs)
Outstanding at the 31st March 2025	-	-
0.1 % Non convertible redeemable Preference share issued during the year (Refer note no. 46)	63,97,286	640
Outstanding at the 31st March 2026	63,97,286	640

9.5 The details of Shareholders holding more than 5% shares:

Name of the Shareholders	As At 31st March, 2026	As At 31st March, 2025
Shervani Industrial Syndicate Ltd.* (Equity Shares)	9,00,000	9,00,000
*(Including One Nominee Shareholder holding 100 shares)		
Shervani Industrial Syndicate Ltd. (Preference Shares)	6,39,72,860	-

9.6 Shareholding Of Promoters:

Shares held by promoters at the end of the year	No. Of Shares	% Of Total Shares
Promoters Name		
Shervani Industrial Syndicate Limited (Equity Shares)	900000	100
Shervani Industrial Syndicate Limited (Preference Shares)	6397286	100

10 (a) Retained Earnings

Balance at the beginning of the year	(229)	(213)
Add:- Profit for the year	(4)	(16)
Balance at the end of the year	(233)	(229)

Retained Earnings represent the cumulative loss of the Company

(b) Equity Component of Non convertible

Redeemable Preference Share

Balance at the beginning of the year	-	-
Add:- Equity Component of Non convertible redeemable Preference share	255	-
Balance at the end of the year	255	-
Total	22	-



Non Current liability:
Financial Liability :

11 Borrowings		
6397286, 0.1% Non Convertible Non Participating Redeemable Preference Shares of Rs. 10/- each fair value		
Total	385	-
	385	-
12 Deferred Tax Liabilities (Net)		
<u>Deferred Tax Liabilities</u>		
Related to Property, Plant and Equipment	18	18
<u>Deferred Tax Assets</u>		
MAT Credit Receivable	3	3
Closing balance	15	15
13 Borrowings from Related Parties		
Loan from Holding Company		
Total	-	640
	-	640
14 Trade Payables		
Dues towards Medium Enterprises and small enterprises		
Dues towards others	-	-
Total	21	15
Refer Note No. 44 for Ageing	21	15
15 Other Current Liabilities		
Other Payables *		
Total	30	34
*(Includes Employee Liabilities & Statutory Dues etc)	30	34



	31st March, 2026	31st March, 2025
16 Revenue from Operations		
Sale of product(Job Charges)	450	437
Total	450	437
17 Other Income		
Interest Received	9	3
Rent Received on Investment Property	1	-
Provision of Liability Written back	-	10
Total	10	13
18 Changes in Inventories of Finished Goods, Stock-In-Trade and Work-In-Process		
Stock At Beginning of the year		
Biological Goods	12	44
Total (A)	12	44
Stock At End of the year		
Biological Goods	-	12
Total (B)	-	12
Net (A-B)	12	32
19 Employee Benefits Expense		
Salaries and Wages	228	213
Contribution to Provident & Other Funds	3	3
Workmen & Staff Welfare Expenses	3	3
Total	234	219
20 Depreciation and Amortisation Expenses :		
Depreciation	4	18
Total	4	18
21 Other Expenses		
Manufacturing Expenses:		
Power & Fuel	154	142
Repair to Building	1	2
Repair to Plant & Machinery	12	10
Other Manufacturing Expenses	2	2
Total (A)	169	156
Establishment Expenses:		
Audit Fee	1	1
Rent	-	1
Freight & Handling charges	1	1
Directors' Sitting Fee	2	2
Maintenance Charges of land	2	4
Rates and Taxes	5	1
Labour Expenses	26	22
Misc. Expenses	8	8
Total (B)	45	40
Total (A+B)	214	196



22 Reconciliation of Effective Tax Rate:

The income tax expense for the year can be reconciled to the accounting profit as follows:

Profit Before Tax	(4)	(15)
Applicable Tax Rate	29.12	29.12
Computed Tax Expense	-	-
Tax effect of:		
Expenses Allowed/Disallowed under Income Tax Act (Net)	-	-
Tax Adjustment of last years	-	-
Income tax expense reported in statement of profit and loss		

23 Earning Per Share (EPS):

Net Profit After Tax As Per Statement Of Profit And Loss	(4)	(15)
Attributable To Equity Shareholder As Numerator For Calculating Basic & Diluted EPS:		
Number Of Equity Share Used As Denominator For Calculating Basic & Diluted EPS	9,00,000	9,00,000
Basic & Diluted Earning Per Share In Rupees	(0.44)	(1.74)
Face Value Per Equity Share In Rupees	10.00	10.00

24 Contingent Liability

There is no contingent liability as at 31st March, 2026.

25 Related party disclosures as required under IND-AS-24 are given below:

Related Party disclosures as required under section 188 of Companies Act, 2013 has been made with whom transactions has been made during the year.

Holding Company:

Shervani Industrial Syndicate Ltd.

