

# 12<sup>th</sup> ANNUAL REPORT 2025-26



**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

(CIN:U01403AP2014PTC094771)



## **Values :**

- Transparency
- Quality in Every Aspect
- Innovation
- Honesty & Accountability
- Trust & Teamwork

## **Mission :**

- We are committed to benefit our members by providing them competitive price for the milk supplied and services to increase milk productivity as well as reduce cost of milk production.
- We are vibrant Producer Company known for providing quality milk and milk products to consumer, through our committed and motivated employees.

## **Vision 2030 :**

- Shreeja will be among the top 5 producer owned dairy organizations in the country



# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

(CIN: U01403AP2014PTC094771)

## TWELFTH ANNUAL REPORT 2025-26

### BOARD OF DIRECTORS

|                                 |                                               |
|---------------------------------|-----------------------------------------------|
| Smt. Sreedevi Siddareddygar     | Chairman                                      |
| Smt. Thayaramma Madhasi         | Director                                      |
| Smt. Vijaya Lakshmi Pulikinti   | Director                                      |
| Smt. Hemalatha Marupudi         | Director                                      |
| Smt. Chandrakala Tamatapalli    | Director                                      |
| Smt. Girija Gonappa             | Director                                      |
| Smt. Reddamma Patakula Senappa  | Director                                      |
| Smt. Varalakshmi Mummareddy     | Director                                      |
| Smt. Naveenakumari Pannamareddy | Director                                      |
| Smt. Hamsaveni Gurramollu       | Director                                      |
| Smt. Nandini Gerigi             | Director                                      |
| Smt. Romy Jacob                 | Expert Director                               |
| Dr. Raghu Hassan Mallegowda     | Expert Director                               |
| Shri Pyaraka Kodanda Pani       | Expert Director (Appointed on 29th May, 2026) |
| Shri Thimmappa S R              | Director & Chief Executive                    |

### COMPANY SECRETARY

Shri Amarendra Babu Nagasuri

### HEAD - FINANCE & ACCOUNTS

Shri Rajesh Napa

### STATUTORY AUDITORS

M/s. S.N. Dhawan & Co.,  
Chartered Accountants

### REGISTERED OFFICE

3rd & 4th Floors, Bachala Towers  
Plot No. 29 & 30  
S.G.S Arts college Road  
New Indira Nagar  
Tirupati, Andhra Pradesh  
Pin- 517501  
Tel: 0877 2242173  
www.shreejamilk.com

### BANKERS

Andhra Pradesh Grameena Bank  
HDFC Bank  
ICICI Bank  
State Bank of India

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## SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

### DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors are pleased to present before you their Twelfth Annual Report on the operations of the Company along with the Audited Accounts for the year ended 31st March, 2026.

The Company was incorporated on 03rd July, 2014 as a Producer Company under the provisions of the Companies Act in the State of Andhra Pradesh to undertake the business of pooling, purchasing, processing of milk of the Members, and marketing of the same and to deal in activities that are part of or incidental to any activity related thereto.

#### 1. Financial Results

The summarized Financial Results are as under:

(Rs. in Crores)

| Particulars                             | For the year ended<br>31st March 2026 | For the year ended<br>31st March 2025 |
|-----------------------------------------|---------------------------------------|---------------------------------------|
| Total Revenues                          | 1,240.39                              | 1,110.88                              |
| Total Expenses                          | 1,215.12                              | 1,084.95                              |
| Profit/(Loss) for the period before tax | 25.28                                 | 25.93                                 |
| Tax expenses                            | 6.62                                  | 6.71                                  |
| Profit/(Loss) for the period after tax  | 18.66                                 | 19.23                                 |

During the year under review, the total revenue generated was Rs. 1,240.39 Crores against Rs. 1,110.88 Crores in the previous year. The total revenue includes revenue from operations Rs. 1,233.67 Crores and other income earned Rs. 6.72 Crores. The total expenses incurred were Rs. 1,215.12 Crores against Rs. 1,084.95 Crores of previous year. Total expenses include material expenses of Rs. 1,146.81 Crores, financial expenses of Rs. 3.4 Crores and depreciation and amortization expenses of Rs. 6.02 Crores. This has resulted a Profit Before Tax (PBT) of Rs. 25.28 Crores and net Profit After Ttax (PAT) of Rs. 18.66 Crores as against Rs. 25.93 Crores and Rs. 19.23 crores in the previous year respectively.

#### 2. Limited Return (Dividend)

The Board of Directors are pleased to recommend limited return (dividend) at the rate of Rs. 7/- (Rupees Seven only) per equity share absorbing Rs, 3,03,60,330/-. The limited return (dividend) will be paid to those members, whose names appear in the Register of Members of the Company as on 31st March 2026.

#### 3. Transfer to General Reserve

Pursuant to provisions of the Companies Act, 2013 and Articles of Association of the Company, the Board proposes to transfer an amount of Rs. 15.62 Crores to the General Reserve.

#### 4. Change in nature of Business

There is no change in the nature of the business of the Company during the year under review.

#### 5. Material Changes and Commitments

There have been no material changes and commitments, which affect the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report.

#### 6. Business and Operational Overview

The company's core operations revolve around the aggregation, procurement, processing, and marketing of milk and its derivative products. The activities undertaken by the Company during the fiscal are detailed below:

##### Milk Procurement

The Company procures milk from 4 States, 16 Districts and over 2,200 villages through 4,900 Milk Pooling Points (MPPs) and transports it to 134 Bulk Milk Cooling Units (BMCUs) with a combined daily processing capacity of 11 lakh litres. During the year, 6 new BMCUs were added to the network.

The Company achieved an average daily milk procurement of 7.13 lakh litres, registering a year-on-year growth of 3.49%.

To recognise the continued contribution of Members towards regular milk supply, the Company declared Rs. 13.77 crore towards price difference/additional price to eligible Members, which includes Health Kits to support animal health care.

### **Ration Balancing Programme (RBP)**

The RBP has made significant strides in enhancing animal production and reproduction through scientific feeding methods, area-specific mineral mixtures, and technical support to milk producers, improving milk production efficiency and economic returns. Going forward, RBP aims to expand its reach, raise awareness on responsible antibiotic usage, and strengthen training initiatives to empower livestock owners for sustainable dairying.

The programme also continued to promote awareness on responsible antibiotic usage, animal nutrition and sustainable dairy farming, with the support of veterinary experts and Ethno-Veterinary Medicine (EVM) practices.

### **Key Achievements**

- 3,989 health camps were organised, providing veterinary services to dairy farmers. Approximately 55,000 cows were screened for subclinical mastitis, with necessary treatment provided through EVM practices, contributing to improved animal health and milk quality.
- Veterinary experts conducted awareness programmes on Lumpy Skin Disease (LSD) and Subclinical Mastitis, with emphasis on preventive measures and EVM practices.
- The Company supplied 26,279 MT of cattle feed, over 100 MT of Area Specific Mineral Mixture and essential veterinary medicines, supporting improved animal health and productivity and helping reduce the cost of milk production.

### **Producer Institution Building (PIB)**

The PIB Department continued to focus on member engagement, capacity building and strengthening producer institutions.

During the year, 29,880 new applications were received and 1,450 new Milk Pooling Points (MPPs) were operationalised, the highest annual addition since inception.

The three-year JICA-supported capacity-building programme, implemented in collaboration with NDDB and NDS, was successfully completed, covering 3,53,946 participants over the programme period, including 2,51,053 participants during the year.

PIB Department introduced Palakarimpu, a household-level member engagement initiative, a traditional household-level engagement programme under which field teams visited individual households to elucidate the nuances of Shreeja's producer-ownership model. During the year the Company established 10,714 Village Contact Groups (VCGs) and 3,944 Member Relations Groups (MRGs) to strengthen member communication and grievance redressal.

The QCMP Plus initiative was launched to reduce mastitis and improve milk quality and price realisation. Around 18,000 members were also trained under the Rashtriya Gokul Mission on scientific breeding and nutritional practices.

Shreeja has around 29,300 Lakhpati Didis, with continued efforts to improve members' income and entrepreneurial capabilities. Overall, the Department continued to contribute to member empowerment, capacity building and strengthening Shreeja as a women-owned producer institution.

### **Quality Assurance (QA)**

During the year, the QA Department continued to strengthen food safety, quality assurance and regulatory compliance across the milk procurement network. Key achievements include:

- Successfully implemented and obtained ISO 22000:2018 Food Safety Management System (FSMS) certification for the Head Office and 10 BMCUs under a multi-site certification programme.
- Strengthened raw milk quality monitoring through regular testing of Fat, SNF, MBRT, Acidity, Alcohol and adulteration parameters, along with the introduction of MBRT analysers at selected BMCUs.
- Enhanced adulteration detection and prevention through Milko Screens and rapid testing kits at MPPs and BMCUs.
- Improved cleaning, sanitation and hygiene practices through the use of specialised cleaning and sanitising chemicals.
- Strengthened digital monitoring, traceability and employee training covering food safety, HACCP, laboratory practices, calibration and sanitation.
- Continued to strengthen FSSAI compliance through internal audits, laboratory standardisation, equipment calibration and hygiene verification.

