


SIGACHI US INC
Balance Sheet as at 31st March, 2024

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	As at 31st Mar 24	As at 31st Mar 23
ASSETS			
Non-current assets			
Property, plant and equipment		2,70,178	-
Total non-current assets		2,70,178	-
Current assets			
Inventories	1	8,65,89,861	15,65,86,788
Financial assets			
Trade receivables	2	30,82,46,638	8,89,30,164
Cash and cash equivalents	3	77,01,575	2,29,59,507
Other financial assets	4	27,07,955	31,81,005
Total current assets		40,52,46,028	27,16,57,463
TOTAL ASSETS		40,55,16,206	27,16,57,463
EQUITY AND LIABILITIES			
Equity			
Equity share capital		13,00,800	13,00,800
Other equity		21,97,69,252	5,42,21,827
Total Equity		22,10,70,052	5,55,22,627
Current liabilities			
Financial liabilities			
Borrowings	5	11,08,133	8,22,182
Trade payables	6	17,05,80,892	20,76,40,528
Other current liabilities	7	1,27,57,130	76,72,126
Total current liabilities		18,44,46,154	21,61,34,836
TOTAL EQUITY AND LIABILITIES		40,55,16,206	27,16,57,463

FOR AND BEHALF OF THE BOARD OF DIRECTORS

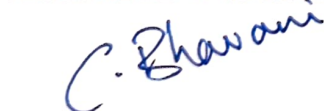

C. Bhavani Shanmugam
 Director

Statement of Profit and Loss for the year ended 31st March, 2024

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Note	Year ended 31st Mar 24	Year ended 31st Mar 23
Gross Revenue from operations	8	79,13,47,560	50,21,59,017
Other income		-	-
Total income		79,13,47,560	50,21,59,017
Expenses			
Purchahses of stock in trade	9	48,10,61,462	41,76,57,411
Changes in inventories of finished goods, work in progress and stock in trade	10	6,99,96,927	34,02,925
Employee benefit expenses	11	2,61,17,084	2,03,28,306
Finance costs	12	1,85,768	49,892
Depreciation and amortization		46,496	-
Other expenses	13	3,69,60,748	2,63,00,911
Total expenses		61,43,68,486	46,77,39,446
Profit/(loss) before tax		17,69,79,075	3,44,19,571
Tax expense			
(i) Current tax		1,16,54,043	92,50,458
(ii) Deferred tax			
Profit/(loss) for the period from continuing operations		16,53,25,031	2,51,69,112
Other comprehensive income			
A.			
i) Items that will not be reclassified to profit and loss		-	-
ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B.			
i) Items that will be reclassified to profit and loss		2,22,394	23,97,960
ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total Comprehensive income for the period (Comprising profit(Loss) and other comprehensive Income for the period)		16,55,47,425	2,75,67,072

FOR AND BEHALF OF THE BOARD OF DIRECTORS


C. Bhavani Shanmugam
Director

SIGACHI US INC

Statement of Cash Flows for the year ended 31st march, 2024

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Year ended 31st Mar 24	Year ended 31st Mar 23
Cash flows from operating activities		
Profit/(loss) before tax	17,69,79,075	3,44,19,571
Adjustments to reconcile net loss to net cash provided by operating activities		
Finance costs	1,85,768	49,892
Forex Difference	2,22,394	23,97,960
Changes in Current assets and Current liabilities		
Inventories	6,99,96,927	34,02,925
Trade receivables	(21,93,16,475)	2,56,18,051
Trade payables	(3,70,59,636)	(3,85,27,607)
Other assets	4,73,050	(31,81,005)
Other liabilities	11,17,323	75,15,689
Cash generated from operations	(74,01,574)	3,16,95,476
Income taxes paid	(76,86,363)	(1,54,96,195)
Net cash flow from operating activities (A)	(1,50,87,937)	1,61,99,281
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,70,178)	-
Net cash flow used in investing activities (B)	(2,70,178)	-
Cash flow from financing activities		
Proceeds/(Repayment) of short-term borrowings (net)	2,85,950	(6,93,894)
Finance costs	(1,85,768)	(49,892)
Net cash flow (used in)/from financing activities (C)	1,00,183	(7,43,786)
Net increase in cash and cash equivalents (A+B+C)	(1,52,57,933)	1,54,55,495
Cash and cash equivalents at the beginning of the year	2,29,59,507	75,04,012
Cash and cash equivalents at the end of the year	77,01,575	2,29,59,507