Directors

Mr. Saleem Iqbal Shervani (Non Executive Director)
Mr. Syed Zafar Subhan (Non Executive Director)
Mr. T. Nadesan, Director (Non Executive Director)
Ms. Aradhika Chopra (Nominee Director)

Trust Under common Control

Saleem Family Trust
Aslam Family Trust
Azhar Family Trust
Saeed Family Trust
Salma Zeba Family Trust

Compensation paid to Non -Executive Directors

Mr. Saleem Iqbal Shervani
Short Term Employee Benefit
Other Long term benefits
Sitting Fees

Mr. Syed Zafar Subhan
Short Term Employee Benefit

(Rs. In Lakhs)
2025-26 2024-25

- -
- -
0.6 0.4



Other Long term benefits	-	-
Sitting Fees	0.6	0.5
Mr. T. Nadesan, Director		
Short Term Employee Benefit	-	-
Other Long term benefits	-	-
Sitting Fees	0.2	0.2
Ms. Aradhika Chopra\, Director		
Short Term Employee Benefit	-	-
Other Long term benefits	-	-
Sitting Fees	0.5	0.5
Compensation paid to Relative of KMPs		
Mrs. Iram Ibrahim Shervani		
Short Term Employee Benefit	15.60	15.60
Other Long term benefits	-	-
Selling Commission	-	-
Holding Company		
Loans taken from Holding		
Balance of loan at the beginning of the year	640	-
Less: Loan Converted into Investment in NCRPS (Refer Note no. 47)	640	-
Balance at the End of the Year	-	-
Issue of Non convertible redeemable preference share		
Balance at the beginning of the year	-	-
Add:- Issue of Preference shares. Details of which are as under (Refer Note No. 46)		
-Borrowings	385	-
-Other Equity	255	-
Balance at the End of the Year	640	-
Balance at the End of the Year. Details of which are as under		
-Borrowings	385	-
-Other Equity	255	-
	640	-
Other Transactions		
Reimbursemnt of Advance expense	10	-
Rent Received	1	-



26 Financial Instruments and Related Disclosures

Capital Management:

The Company's financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The Company funds its operations majorly through internal accruals. The Company aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

Categories of Financial Instruments

Particulars	Note	As at 31st March, 2026		As at 31st March, 2025	
FINANCIAL ASSETS					
Measured at amortized cost					
Trade Receivables	4	Carrying Value	Fair Value	Carrying Value	Fair Value
Cash and Cash Equivalents	5	50	50	48	48
Other Bank Balances	6	73	73	82	82
Other Financial Assets	7	58	58	58	58
		26	26	26	26
Total Financial Assets		207	207	214	214
FINANCIAL LIABILITIES					
Measured at amortized cost					
Borrowings	11 & 13	385	385	640	640
Trade Payables	14	21	21	15	15
Total Financial Liabilities		406	406	655	655

27 FINANCIAL RISK MANAGEMENT OBJECTIVES:

The company's has proper system of risk management policies and procedure and internal financial control aimed at ensuring early identification Evaluation and management of key financial risks (Such as credit risk, liquidity risk and market risk) that may cause as a consequence of business of operation as well as its investing and financial activities. Risk management policies and systems are reviewed regularly to reflect changes in market condition and the company's activities. The company has exposure to the following risks arising from financial instruments:

Credit Risk :

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Liquidity Risk :

Prudent The company's approach to managing liquidity is to ensure , as far as possible , that the company will have sufficient liquidity to meets its liabilities when they are due under both normal and stressed conditions without incurring unacceptable loss or damage to the company's goodwill/reputation . The company is able to settle or meet obligations as they become due.

Market Risk :

The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

The company is not an active investor in equity markets and therefore there is no Market Risk.

FAIR VALUE MEASUREMENT:

Fair value hierarchy:

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:



Level 1:

Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A quoted price in an active market provides the most reliable evidence of fair value and shall be used without adjustment to measure fair value.

Level 2:

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3:

Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs shall be used to measure fair value to the extent that relevant observable inputs are not available.



- 28 The Government of India on September 20, 2019, vide the Taxation Law (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay Corporate Tax at reduced rate effective, April 01, 2019, subject to certain conditions. The Company is continuing to provide for income tax at old rates based on the available unutilised minimum alternative tax credit.
- 29 The company did not enter any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956. There are no outstanding balances (payable to / receivable from) with struck off companies.
- 30 There are no charges or satisfaction yet to be registered with ROC beyond the statutory period as no loan/guarantee have been taken by the company.
- 31 The company has not entered in any Scheme of Arrangements and no Scheme of Arrangements has been approved by the Competent Authority in terms of section 230 to 237 of the Companies Act 2013.
- 32 The company did not held any Benami Properties and no proceedings has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibiton) Act, 1988 (45 of 1988) and rules made thereunder.
- 33 The company is not declared willful defaulter by any bank or financial institution or any other lender.
- 34 The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- 35 All transactions have been recorded in the books of account and there are no unrecorded income have been disclosed during the year in the tax assessments under the Income-Tax Act, 1961. Moreover there are no unrecorded income and related assets pertaining to previous years.
- 36 The Company has complied with the number of layers prescribed under (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.
- 37 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.
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.
- 38 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.
- 39 Gratuity payable to employees are accounted for on payment basis.
- 40 Leave encashment payable to employees are accounted for on payment basis.
- 41 The Company has not received the required information from Suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/ payable as required under the said Act have not been made.
- 42 Previous year's figures have been regrouped/reclassified and restated wherever necessary to correspond with the current year's classification/disclosure.