Overall, the Department continued to strengthen the Company's food safety systems, milk quality and compliance with internationally recognised food safety standards.

### **Information Technology (IT)**

During the year, the IT Department continued to support business growth, operational efficiency and digital transformation across the Company. Key achievements include:

- SAP S/4HANA: Successfully completed implementation and migration across core business functions, enabling integrated operations, real-time data and improved reporting.
- Kanha DPU Application: Implemented the central application and server infrastructure to streamline milk collection and integrate master data and transactions.
- Shreeja DMS: Developed and deployed an in-house Document Management System with centralised storage, role-based access and secure document sharing, reducing dependence on external SaaS platforms.
- Process Automation: Initiated development of in-house solutions for purchase automation, milk tanker transport management, internal approvals and operational activities, aimed at improving efficiency and reducing manual processes.
- GRN Automation: Developed an in-house RPA-based SAP solution for automating milk procurement GRN and related postings, reducing manual effort and improving accuracy.
- Bulk GRN Upload: Developed an Excel-based SAP solution for bulk GRN posting of cattle feed and diesel, currently under User Acceptance Testing, to improve the speed and accuracy of inventory transactions.
- Compliance tool: The Company implemented a new compliance management tool named 'LexComply' to strengthen and streamline its regulatory compliance framework. This tool enables systematic tracking, monitoring, and timely fulfilment of applicable statutory and regulatory compliances across various laws and functions of the Company. The adoption of LexComply reflects the Company's continued commitment to good governance and proactive compliance management.

### **Human Resources & Administration (HR & Admin)**

During the year, HR & Admin Department continued to focus on employee welfare, statutory compliance, skill development and organisational capability. The key initiatives and achievements include:

- Employee Welfare: Mediclaim coverage was extended to Producer Directors and their family members, strengthening the Company's focus on wellbeing.
- Talent & Skill Development: Entered into a Memorandum of Agreement (MoA) with 1M1B to support talent sourcing and skill development initiatives.
- Government Employment Scheme: Registered with EPFO under the Pradhan Mantri Viksit Bharat Rozgar Yojana (PMVBRY), enabling eligible employees and the Company to avail benefits under the Employee Linked Incentive scheme.

- Employee Engagement & Safety: Organised employee team outings, fire safety
- demonstrations in association with the Andhra Pradesh Disaster Response and Fire Services Department, and traffic awareness programmes with Tirupati Police.
- Learning & Development: Conducted programmes on Resilience & Adaptability, Problem Solving & Critical Thinking, along with specialised training through NDDB and NDS in dairy business management, leadership, organisational culture, Advanced Excel and veterinary programmes.

## **7. Farmer Producer Organisation - Chitravathi FPO**

Chitravathi Fodder and Agri Producer Company Limited (FPO) was incorporated under the 10,000 FPO Scheme of the Government of India, with the support of the National Dairy Development Board (NDDB) as the Implementing Agency (IA) and Shreeja Mahila Milk Producer Company Limited as the Cluster-Based Business Organisation (CBBO). During FY 2025-26, the FPO continued to strengthen farmer participation and promote collective marketing of agricultural produce.

The FPO undertakes the procurement and marketing of mangoes, fruits and vegetables sourced from its members and other farmers, with sales facilitated through NDDB Dairy Services (NDS) and Mother Dairy Fruit & Vegetable Private Limited. It also supplies silage to its members and other farmers to support livestock nutrition. During the year, the FPO recorded revenue of Rs. 1.49 crore and a Profit Before Tax of Rs. 23.63 lakh.

## **8. Share Capital / Membership / Voting Rights**

As on 31st March, 2026 the paid-up share capital was Rs. 43.37 Crores, whereas, 1,27,315 members were appearing on the register of members of the Company.

After 31st March 2026, Company has enrolled 3,706 new members and 2,169 members were cancelled their membership and the total number of members as on the date of this report stands at 1,28,852 members.

To avoid cancellation of membership, all the members are hereby requested to fulfil all the patronage criteria of their respective class and conditions for continuation of membership during the relevant financial year.

### **Class Categorization / Voting Rights and attendance at 13th AGM**

As on 31st March, 2026 total members as per register was 1,27,315 out of which 2,169 members cancelled and surrendered their membership post 31st March 2026. Hence, they are not eligible to attend the 13th AGM. Based on the analysis of data, fulfilment and non-fulfilment of patronage criteria by the members during FY 2025-26 and their member status as on date of notice, there were 5,847 members in Class-A, 15,263 members in Class-B and 41,632 members in Class-C (aggregating to 62,742 members), who apart from fulfilling the basic condition for voting also fulfilled all the criteria of patronage of their respective class, and therefore, they are entitled to vote on all the resolutions.

Note: A member of one class (Class A, Class B or Class C) can vote on appointment of director belonging to her own class only and cannot vote on appointment of director of other Class (vide Article 9.5 of the Articles of Association).

There were 10,109 members, who have fulfilled basic condition for voting (i.e., pouring of milk for at least 200 days totalling to at least 500 litres in a previous financial year) but have not fulfilled one or more of the patronage criteria of their respective class during F.Y. 2025-26. Hence, they do not qualify to be in any of the three classes for the purpose of categorizing members into different classes, and consequently, they are not entitled to vote on class based election of Directors (at Item nos. 3,4 & 5 of the notice), however, they can vote on other resolutions at Item no's 1,2,6,7 & 8 of the notice.

Remaining members who didn't pour the milk for at least 200 days totalling to at least 500 litres during the previous financial year 2025-26 and hence they are not entitled for voting rights in 13th AGM. Out of the total 1,27,315 members, 2,169 members' membership have been cancelled post 31st March 2026. Hence, they are not eligible to attend the AGM.

After the closure of the Financial Year 2025-26 and till the date of this notice, 3,706 new members were admitted, who will not be entitled to dividend (if declared) for FY 2025-26 as well as voting right at ensuing AGM. However, they can attend the AGM.

A milk producer, who was a member as on 31st March 2026, but whose membership has been cancelled after 31st March, 2026, will be entitled to dividend for FY 2025-26, but shall not be entitled to any share/membership related rights, entitlement or benefit (including attendance & voting at AGM) post such cancellation as she has ceased to be a member of the Company.

Similarly, a new member, who was admitted as member of the Company post 31st March 2026 will not be entitled to dividend for the F.Y. 2025-26 as well as voting right at ensuing AGM.

#### **9. Investor Education and Protection Fund (IEPF)**

During the year under review, unpaid dividend for the financial year amounting Rs. 1,31,192/- which remains unpaid/unclaimed for a period of 7 years, from the date it was lying in the unpaid dividend account, has been transferred by the Company to the Investor Education Protection Fund (IEPF) pursuant to the requirement of section 124(5) of the Companies Act, 2013.

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

#### **10. Board of Directors and Key Managerial Personnel**

Pursuant to the Article 9.6 and other relevant articles of the Articles of Association of the Company and applicable provisions of the Companies Act 2013, Smt. Chandrakala Tamatapalli (DIN: 09730332), Smt. Smt. Girija Gonappa (DIN: 09731179) and Smt. Sreedevi Siddareddygar (DIN: 06881611) were re-appointed as Directors at 12th AGM of the Company.

Dr. Raghu Hassan Mallegowda (DIN: 08936193) tenure was expired and re-appointed on 22nd May, 2026

Shri Thimmappa S R (DIN: 10561870) Chief Executive & Ex-officio of the Company tenure was expired on 31st March, 2026 and re-appointed for a period of one (1) year.

Shri Jaytheertha Chary (DIN: 07709827) was resigned on 20th March, 2026 due to professional commitments.

The Board appraised the services rendered by Shri Jaytheertha Chary, Expert Director during his tenure and for their support to enhance the growth of the Company.

Shri Pyaraka Kodanda Pani (DIN: 10071398) was appointed as an Expert Director of the Company for a period of two years, effective from 29th May 2026.

#### **Composition of Board of Directors & re-appointment of Directors**

Article 9.4 of the Articles of Association of the Company deals with determination of criteria for categorizing members into different classes based on their patronage and representation of such classes of members on the Board to the extent possible, based on the patronage of members of respective class. The revised criteria for categorizing members into three different classes viz., Class-A, Class-B and Class-C based on patronage were approved at the 12th AGM of the Company.