FOR AND BEHALF OF THE BOARD OF DIRECTORS

C. Bhavani

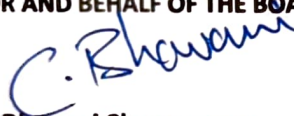
C. Bhavani Shanmugam
Director

SIGACHI US INC**STATEMENT OF CHANGES IN EQUITY AND OTHER EQUITY**

(All amounts in Indian rupees, except share data and where otherwise stated)

Particulars	Equity share capital		Other Comprehensive Income
		Profit and loss	
Balance as at 1st Apr 23	13,00,800	6,20,79,526	(78,57,699)
Current year		16,53,25,031	-
Foreign exchange difference		-	2,22,394
Balance as at 31st Mar 24	13,00,800	22,74,04,557	(76,35,305)

FOR AND BEHALF OF THE BOARD OF DIRECTORS


C. Bhavani Shanmugam
Director

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1 Corporate information

Sigachi US, Inc. was incorporated on January 20, 2017 under the laws of Virginia with the State Corporate Commission. Richmond and its registered office is situated at 4310 Prince William parkway, Suite 300, Prince William, Virginia-22192. The Company is majorly engaged in the business of trading of Micro Crystalline Cellulose Powder ("MCCP") and other food and pharma active ingredients.

2 Basis of Preparation and Presentation of Financial Statements

The financial statements of Sigachi US Inc ("the Company") for the year ended 31st March, 2024 have been prepared and presented in accordance with the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

2.1 Foreign Currency:

i. Foreign currency transactions:

Transactions in foreign currencies are translated to the respective functional currencies of entities within the Company at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at that date. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in the consolidated statement of profit and loss in the period in which they arise.

ii. Foreign Operations:

Foreign exchange gains and losses arising from a monetary item receivable from a foreign operation, the settlement of which is neither planned nor likely in the foreseeable future, are considered to form part of the net investment in the foreign operation and are recognised in OCI and presented within equity as a part of foreign currency translation reserve ("FCTR").

In case of foreign operations whose functional currency is different from the parent company's functional currency, the assets and liabilities of such foreign operations, including goodwill and fair value adjustments arising upon acquisition, are translated to the reporting currency at exchange rates at the reporting date. The income and expenses of such foreign operations are translated to the reporting currency at the monthly average exchange rates prevailing during the year. Resulting foreign currency differences are recognised in OCI and presented within equity as part of FCTR.

2.2 Basis of Measurement

All assets and liabilities are classified into current and non-current based on the operating cycle of twelve months or based on the criteria of realisation/settlement within twelve months period from the reporting/balance sheet date.

Assets: An asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is expected to be realized within twelve months after the reporting date; or
- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities: A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within twelve months after the reporting date; or
- d. The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current assets/ liabilities include the current portion of noncurrent assets/ liabilities respectively.

All other assets/ liabilities are classified as noncurrent. Deferred tax assets and liabilities are always disclosed as non-current.

2.3 Operating Cycle

Operating cycle is the time between the acquisition of assets for processing and their in cash and cash equivalents. The company has ascertained its operating cycle as twelve months for the purpose of current/ non-current classification of assets and liabilities.

2.4 Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognized in the period in which they are determined.

a. Depreciation and amortization: Depreciation and amortization is based on Schedule II to the Companies Act, 2013, which describes useful lives of property, plant and equipment and intangible assets.

b. Provisions and contingencies: Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.

2.5 Cash and Cash Equivalents

Cash and Bank balances comprise of cash balance in hand, in current accounts with banks and Bank Fixed Deposits with maturity of 3 months or less than 3 months.

2.6 Borrowing Cost:

Borrowing costs are charged to the Statement of Profit and Loss except in cases where the borrowings are directly attributable to the acquisition, construction or production of qualifying asset till it is put to use.