43 Trade Receivables Ageing As on 31.03.2026

Particulars	Outstanding for Following Periods from due date of payment as at 31st March, 2026				
	Less than 6 Months	6 Months- 1 Year	1-2 Years	More than 3 Years	Total
Undisputed Trade Receivables – Considered Good	50	-	-	-	50
Undisputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-
Considered Doubtful – Credit Impaired	-	-	-	-	-
Undisputed Trade Receivables – Considered Good	-	-	-	-	-
Undisputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-
Disputed Trade Receivables – Credit Impaired	-	-	-	-	-
Total	50	-	-	-	50

Trade Receivables Ageing As on 31.03.2025

Particulars	Outstanding for Following Periods from due date of payment as at 31st March, 2025				
	Less than 6 Months	6 Months- 1 Year	1-2 Years	More than 3 Years	Total
Undisputed Trade Receivables – Considered Good	48	-	-	-	48
Undisputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-
Considered Doubtful – Credit Impaired	-	-	-	-	-
Undisputed Trade Receivables – Considered Good	-	-	-	-	-
Undisputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-
Disputed Trade Receivables – Credit Impaired	-	-	-	-	-
Total	48	-	-	-	48



44 Trade Payable Ageing As on 31.03.2026

Particulars	Outstanding for Following Periods from due date of payment as at 31st March, 2026				
	Not Due / hold	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years
(i) MSME	-	-	-	-	-
(ii) Others	-	16	-	1	4
(iii) Disputed dues — MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	-	-	-	-	4
					21

Trade Payable Ageing As on 31.03.2025

Particulars	Outstanding for Following Periods from due date of payment as at 31st March, 2025				
	Not Due / hold	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years
(i) MSME	-	-	-	-	-
(ii) Others	-	10	1	-	4
(iii) Disputed dues — MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	-	-	-	-	4
					15



45 Accounting Ratios

Ratios	31-03-2026	31-03-2025	% Variance	Reason for Variance
1) Current Ratio	4.61	0.34	1255.25%	The Ratio has impacted due to decrease in borrowing
2) Debt Equity Ratio	3.44	(4.60)	-174.73%	The Ratio has impacted due to increase in other equity
3) Debt Service Coverage Ratio	-	-	-	
4) Return on Equity (%)	0.07	0.12	-38.27%	The Ratio has impacted due to a reduction in loss during the year as compared to the previous year.
5) Inventory Turnover Ratio	18.75	15.80	18.67%	
6) Trade Receivable Turnover Ratio	2.30	7.73	-70.30%	The Ratio has impacted due to a reduction in credit period of trade receivables
7) Trade Payable Turnover Ratio	NA	NA	NA	
8) Net Capital Turnover Ratio	(3.32)	(0.96)	245.94%	The Ratio has impacted due to conversion of loan (Refer note no. 47)
9) Net Profit Ratio (%)	(0.89)	(3.59)	-75.24%	The Ratio has impacted due to a reduction in loss during the year as compared to the previous year.
10) Return on Capital Employed (%)	(0.78)	(3.03)	-74.22%	The Ratio has impacted due to a reduction in loss during the year as compared to the previous year.
11) Return on Investment (%)	NA	NA	NA	

FORMULAE FOR COMPUTATION OF RATIOS:

Ratios	Numerator	Denominator
Current Ratio	Current Assets	Current Liabilities
Debt Equity Ratio	Total Debt	Shareholder's Equity
Debt Service Coverage Ratio	Earnings Available for Debt	Debt Service (Intt+Principal)
Return on Equity	Net Profits after taxes –	Average Shareholder's Equity
Inventory Turnover Ratio	COGS OR SALES	Average Inventory
Trade Receivables Turnover Ratio	Net Credit Sales	Average trade receivables
Trade Payables Turnover Ratio	Net Credit Purchases	Average Trade Payables
Net Capital Turnover Ratio	Net Sales	Average Working Capital (CA-CL)
Net Profit Ratio	Net Profit	Net Sales
Return on Capital Employed	Earnings before Interest and Tax	Capital Employed (where CE= Tangible Net
Return on Investment	{MV(T1) – MV(T0) – Sum [C(t)]}	{MV(T0) + Sum [W(t) * C(t)]}

- 46 During the year the company has issued 0.1% 63,97,286 Non Convertible Redeemable Preference Shares (NCRPS) of Rs. 10 each to holding company – Shervani Industrial Syndicate Limited in compliance with sections 42,55 and other applicable provisions of companies Act. These NCRPS were issued by the company to discharge existing loan liabilities amounting to Rs. 639.73 lakh .
- 47 Deferred tax assets have not been recognised for the carry forward un-used tax losses as it is not probable that future taxable profit from operations will be available against which the un-used tax losses can be utilised.
- 48 All amounts are rounded off to the nearest lakh, without decimal places except when otherwise stated .
- 49 The Financial Statement were approved by the Board of Directors on 04th May, 2026