During FY 2025-26 it has been found that 49% of the total members as on 31st March 2026 have fulfilled all the prescribed criteria of patronage of their respective class. Accordingly, out of this 49% of the total members, 5% comprised of Class - A, 12% Comprised Class - B and 33% comprised Class - C. Whereas the proportionate percentages (%) of quantity of milk (patronage) supplied by the said Class - A, Class - B and Class - C of members amongst themselves were respectively 31%, 36% and 33% respectively. Accordingly, the composition of the Board providing for representation of each class of members on the Board based on patronage of each class of members comes to 3 Directors for Class - A, 4 Directors for Class - B and 4 Directors for Class - C respectively. The Board will meet the requirement of Article 9.5, as following: -

Smt. Hemalatha Marupudi (DIN: 06893300) representing Class - B and Smt. Vijaya Lakshmi Pulikinti (DIN: 08902806) & Smt. Thyaramma Madhasi (DIN: 08905157) representing Class - C, the Directors of the Company will retire at 13th AGM of the Company, as per Article 9.5 & 9.6 of Articles of Association of the Company.

In their place, the Nominating Committee has at its meeting held on 05th August 2026, recommended the re-appointment of Smt. Hemalatha Marupudi (DIN: 06893300) representing Class B and appointment of Smt. Vijaya Kolla (DIN: 07078378) representing Class-B & Smt. Lavanya Kumari Bojja (DIN: 06881632) representing Class - C, the Directors of the Company at the ensuing AGM, who are eligible for such appointment in accordance with the provisions of the Articles of Association of the Company.

This will make the total strength of Directors in Class-A to 4, Class-B to 3 and Class-C to 4 Directors.

Accordingly, the Board recommends their re-appointment/appointment. The statement containing name and qualifications of each of the three Directors seeking appointment is annexed to the Notice convening 13th AGM of the Company.

## **11. Board & Committee Meetings**

### **i. Board Meetings:**

During the year under review Nine Board Meetings were held and the gap between two meetings did not exceed one hundred and twenty days. The said meetings were held on:

| Board Meeting No. | Board Meeting Date   | Board Strength | No. of Directors attended |
|-------------------|----------------------|----------------|---------------------------|
| 68                | 23rd May, 2025       | 15             | 13                        |
| 69                | 16th July, 2025      | 15             | 14                        |
| 70                | 29th August, 2025    | 15             | 14                        |
| 71                | 25th September, 2025 | 15             | 14                        |
| 72                | 30th October, 2025   | 15             | 15                        |
| 73                | 12th November, 2025  | 15             | 15                        |
| 74                | 01st January, 2026   | 15             | 15                        |
| 75                | 25th February, 2026  | 15             | 15                        |
| 76                | 20th March, 2026     | 15             | 15                        |

The necessary quorum was present for all the meetings.

### **ii. Stakeholders Relationship Committee**

Pursuant to requirement of section 178(5) of the Companies Act, 2013, Stakeholders Relationship Committee was constituted by the Board to resolve the grievance of stakeholders of the Company. The Committee consists of:

- a. Smt. Sreedevi Siddareddigari, Chairman;
- b. Smt. Thayaramma Madhasi, Member;
- c. Shri Thimmappa S R, Member;

During the period under review, one meeting was held on 20th March, 2026.

### **iii. Member Related Committee Meetings:**

During the year, the Member Related Committee met Ten times for the approval of applications related to shifting of membership from one MPP to other MPP, correction of Member's name in the register and issue of duplicate share certificates etc.

### **iv. Finance Committee Meetings:**

During the year, the Finance Committee met three times for and it is constituted to support the Board in overseeing the Company's financial matters. It acts as a reviewing and monitoring body, while major financial decisions remain with the Board or the authority specifically empowered under the Company's policies.

### **v. Nominating Committee Meetings:**

During the year, the Committee met once. The Committee is constituted to identify potential candidates and recommend suitable candidates to the Board of Directors for appointment to the Board.

## **12. Directors Responsibility Statement**

In accordance with section 134 (5) the Board of Directors of the Company inform the members that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;
- (b) 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 31st March 2026 and of the profit and loss of the company for the period ended 31st March 2026;

- (c) 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;
- (d) the directors have prepared the annual accounts on a going concern basis; and
- (e) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

### **13. Internal Financial Control**

The Company has in place the proper and adequate internal financial control system, which ensures that all assets are safeguarded and protected and the transactions are authorized, recorded and reported correctly. As per Section 378 ZF of the Companies Act 2013, Company has to carry out internal audit of its accounts. Accordingly, Company has appointed M/s. K C Mehta & Co., LLP, Chartered Accountants as Internal Auditors of the Company for the financial year 2025-26. The Internal Auditors independently evaluate the adequacy of internal control and concurrently audit the majority of the transactions in value terms.

### **14. Statutory Auditors**

M/s S.N. Dhawan & Co. LLP, Chartered Accountants, appointed as Statutory Auditors of the Company for a period of five years, from FY 2024-25 to FY 2028-29, at the 11th Annual General Meeting.

The Auditor's Report for financial year 2025-26 does not contain any qualification, reservation or adverse remark. During the year under review, the Statutory Auditors has not reported any instances of frauds committed in the Company by its officers or employees to the Board under section 143(12) of the Companies Act 2013 details of which would need to be mentioned in this Report.

### **15. Corporate Social Responsibility**

The Company has formulated a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company. The policy framed aims to undertake CSR activities /projects as per schedule VII of the Companies Act, 2013. The Corporate Social Responsibility Policy adopted by the Board is available on the website of the Company at [www.shreejamilk.com/policies](http://www.shreejamilk.com/policies).

Further, pursuant to section 135(9) of the Companies Act, the requirement for constitution of the Corporate Social Responsibility Committee is not applicable to the Company. Therefore, the functions of Corporate Social Responsibility Committee are being discharged by the Board of Directors of the Company.

During the year, the Company has spent an amount of Rs. 22.72 Lakh towards the ongoing projects of previous year.

The Company had identified ISAP India Foundation as the implementing agency and allocated an amount of Rs. 35.34 Lakh for two multi-year CSR projects. The entire amount was duly allocated to this agency; however, as the projects could be the multi-year projects, and transferred the CSR amount to a separate Unspent CSR Account in compliance with Section 135(6) of the Companies Act, 2013, after the closure of the Financial Year.

Annual Report on CSR activities is enclosed as per prescribed format as Annexure - A and forms part of this report.

### **16. Particulars of Loans, Guarantees given and Investments made by the Company**

During the year, the Company has not granted any loans nor given any guarantee or securities or made investments within the meaning of Sec. 186 of the Act.

### **17. Particulars of Loans taken by the Company**

During the year, the Company has availed an aggregate term loan of Rs.165.60 Crores from National Dairy Development Board for establishment of a new 4 LLPD Milk Processing Plant and 30 MTPD Milk Powder Plant at Kuppam Region.

The Company has availed term loan of Rs.47.19 Crores from National Dairy Development Board for establishment of a new 200 MTPD (expandable to 400 MTPD) Cattle Feed Plant & 12 MTPD Mineral Mixture at Kuppam Region.

## **18. Particulars of Contracts, Arrangements with related parties referred in Section 188 of the Companies Act, 2013**

Related party transaction that was entered into the financial year ended 31st March, 2026 was on an arm's length basis and was in the ordinary course of business. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, or other designated persons. Thus, disclosure in Form AOC-2 is not required.

## **19. Deposits**

No disclosure or reporting was required in respect of the details relating to deposits covered under the Companies Act, 2013 as there were no deposits during the Financial Year 2025-26.

## **20. Details of significant and Material Orders passed by the Regulators, Courts and Tribunals**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

## **21. Cost Audit**

The provisions of Cost Audit as per section 148 does not apply to the Company.

## **22. Disclosure under the Sexual Harassment of Women at workplace (Prevention of, Prohibition and Redressal) Act, 2013**

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules made thereunder. There were no incidences of sexual harassment reported during the year under review.

The Company has registered on the She-Box portal under the Ministry of Women & Child Development.

## **23. Risk Management**

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. These procedures are reviewed to ensure that management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, financial, human and statutory compliance etc.

The Company has developed and implemented a Risk Management Policy and the same has been adopted by the Board.

## **24. Vigil Mechanism**

The Company has established a Vigil Mechanism for Directors and employees pursuant to the provisions of Section 177(9) of the Companies Act, 2013 and the Board has delegated the function of overseeing the Vigil Mechanism to the Chief Executive of the Company. The Vigil Mechanism (Whistle Blower Policy) is available on the website of the Company.

## **25. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and out go Infrastructure & Sustainability Initiatives**

During FY 2025-26, the Company continued to strengthen its milk chilling and collection infrastructure, energy efficiency, maintenance systems and operational controls. Key achievements include:

- 55 BMCUs installed/re-installed during the year, comprising 30 new BMCUs and 25 re-installed BMCUs, increasing milk chilling capacity to approximately 13 lakh litres per day.
- Power and diesel cost reduced from Rs. 0.34/litre to Rs. 0.26/litre, supported by improved energy monitoring and operational efficiency.
- Average power factor improved from 0.85 to 0.94, enhancing electrical efficiency across the BMC network.