2.7 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and is recognised when it is probable that the economic benefits associated with the transaction will flow to the Company and the amount of income can be measured reliably. Revenue is net of returns and is reduced for rebates, trade discounts, refunds and any other taxes collected on behalf of government.

Sale of goods

Revenue is recognised when the control of the goods has been transferred to a third party. This is usually when the title passes to the customer, either upon shipment or upon receipt of goods by the customer. At that point, the customer has full discretion over the channel and price to sell the products, and there are no unfulfilled obligations that could affect the customer's acceptance of the product.

2.8 Trade Receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using effective interest method, less provision for impairment, if any.

2.9 Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and are presented as current liabilities unless payment is not due within twelve months after the reporting period. They are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

Note	Particulars	As at 31st Mar 24	As at 31st Mar 23
1	INVENTORIES		
	Finished Goods	8,65,89,861	15,65,86,788
		8,65,89,861	15,65,86,788
2	TRADE RECEIVABLES		
	Unsecured		
	Considered good	30,82,46,638	8,89,30,164
	Considered doubtful		
		30,82,46,638	8,89,30,164
	<i>Less: Allowances for credit losses</i>	-	-
		30,82,46,638	8,89,30,164
3	CASH AND CASH EQUIVALENTS		
	Balances with banks		
	In Current accounts	77,01,575	2,29,59,507
		77,01,575	2,29,59,507
4	OTHER FINANCIAL ASSETS		
	Pre paid Expenses	24,37,181	31,81,004
	Rent Deposit	2,70,773	-
		27,07,954	31,81,004
5	BORROWINGS		
	Unsecured Loans	11,08,133	8,22,182
		11,08,133	8,22,182
6	TRADE PAYABLES		
	Due to micro, small and medium enterprises		
	Others	17,05,80,892	20,76,40,528
		17,05,80,892	20,76,40,528
7	OTHER CURRENT LIABILITIES		
	Provision for income tax	39,67,681	-
	Accrued Expenses Payable	78,22,650	70,34,999
	Employee Benefits Payable	9,66,800	6,37,127
		1,27,57,130	76,72,126

FOR AND BEHALF OF THE BOARD OF DIRECTORS



C. Bhavani Shanmugam
Director

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(All amounts in Indian rupees, except share data and where otherwise stated)

NOTES	Particulars	Year ended 31 Mar 24	Year ended 31 Mar 23
8	REVENUE FROM OPERATIONS		
	Sale of products	79,13,47,560	50,21,59,017
		79,13,47,560	50,21,59,017
9	PURCHASES OF STOCK IN TRADE		
	Add: Purchases	48,10,61,462	41,76,57,411
		48,10,61,462	41,76,57,411
10	CHANGES IN INVENTORIES OF WORK-IN-PROCESS AND FINISHED GOODS		
	Inventories at the end of the year		
	Finished Goods	8,65,89,861	15,65,86,788
		8,65,89,861	15,65,86,788
	Inventories at the beginning of the year		
	Finished Goods	15,65,86,788	15,99,89,713
	Net (increase)/decrease	6,99,96,927	34,02,925
11	EMPLOYEE BENEFIT EXPENSE		
	Salaries and wages	2,61,17,084	2,03,28,306
		2,61,17,084	2,03,28,306
12	FINANCE COSTS		
	Interest on borrowings	-	14,022
	Bank Charges	1,85,768	35,871
		1,85,768	49,892
13	OTHER EXPENSES		
	Administration ,Selling and Other Expenses		
	Rental	13,35,295	17,85,512
	Insurance	17,06,838	13,97,406
	Rates and taxes	55,93,874	30,29,621
	Selling Expenses	74,28,506	71,32,713
	Travelling and conveyance	52,68,471	37,19,993
	Professional & consultancy fees	27,91,605	11,81,273
	Communication expenses	7,01,988	3,18,215
	Warehouse Charges	1,15,43,336	71,82,194
	Other Expenses	5,90,835	5,53,985
	Total	3,69,60,748	2,63,00,911

FOR AND BEHALF OF THE BOARD OF DIRECTORS


 C. Bhavani Shanmugam
 Director