- Implemented cluster-based maintenance and IVRS-based service monitoring, improving BMCU service call closure within 24 hours from 6% to 74%.
- 10 BMCUs were revamped and ISO certified, strengthening infrastructure, quality management and operational standards.
- Implemented a centralised fuel card management system to improve fuel monitoring, accountability and cost control.
- Solar PV systems with a total capacity of 638 kW were installed across 4,911 village-level milk collection centres, generating over 14 lakh units of renewable energy annually.
- Through preventive maintenance, improved spare management and in-house servicing, spare and maintenance cost reduced from 11 paise/litre to 8 paise/litre.
- Service efficiency at milk collection centres improved, with service calls attended and closed within 48 hours increasing from 70% to 98%.

These initiatives have contributed to improved capacity, energy efficiency, service quality, equipment reliability and cost optimisation across the Company's milk procurement and chilling network.

**Foreign Exchange earnings and outgo:** Nil

## **26. Particulars of Employees**

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

## **27. Annual Return**

Annual Return of the Company as on 31st March 2026 in accordance with Section 92(3) & Section 134(3) of the Act read with Companies (Management and Administration) Rules, 2014 is available on the Company's website at [www.Shreejamilk.com](http://www.Shreejamilk.com).

## **28. Way forward**

We are a growing concern, and as part of our growth strategy, the Company has planned to undertake the following key projects in FY 2026-27:

**Integrated Dairy Plant & Cattle Feed Plant:** During the forthcoming year, the Company will focus on obtaining the required Environmental Clearance, Consent for Establishment and other statutory approvals, completing the tendering and procurement process for the Liquid Milk Plant, Powder Plant, Cattle Feed Plant and other major packages, and advancing the civil and infrastructure works at the project site. The Company will continue to coordinate with NDDB, consultants and contractors, and closely monitor the project cost, quality and timelines to ensure timely completion and commissioning of the project.

**Biogas Plant Installation:** The Company has initiated the installation of decentralised domestic flexi-biogas plants in the districts of Chittoor, Annamayya and Tiruvannamalai to promote renewable energy solutions among its women milk producer members. The initiative enables households owning milch animals to convert cattle dung into biogas, thereby providing a clean and sustainable cooking fuel, while also generating nutrient-rich bio-slurry that can be utilised as organic manure for crops. This initiative reduces dependence on LPG cylinders and chemical fertilisers, thereby enabling women milk producers to save on household and agricultural expenses. It also promotes the productive utilisation of cattle dung and contributes to sustainable energy use, improved soil health and environmentally friendly farming practices.

## **29. Acknowledgement**

The Board of Directors wish to convey their appreciation to members, business associates for their support and contribution during the period under review. The Directors would also like to thank bankers, employees, both internal & statutory auditors for their continued support and customers.

The Board of Directors acknowledge with gratitude the encouragement and support extended by National Dairy Development Board, NDDB Dairy Services and Mother Dairy Fruit & Vegetable Private Limited.

**Place: Tirupati**

**Date: 25th August 2026**

**For and on Behalf of the Board of Directors**

**Sreedevi Siddareddygar**

Chairman

DIN : 06881611

## ANNEXURE-A

### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

#### 1. Brief outline on CSR Policy of the Company:

The Company's CSR Policy is in adherence to the provisions of Section 135 of the Companies Act, 2013 read with rules framed thereunder and provides for carrying out CSR activities by prioritizing selection, implementation and monitoring of activities for sustainable development for the society where the Company operates either directly or through others.

It aims to actively involve itself in the social and economic development of the society, in which it operates, share profits with the society through responsible business practices as well as good governance and bring positive changes to the lives of mankind. The Company believes in delivering of high quality of products to meet the needs of the society.

#### 2. Composition of CSR Committee:

Not applicable as per the section 135(9) of the Companies Act, 2013.

#### 3. Provide the Weblink where composition of CSR committee, CSR projects approved by the Board are disclosed on the website of the Company:

<https://www.shreejamilk.com/policies>.

#### 4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable: Not Applicable.

5. (a) Average net profit of the company as per section 135(5): Rs. 1,717.96 Lakh  
(b) Two Percent of average net profit of the Company as per section 135(5): Rs. 34.36 Lakh  
(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years - Nil  
(d) Amount required to be set-off for the financial year, if any - Nil  
(e) Total CSR obligation for the financial year [(b)+(c)-(d)] - Rs. 34.36 Lakh
6. (a) Amount spent on CSR Projects (both Ongoing Project and Other than Ongoing Project) - Nil  
(b) Amount spent in Administrative Overheads - Nil  
(c) Amount spent on Impact Assessment, if applicable - Not applicable  
(d) Total amount spent for the Financial Year [(a)+(b)+(c)] - Nil  
(e) CSR amount spent or unspent for the financial year

| Total Amount Spent for the Financial Year<br>(Rs. in lakhs) | Amount Unspent (Rs. in lakhs)                                          |                  |                                                                                                           |        |                  |
|-------------------------------------------------------------|------------------------------------------------------------------------|------------------|-----------------------------------------------------------------------------------------------------------|--------|------------------|
|                                                             | Total Amount transferred to Unspent CSR Account as per section 135(6): |                  | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5) : Nil |        |                  |
|                                                             | Amount                                                                 | Date of Transfer | Name of the Fund                                                                                          | Amount | Date of Transfer |
| Nil                                                         | 34.36                                                                  | 27.04.2026       | NIL                                                                                                       |        |                  |

(f) Excess amount for set off, if any: Nil

(Rs. In Lakhs)

| Sl. No. | Particular                                                                                                  | Amount (in Rs.) |
|---------|-------------------------------------------------------------------------------------------------------------|-----------------|
| (i)     | Two percent of average net profit of the company as per section 135(5)                                      | -               |
| (ii)    | Total amount spent for the Financial Year                                                                   | -               |
| (iii)   | Excess amount spent for the financial year [(ii)-(i)]                                                       | -               |
| (iv)    | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | -               |
| (v)     | Amount available for set off in succeeding financial years [(iii)-(iv)]                                     | -               |

7. Details of Unspent Corporate Social Responsibility amount for the preceding three financial years: Nil

| Sl. No | Preceding Financial Year | Amount transferred to Unspent CSR Account under sub-section (6) of Section 135 (in ₹) | Balance Amount in Unspent CSR Account under sub-section (6) of Section 135 (in ₹) | Amount spent in the Financial Year (in ₹) | Amount transferred to a fund as specified under Schedule VII as per Second proviso to sub-section (5) of Section 135, if any | Amount remaining to be spent in succeeding financial years. (in ₹) | Deficiency, if any |
|--------|--------------------------|---------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------|-------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------|--------------------|
| 1      | 2025-26                  | 34.36                                                                                 | 34.36                                                                             | Nil                                       | Nil                                                                                                                          | 34.36                                                              | Nil                |
| 2      | 2025-24                  | NIL                                                                                   |                                                                                   |                                           |                                                                                                                              |                                                                    |                    |
| 3      | 2023-24                  |                                                                                       |                                                                                   |                                           |                                                                                                                              |                                                                    |                    |
|        | Total                    | 34.36                                                                                 | 34.36                                                                             | 0                                         | Nil                                                                                                                          | 34.36                                                              | Nil                |

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the financial year: No.

If Yes, enter the number of Capital assets created / acquired - Not Applicable.

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of Section 135: NA

For and on behalf of Board of Directors

Place: Tirupati  
Date: 25th August 2026

Sreedevi Siddareddygar  
Chairman  
(DIN: 06881611)

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

#### **Opinion**

We have audited the accompanying financial statements of Shreeja Mahila Milk Producer Company Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2026, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act (AS) and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2026, and its profit, and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, but does not include the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of management and those charged with governance for the financial statements**

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

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

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

#### **Auditor's Responsibility for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management and Board of Directors 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 financial controls that we identify during our audit.

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

#### **Report on other legal and regulatory requirements**

1. As required by 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 Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report to the extent applicable that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except for the matter stated in paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
  - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on 31 March 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2026 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under section 143(3)(b) of the Act and paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
  - (g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended; in our opinion and to the best of our information and according to the explanations given to us, the Company being a private Company, Section 197 of the Act related to the managerial remuneration is not applicable.
  - (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information

and according to the explanations given to us:

- i. The Company 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 - Refer Note 31 to the financial statements;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company - Refer Note 31 to the financial statements.
- iv. (a). The Management has represented that, to the best of its knowledge and belief, 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, 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 the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The final dividend paid by the Company during the year, in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

As stated in Note 43 to the financial statements, the Board of Directors of the Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting of the Company. The amount of dividend proposed is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

- vi. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended 31 March 2026, which have a feature of recording audit trail (edit log) facility and the same has been operating throughout the year for all relevant transactions recorded in the respective software except that:
- (a) In respect of primary accounting software of the Company:  
(I) For the period 1 April 2025 to 30 June 2025, the audit trail feature was not enabled for certain tables and fields at the application layer and at the database layer to log any direct data changes.  
(II) For the period 1 July 2025 to 31 March 2026, the audit trail feature was not enabled for certain tables and fields at the application layer.
- (b) In respect of one software used for maintaining purchase records, the software did not have a feature of recording audit trail (edit log) facility.

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

Additionally, for the periods where the audit trail (edit log) facility was enabled and operated, audit trail has been preserved by the Company as per the statutory requirements for record retention.

3. As per section 378ZG of the Part XXIA of the Companies Act, 2013, we give in the 'Annexure C' a statement on the matters specified in the that section.

**For S.N. Dhawan & CO LLP**

Chartered Accountants

Firm Registration No.: 000050N/N500045

Vinesh Jain

Partner

Membership No.: 087701

UDIN: 26087701ORPQNP3786

Place: Gurugram

Date: 25 August 2026

## ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of the Independent Auditor's Report of even date to the members of Shreeja Mahila Milk Producer Company Limited on the financial statements as of and for the year ended 31 March 2026)

(i) In respect of the Company's 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 has maintained proper records showing full particulars of intangible assets.

(b) The Property, Plant and Equipment have been physically verified by the management during the year and according to the information and explanation given to us, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the Property, Plant and Equipment is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and based on the examination of the registered sale deed provided to us, we report that, the title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company, except for the following properties:

| Description of property                                                                                            | Gross carrying value (Rs. / lakhs) | Held in the name of                                                  | Whether promoter, director or their relative or employee | Property held since which date | Reason for not being held in name of Company |
|--------------------------------------------------------------------------------------------------------------------|------------------------------------|----------------------------------------------------------------------|----------------------------------------------------------|--------------------------------|----------------------------------------------|
| Industrial Plot No. UDL situated at Lingapuram-dinne and Pogurupalli Villages, Gudupalle Mandal, Chittoor District | 658.70                             | Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) | No                                                       | October 2025                   | See note below                               |

Note: As per the Agreement for sale dated 08 October 2025 entered into between APIIC and the Company, the sale deed will be executed after implementation of the Project as mentioned in the agreement.

(d) The Company has not revalued its Property, Plant and Equipment and intangible assets during the year.

(e) There are no proceedings which have been initiated or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii)

(a) The management has conducted physical verification of inventory at reasonable intervals during the year. According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the coverage and procedure of such verification by the management is appropriate and no material discrepancies of 10% or more in the aggregate for each class of inventory were noticed on physical verification as compared to the book records.

(b) As disclosed in note 6 to the financial statements, the Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from banks and/or financial institutions during the year on the basis of security of current assets of the Company. As represented by the Company, no quarterly returns/statements are required to be filed by the Company with such banks.

(iii) 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 (LLPs) or any other parties. Accordingly, the provisions of clause 3(iii)(a) - (f) of the Order are not applicable.

- (iv) The Company has not granted any loan, made investment or provided guarantees or securities. Accordingly the provisions of clause 3(iv) of the Order are not applicable.
- (v) The Company has not accepted any deposits and in our opinion, the Company is not holding any amounts which are deemed to be deposits during the year. Further the Company had no unclaimed deposits at the beginning of the year. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii) In respect of statutory dues:
  - (a) In our opinion and according to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including goods and services tax, provident fund, income-tax and other material statutory dues, as applicable to the Company, with the appropriate authorities during the year. There were no undisputed amounts payable in respect thereof which were outstanding at the year-end for a period of more than six months from the date they became payable.  
We are informed that the operations of the company during the year did not give rise to any liability for employees' state insurance, duty of customs, duty of excise, service tax, value added tax and sales tax.
  - (b) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us, there were no transactions relating to previously unrecorded income that 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 during the year.
  - (b) According to the information and explanations given to us, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
  - (c) In our opinion and according to the information and explanations given to us, the term loans availed by the Company were applied for the purposes for which the loans were obtained, though funds which were not required for immediate utilisation were temporarily invested pending application.
  - (d) On an overall examination of the financial statements of the Company, we report that funds raised on short-term basis have prima facie, not been used for long-term purposes by the Company.
  - (e) The Company did not have any subsidiary, associate or joint venture. Accordingly, the provisions of clause 3(ix)(e) of the Order are not applicable.
  - (f) The Company did not have any subsidiary, associate or joint venture. Accordingly, the provisions of clause 3(ix)(f) of the Order are not applicable.
- (x)
  - (a) The Company had not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions of clause 3(x)(a) of the Order are not applicable.
  - (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally). Accordingly, provisions of clause 3(x)(b) of the order are not applicable.
- (xi)
  - (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
  - (b) To the best of our knowledge, no report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
  - (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year and up to the date of this report.

- (xii) The Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii)(a)-(c) of the Order are not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 of the Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable accounting standards. The Company is a private limited Company, therefore, the provisions of Section 177 of the Act are not applicable to the Company.
- (xiv)
- (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.
  - (b) We have considered the internal audit reports of the Company issued till date, for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors, hence provisions of Section 192 of the Act 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. Accordingly, provisions of clause 3 (xvi) (a) of the order are not applicable.
  - (b) The Company has not conducted any non-banking financial or housing finance activities during the year.
  - (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, provisions of clause 3(xvi)(c) of the Order are not applicable.
  - (d) The Group does not have any CIC as part of the Group.
- (xvii) The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (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) In respect of other than ongoing projects, the Company has no unspent amount towards Corporate Social Responsibility (CSR) requiring a transfer to a Fund specified in Schedule VII to the Act in compliance with the second proviso to sub-section (5) of Section 135 of the said Act.
  - (b) In respect of ongoing projects, the Company has transferred unspent Corporate Social Responsibility (CSR) amount to a special account, within a period of thirty days from the end of the financial year in compliance with the provisions of sub-section (6) of section 135 of the said Act.
- (xxi) The Company has no subsidiary, associate or joint venture and the Company is not required to prepare consolidated financial statements. Accordingly, provisions of clause 3(xxi) of the Order are not applicable.

**For S.N. Dhawan & CO LLP**

Chartered Accountants

Firm Registration No.: 000050N/N500045

Vinesh Jain

Partner

Membership No.: 087701

UDIN: 26087701ORQNP3786

Place: Gurugram

Date: 25 August 2026

**Annexure B to the Independent Auditors Report on the Financial Statements of - Shreeja Mahila Milk Producer Company Limited for the year ended 31 March 2026**

**Independent Auditor's report on the Internal Financial Controls with reference to Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

**(Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our Audit Report of even date)**

We have audited the internal financial controls with reference to financial statements of Shreeja Mahila Milk Producer Company 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.

**Responsibilities of management and those charged with governance for internal financial controls**

The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') 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 the Company's 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 Act.

**Auditors' responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

**Meaning of internal financial controls with reference to financial statements**

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

### **Inherent limitations of internal financial controls with reference to financial statements**

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

### **Opinion**

In our opinion, and to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2026, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of such internal controls stated in the Guidance Note.

**For S.N. Dhawan & CO LLP**

Chartered Accountants

Firm Registration No.: 000050N/N500045

Vinesh Jain

Partner

Membership No.: 087701

UDIN: 26087701ORPQNP3786

Place: Gurugram

Date: 25 August 2026

### **Annexure C to the Independent Auditor's Report**

(Referred to in paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of the Independent Auditor's Report of even date to the members of Shreeja Mahila Milk Producer Company Limited on the financial statements as of and for the year ended 31 March 2026)

- (i) The amount of debts due from sale of goods and services are disclosed in Note 18 to the financial statements. According to the information and explanations given to us debts amounting to Rs. 15.15 lakhs are considered as doubtful of recovery. (Refer Note 18).
- (ii) According to the information and explanations given to us, there was no cash on hand as at year end. According to the information and explanation given to us, the Company does not hold any investment securities.
- (iii) The details of assets and liabilities as at 31 March, 2026 are as per financial statements of the Company as at end and for the year ended 31 March, 2026.
- (iv) In our opinion and according to the information and explanation given to us, the company has not done any transaction which appears to be contrary to the provisions of part XXIA of the Companies Act, 2013.
- (v) According to the information and explanation given to us, the Company has not granted any loan to its directors.
- (vi) According to the information and explanation given to us, the Company has not given any donations or subscriptions during the year.

**For S.N. Dhawan & CO LLP**

Chartered Accountants

Firm Registration No.: 000050N/N500045

Vinesh Jain

Partner

Membership No.: 087701

UDIN: 26087701ORPQNP3786

Place: Gurugram

Date: 25 August 2026

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**  
**BALANCE SHEET AS AT 31 MARCH, 2026**

(Rupees in lakhs)

|                                                                                             | Note No. | As at 31 March, 2026 | As at 31 March, 2025 |
|---------------------------------------------------------------------------------------------|----------|----------------------|----------------------|
| <b>A. EQUITY AND LIABILITIES</b>                                                            |          |                      |                      |
| <b>1. Shareholders' funds</b>                                                               |          |                      |                      |
| (a) Share capital                                                                           | 3        | 4,337.19             | 3,694.91             |
| (b) Reserves and surplus                                                                    | 4        | 6,365.70             | 4,758.56             |
|                                                                                             |          | <b>10,702.89</b>     | <b>8,453.47</b>      |
| <b>2. Share application money pending allotment</b>                                         | 32       | -                    | 51.51                |
| <b>3. Deferred grant</b>                                                                    | 5        | 2,789.65             | 1,415.43             |
| <b>4. Non - current liabilities</b>                                                         |          |                      |                      |
| (a) Long - term borrowings                                                                  | 6        | 8,806.85             | 923.11               |
| (b) Other long-term liabilities                                                             | 7        | 183.96               | 77.93                |
| (c) Long - term provisions                                                                  | 8        | 478.08               | 438.39               |
|                                                                                             |          | <b>9,468.89</b>      | <b>1,439.43</b>      |
| <b>5. Current liabilities</b>                                                               |          |                      |                      |
| (a) Short term borrowings                                                                   | 9        | 343.87               | 359.41               |
| (b) Trade payables                                                                          |          |                      |                      |
| (i) Total outstanding dues of micro enterprises and small enterprises                       | 10       | 13.72                | 8.06                 |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | 10       | 5,994.44             | 4,962.38             |
| (c) Other current liabilities                                                               | 11       | 960.38               | 1,701.51             |
| (d) Short - term provisions                                                                 | 12       | 91.93                | 204.45               |
|                                                                                             |          | <b>7,404.34</b>      | <b>7,235.81</b>      |
| <b>Total</b>                                                                                |          | <b>30,365.77</b>     | <b>18,595.65</b>     |
| <b>B. ASSETS</b>                                                                            |          |                      |                      |
| <b>1. Non - current assets</b>                                                              |          |                      |                      |
| a. Property, Plant and Equipment                                                            | 13       | 7,911.89             | 4,771.93             |
| b. Intangible assets                                                                        | 13       | 151.04               | 34.08                |
| c. Capital work in progress                                                                 | 13       | 267.55               | -                    |
| c. Deferred tax asset (net)                                                                 | 14       | 131.62               | 141.62               |
| d. Long-term loans and advances                                                             | 15       | 7,616.58             | 105.39               |
| e. Other non-current assets                                                                 | 16       | 2,407.61             | 2,336.03             |
|                                                                                             |          | <b>18,486.29</b>     | <b>7,389.05</b>      |
| <b>2. Current assets</b>                                                                    |          |                      |                      |
| a. Inventories                                                                              | 17       | 860.99               | 867.11               |
| b. Trade receivables                                                                        | 18       | 3,677.75             | 2,959.90             |
| c. Cash and cash equivalents                                                                | 19       | 6,983.89             | 7,122.28             |
| d. Short - term loans and advances                                                          | 20       | 310.98               | 218.67               |
| e. Other current assets                                                                     | 21       | 45.87                | 38.64                |
|                                                                                             |          | <b>11,879.48</b>     | <b>11,206.60</b>     |
| <b>Total</b>                                                                                |          | <b>30,365.77</b>     | <b>18,595.65</b>     |

See accompanying notes forming part of the financial statements

|                                                                                           |                                                                       |                                                                    |                                                              |
|-------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------|
| In terms of our report attached<br>For For S. N. Dhawan & CO LLP<br>Chartered Accountants | For and on behalf of the Board of Directors                           |                                                                    |                                                              |
|                                                                                           | <b>Sreedevi Siddareddygar</b><br>Chairman<br>DIN : 06881611           | <b>Thimmappa S R</b><br>Director & Chief Executive<br>DIN:10561870 | <b>Chandrakala Tamatapalli</b><br>Director<br>DIN : 09730332 |
| <b>Vinesh Jain</b><br>Partner<br>Membership No. 087701                                    | <b>N. Amarendra Babu</b><br>Company Secretary<br>Membership No:A18924 | <b>N.Rajesh</b><br>Head Finance & Accounts                         |                                                              |
| Place: Gurugram<br>Date: 25th August 2026                                                 | Place: Tirupati<br>Date: 25th August 2026                             |                                                                    |                                                              |

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2026**

|                                             | Note No. | Year ended 31<br>March, 2026<br>(Rupees in lakhs) | Year ended 31<br>March, 2025<br>(Rupees in lakhs) |
|---------------------------------------------|----------|---------------------------------------------------|---------------------------------------------------|
| 1. Revenue from operations                  | 22       | 1,23,367.42                                       | 1,10,582.51                                       |
| 2. Other income                             | 23       | 671.97                                            | 505.89                                            |
| <b>3. Total Income (1+2)</b>                |          | <b>1,24,039.39</b>                                | <b>1,11,088.40</b>                                |
| <b>4. EXPENSES</b>                          |          |                                                   |                                                   |
| a. Cost of material consumed                | 24       | 197.84                                            | 9,633.40                                          |
| b. Purchase of Stock in trade               | 25       | 1,14,482.79                                       | 90,913.39                                         |
| c. Changes in inventories of stock-in-trade | 26       | (35.76)                                           | 100.98                                            |
| d. Employee benefits expense                | 27       | 1,323.24                                          | 1,401.24                                          |
| e. Finance costs                            | 28       | 34.19                                             | 25.78                                             |
| f. Depreciation and amortisation expense    | 13       | 601.89                                            | 551.49                                            |
| g. Other expenses                           | 29       | 4,907.43                                          | 5,868.80                                          |
| <b>Total expenses</b>                       |          | <b>1,21,511.62</b>                                | <b>1,08,495.08</b>                                |
| <b>5. Profit before tax (3-4)</b>           |          | <b>2,527.77</b>                                   | <b>2,593.32</b>                                   |
| <b>6. Tax expense:</b>                      |          |                                                   |                                                   |
| a. Current tax                              |          | 634.49                                            | 670.00                                            |
| b. Tax adjustment of previous years         |          | 17.51                                             | (6.46)                                            |
| c. Deferred tax (credit)                    |          | 10.00                                             | 6.96                                              |
| Net tax expense                             |          | <b>662.00</b>                                     | <b>670.50</b>                                     |
| <b>7. Profit for the year (5-6)</b>         |          | <b>1,865.77</b>                                   | <b>1,922.82</b>                                   |
| <b>8. Earnings per equity share:</b>        |          |                                                   |                                                   |
| (Nominal value Rs. 100 per share)           |          |                                                   |                                                   |
| (a) Basic                                   | 30       | 48.06                                             | 53.73                                             |
| (b) Diluted                                 | 30       | 48.06                                             | 53.72                                             |

See accompanying notes forming part of the financial statements

In terms of our report attached  
**For For S. N. Dhawan & CO LLP**  
Chartered Accountants

**Vinesh Jain**  
Partner  
Membership No. 087701

Place: Gurugram  
Date: 25th August 2026

For and on behalf of the Board of Directors

**Sreedevi Siddareddygar**  
Chairman  
DIN : 06881611

**N. Amarendra Babu**  
Company Secretary  
Membership No:A18924

Place: Tirupati  
Date: 25th August 2026

**Thimmappa S R**  
Director & Chief Executive  
DIN:10561870

**N.Rajesh**  
Head Finance & Accounts

**Chandrakala Tamatapalli**  
Director  
DIN : 09730332

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2026**

|                                                                             | As at 31 March,<br>2026<br>(Rupees in lakhs) | As at 31 March,<br>2025<br>(Rupees in lakhs) |
|-----------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>                              |                                              |                                              |
| Profit before tax                                                           | 2,527.77                                     | 2,593.32                                     |
| <b>Adjustments For :</b>                                                    |                                              |                                              |
| Depreciation and amortisation expense                                       | 601.89                                       | 551.49                                       |
| Provision for employee benefits                                             | 56.00                                        | 64.55                                        |
| Finance costs                                                               | 34.19                                        | 25.78                                        |
| Loss / (Gain) on sale of property, plant and equipment                      | (8.70)                                       | 15.06                                        |
| Bad debts written off                                                       | 1.76                                         | 1.69                                         |
| Provision for bad and doubtful debts                                        | 15.15                                        | -                                            |
| Interest income                                                             | (488.70)                                     | (376.83)                                     |
| Liabilities/provisions no longer required written back                      | (8.34)                                       | (36.43)                                      |
| <b>Operating profit before working capital changes</b>                      | <b>2,731.02</b>                              | <b>2,838.63</b>                              |
| <b>Adjustments for movement in working capital:</b>                         |                                              |                                              |
| <b>Adjustments for Decrease/(Increase) in operating assets</b>              |                                              |                                              |
| Inventories                                                                 | 6.12                                         | 102.36                                       |
| Trade receivables                                                           | (734.76)                                     | (329.05)                                     |
| Short term loans and advances                                               | (129.05)                                     | 74.09                                        |
| Long term loans and advances                                                | 31.97                                        | (71.92)                                      |
| Other non-current assets                                                    | (64.14)                                      | (2,191.54)                                   |
| <b>Adjustments for (Decrease)/Increase in operating liabilities</b>         |                                              |                                              |
| Other long term liabilities                                                 | 106.03                                       | 76.50                                        |
| Trade payables                                                              | 1,046.06                                     | 166.44                                       |
| Other current liabilities                                                   | (239.87)                                     | (159.89)                                     |
| <b>Cash generated from operations</b>                                       | <b>2,753.38</b>                              | <b>505.63</b>                                |
| Net income tax (paid)/refund                                                | (758.49)                                     | (616.58)                                     |
| <b>Net cash flow from/(used in) operating activities - (A)</b>              | <b>1,994.88</b>                              | <b>(110.95)</b>                              |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>                              |                                              |                                              |
| Net proceeds from bank balances not considered as cash and cash equivalents | 999.62                                       | 57.05                                        |
| Purchase of property, plant and equipment                                   | (12,482.96)                                  | (2,172.67)                                   |
| Net (payments)/proceeds for loan to others                                  | 36.74                                        | 69.23                                        |
| Proceeds from sale of property, plant and equipment                         | 170.98                                       | 108.66                                       |
| Interest received                                                           | 474.03                                       | 361.58                                       |
| <b>Net cash flow used in investing activities - (B)</b>                     | <b>(10,801.57)</b>                           | <b>(1,576.15)</b>                            |

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2026**

|                                                                 | As at 31 March,<br>2026<br>(Rupees in lakhs) | As at 31 March,<br>2025<br>(Rupees in lakhs) |
|-----------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>                  |                                              |                                              |
| Proceeds from issue of equity share capital (net of repayments) | 590.77                                       | 175.01                                       |
| Grant received (net)                                            | 2,405.17                                     | 682.42                                       |
| Grant utilised for revenue expenditure                          | (902.91)                                     | (301.04)                                     |
| Proceeds from long term borrowings                              | 7,919.86                                     | -                                            |
| Repayment of borrowings                                         | (51.65)                                      | -                                            |
| Finance costs paid                                              | (34.19)                                      | (25.78)                                      |
| Dividend paid                                                   | (259.12)                                     | (282.23)                                     |
| <b>Net cash flow from/(used in) financing activities - (C)</b>  | <b>9,667.92</b>                              | <b>248.39</b>                                |
| <b>Net increase in Cash and cash equivalents (A+B+C)</b>        | <b>861.23</b>                                | <b>(1,438.73)</b>                            |
| Cash and cash equivalents at beginning of the year              | 3,408.27                                     | 4,847.00                                     |
| <b>Cash and Cash equivalents at the end of the year</b>         | <b>4,269.50</b>                              | <b>3,408.27</b>                              |
| <b>Cash and cash equivalents comprises:</b>                     |                                              |                                              |
| Balances with banks:                                            |                                              |                                              |
| - in current accounts                                           | 4,269.50                                     | 3,408.27                                     |
|                                                                 | <b>4,269.50</b>                              | <b>3,408.27</b>                              |
| Bank balances not considered as Cash and cash equivalents       |                                              |                                              |
| In earmarked accounts                                           | 0.34                                         | 909.48                                       |
| - Unutilised borrowed and grant fund                            | 4.05                                         | 4.53                                         |
| - Unpaid dividend accounts                                      | 10.00                                        | -                                            |
| - Unspent CSR account                                           | 2,700.00                                     | 2,800.00                                     |
| In deposit accounts -original maturity of more than 3 months)   | <b>6,983.89</b>                              | <b>7,122.28</b>                              |
| Cash and bank balances as per Balance Sheet (see note 19)       |                                              |                                              |

See accompanying notes forming part of the financial statements

In terms of our report attached  
**For S. N. Dhawan & CO LLP**  
Chartered Accountants

**Vinesh Jain**  
Partner  
Membership No. 087701

Place: Gurugram  
Date: 25th August 2026

For and on behalf of the Board of Directors

**Sreedevi Siddareddygar**  
Chairman  
DIN : 06881611

**N. Amarendra Babu**  
Company Secretary  
Membership No:A18924

Place: Tirupati  
Date: 25th August 2026

**Thimmappa S R**  
Director & Chief Executive  
DIN:10561870

**N.Rajesh**  
Head Finance & Accounts

**Chandrakala Tamatapalli**  
Director  
DIN : 09730332

## SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

### Notes forming part of the financial statements

#### 1. Corporate information

Shreeja Mahila Milk Producer Company Limited ("the Company") was incorporated on 3 July, 2014 under Part IXA of the Companies Act, 1956.

The Company had started the procurement operations in the state of Andhra Pradesh from 15 September, 2014. The Company procures milk directly from milk producers through Milk Pooling Points in villages of Andhra Pradesh, Tamilnadu & Karnataka and sells to Institutional buyers. The Company also trades in Chilled raw milk, Polypack milk, milk products, cattle feed and feed supplements.

#### 2. Significant accounting policies

The significant accounting policies are as follows:

##### 2.1 Basis of accounting

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

##### 2.2 Use of estimates

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

##### 2.3 Cash and cash equivalents (for the purposes of Cash Flow Statement)

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

#### 2.4 Cash flow statement

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

#### 2.5 Revenue recognition

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

#### 2.6 Other Income

Interest income on deposits is recognized on a accrual basis.

#### 2.7 Property, plant and equipment and intangible assets

##### Property, plant and equipment

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

##### Intangible Assets

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

The company capitalizes software costs where it is reasonably estimated that the software has an enduring useful life. Software is depreciated

over the management's estimate of its useful life of three years.

### Capital work-in-progress

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

### 2.8 Depreciation and amortisation

Depreciation on property, plant & equipment and intangible assets has been provided on straight line method as per the useful life of the assets, taking into account the nature of the asset, the estimated useful life of assets as estimated by the management, the operating condition of the asset, past history of replacements, anticipated technological changes, manufactured warranties and maintenance support etc. as under:

| Description                        | Useful life (in years) |
|------------------------------------|------------------------|
| Plant and machinery                | 5 to 10 years          |
| Computer and data processing units | 3 years                |
| Furniture and fixtures             | 10 years               |
| Office equipment                   | 3 to 5 years           |
| Leasehold improvements             | Over lease tenure      |
| Software                           | 3 years                |

Note:

Useful life of assets whose cost does not exceed five thousand rupees is considered as one year.

Based on technical evaluation, the management believes that the useful lives as given above best represent the period over which the Management expects to use these assets. Hence, the useful lives for these assets is different from the useful lives as prescribed under Part C of Schedule II of the Companies Act, 2013.

### 2.9 Inventories

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

### 2.10 Grants

Grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidies will be received. Grants related to depreciable Property, plant and equipment are treated as deferred grants which is recognised in the statement of profit and loss on a systematic and

rational basis over the useful life of the asset, i.e., depreciation charge on assets procured from such grants is appropriated from Deferred Grant and recognized in the Statement of Profit and Loss by way of reduced depreciation charge.

Revenue government grants and subsidies are recognized on a systematic basis over the periods in which the related costs or expenses are incurred, and are presented by deducting the grant from the related expense in the Statement of Profit and Loss.

### 2.11 Employee benefits

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

#### i. Defined Contribution Plans :

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

#### ii. Defined benefit plans

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

#### iii. Short-term employee benefits

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

#### iv. Long-term employee benefits

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

### 2.12 Segment reporting

The Company identifies primary segments based on the dominant source, nature of risks and returns

and the internal organization and management structure. The Company is primarily engaged in procurement and sale of milk and milk products. This has been considered as a single business segment.

### **2.13 Earning per share:**

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

### **2.14 Taxes on income**

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

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

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

### **2.15 Borrowing cost**

Borrowing costs includes interest and ancillary

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

### **2.16 Impairment of assets**

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

### **2.17 Provisions and contingencies**

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

### **2.18 Leases**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.

### **2.19 Operating cycle**

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

### Note 3: Share Capital

|    |                                                    | As at 31 March, 2026 |                        | As at 31 March, 2025 |                        |
|----|----------------------------------------------------|----------------------|------------------------|----------------------|------------------------|
|    |                                                    | Number of shares     | Amount Rupees in lakhs | Number of shares     | Amount Rupees in lakhs |
| a. | Authorised share capital                           | 50,00,000            | 5,000.00               | 50,00,000            | 5,000.00               |
|    | Equity Shares of Rs. 100 each                      |                      |                        |                      |                        |
| b. | Issued, subscribed and fully paid up share capital | 43,37,190            | 4,337.19               | 36,94,909            | 3,694.91               |
|    | Equity Shares of Rs. 100 each                      |                      |                        |                      |                        |

Refer Notes (i) to (iv) below

#### Notes:

#### i. Rights, preferences and restrictions attached to shares

The Company has issued one class of equity shares having face value of Rs. 100 each. Each member is entitled to one vote, provided that the member has poured milk for at least 200 days totalling to at least 500 liters in a year. Members are entitled to limited return (dividend) and bonus in accordance with Article of Association of the Company. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of company after distribution of all preferred liabilities. The distribution will be in proportion to number of equity shares held by shareholders.

#### ii. Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

|                                                 | As at and for year ended<br>31 March 2026                                                                                                                                                                                                                                                                                                                                                                                        |                        | As at and for year ended<br>31 March 2025 |                        |
|-------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|-------------------------------------------|------------------------|
|                                                 | Number of shares                                                                                                                                                                                                                                                                                                                                                                                                                 | Amount Rupees in lakhs | Number of shares                          | Amount Rupees in lakhs |
| Shares outstanding at the beginning of the year | 36,94,909                                                                                                                                                                                                                                                                                                                                                                                                                        | 3,694.91               | 35,14,687                                 | 3,514.69               |
| Shares issued during the year                   | 7,15,241                                                                                                                                                                                                                                                                                                                                                                                                                         | 715.24                 | 6,89,971                                  | 689.97                 |
| Shares cancelled/ surrenders during the year    | (72,960)                                                                                                                                                                                                                                                                                                                                                                                                                         | (72.96)                | (5,09,749)                                | (509.75)               |
| Shares outstanding at the end of the year       | 43,37,190                                                                                                                                                                                                                                                                                                                                                                                                                        | 4,337.19               | 36,94,909                                 | 3,694.91               |
| iii.                                            | The Company is registered under Part IXA of the Companies Act, 1956 (corresponding Chapter XXIA of the Companies Act, 2013) as 'Producer Company' and none of the member holds 5% or more of the share capital of the Company.                                                                                                                                                                                                   |                        |                                           |                        |
| iv.                                             | As per Articles of Association of the Company, if board is satisfied that any member has failed to retain the qualification as a member, the board shall direct the member to surrender shares to the Company at par value or such other value as determined by the Board. Surrendered equity share shall be deemed to be the property of the Company and may be sold to members or otherwise cancelled as the Board thinks fit. |                        |                                           |                        |
| v.                                              | No share has been issued for a consideration other than cash or by way of bonus share during the year or 5 years immediately preceeding the financial year.                                                                                                                                                                                                                                                                      |                        |                                           |                        |

#### vi. Details of the shares held by promoters\*

Shares held by promoters at the end of the year

| S. No. | Promoter Name                 | 31st March 2026 |                   | 31st March 2025 |                   | % Change during the year |
|--------|-------------------------------|-----------------|-------------------|-----------------|-------------------|--------------------------|
|        |                               | No. of Shares   | % of total shares | No. of Shares   | % of total shares |                          |
| 1      | Bojja Lavanya Kumari          | 67              | 0.0015%           | 67              | 0.0018%           | 0.00%                    |
| 2      | Kampalle Sailaja              | 60              | 0.0014%           | 57              | 0.0015%           | 5.26%                    |
| 3      | Siddareddygarri Sreedevi      | 33              | 0.0008%           | 33              | 0.0009%           | 0.00%                    |
| 4      | Marupudi Hemalatha            | 69              | 0.0016%           | 68              | 0.0018%           | 1.47%                    |
| 5      | Kappalli Narayanaswamy Shobha | 125             | 0.0029%           | 125             | 0.0034%           | 0.00%                    |
| 6      | Nirupa Kovi                   | 60              | 0.0014%           | 58              | 0.0016%           | 3.45%                    |
| 7      | Putta Lakshmi Devi            | 81              | 0.0019%           | 78              | 0.0021%           | 3.85%                    |
| 8      | Deepa Anagallu                | 53              | 0.0012%           | 53              | 0.0014%           | 0.00%                    |
| 9      | Kamasani Prameela             | 28              | 0.0006%           | 28              | 0.0008%           | 0.00%                    |
| 10     | Marmuthu Deepa                | 101             | 0.0023%           | 101             | 0.0027%           | 0.00%                    |
| 11     | Melam Santhi                  | 35              | 0.0008%           | 35              | 0.0009%           | 0.00%                    |
| 12     | Kandati Lakshmi               | 102             | 0.0024%           | 102             | 0.0028%           | 0.00%                    |
| 13     | Burdeti Kalpana               | 85              | 0.0020%           | 85              | 0.0023%           | 0.00%                    |
| 14     | Balireddy Gari Rama Subbamma  | 30              | 0.0007%           | 30              | 0.0008%           | 0.00%                    |
| 15     | Sirsanabati Janakamma         | 99              | 0.0023%           | 96              | 0.0026%           | 3.13%                    |

\* Promoter here means as defined in Companies Act, 2013.

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

Notes forming part of the Financial Statements

Rupees in lakhs

|                                                                                                                                      | As at 31 March, 2026 | As at 31 March, 2025 |
|--------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|
| <b>Note 4 - Reserves and surplus</b>                                                                                                 |                      |                      |
| (a) <b>General reserve</b>                                                                                                           |                      |                      |
| Opening balance                                                                                                                      | 4,499.92             | 2,835.72             |
| Add: Transferred from surplus in Statement of Profit and Loss                                                                        | 1,562.18             | 1,664.20             |
| Closing balance                                                                                                                      | 6,062.10             | 4,499.92             |
| (b) <b>Surplus in Statement of Profit and Loss</b>                                                                                   |                      |                      |
| Opening Balance                                                                                                                      | 258.64               | 281.19               |
| Profit for the year                                                                                                                  | 1,865.78             | 1,922.82             |
| Less:                                                                                                                                |                      |                      |
| (i) Final limited return (dividend) to members for the year ended 31 March, 2025 (Rs.7 per share) / 31 March, 2024 (Rs. 8 per share) | 258.64               | 281.17               |
| (ii) Transferred to General reserve                                                                                                  | 1,562.18             | 1,664.20             |
| Closing balance                                                                                                                      | 303.60               | 258.64               |
| <b>Total (a+b)</b>                                                                                                                   | <b>6,365.70</b>      | <b>4,758.56</b>      |
| <b>Note 5 - Deferred Grant</b>                                                                                                       |                      |                      |
| (a) Opening Balance                                                                                                                  | 1,415.43             | 775.96               |
| (b) Add: Capital grant utilised during year (See Note 35)                                                                            | 2,034.93             | 1,077.32             |
| (c) Less: Depreciation pertaining to assets acquired from grant See Note 13(c)                                                       | 651.29               | 360.03               |
| (d) Less: Assets acquired on grant discarded during the year                                                                         | 9.42                 | 77.82                |
| Closing balance                                                                                                                      | <b>2,789.65</b>      | <b>1,415.43</b>      |
| <b>Note 6: Long-term borrowings</b>                                                                                                  |                      |                      |
| <b>Secured</b>                                                                                                                       |                      |                      |
| (a) Term loan from National Dairy Development Board (NDDB) (see note 'I' below)                                                      | 9,150.73             | 1,282.52             |
| Less: Current maturity of long term borrowings                                                                                       | 343.87               | 359.41               |
|                                                                                                                                      | <b>8,806.85</b>      | <b>923.11</b>        |

Notes:

I. Term Loan from NDDB

a. Facility 1:

Term loan of Rs. 6,381.67 lakhs was sanctioned by National Dairy Development Board in financial year 2023-24 for financial assistance under 'National Programme for Dairy Development' of Government of India - 'Dairying through Cooperatives'. Loans amounting to Rs. 2,479.38 lakhs have been disbursed upto 31 March, 2026.

b. Facility 2:

During the year, term loan of Rs. 16,560.00 lakhs was sanctioned by National Dairy Development Board comprising term loan of Rs. 6,723.00 lakhs under 'National Programme for Dairy Development' of Government of India - 'Dairying through Cooperatives' and term loan of Rs. 9,837.00 lakhs for capital expenditure purposes. Loans amounting to Rs. 6,723.00 lakhs have been disbursed upto 31 March, 2026.

i. Rate of interest

Facility 1 and Facility 2:

The loan carries a fixed interest rate of 1.50% p.a., payable on monthly basis.

In case default in payment of installments, the unpaid amount shall attract additional interest @ 10% p.a. over and above the normal rate of interest from the scheduled date of repayment till the actual date of payment."

ii. Details of security provided

Facility 1:

The loan is secured by first charge over the moveable property, plant and equipment of the Company and intangible assets of company, present and future, subject to prior charges created and/or to be created in favour of the financial institution.

Facility 2:

The loan is secured by way of hypothecation over the moveable assets (both present and future) and mortgage of immovable assets (including land and building) including assets of the proposed plant at Kuppam, subject to prior charges created and/or to be created in favour of the financial institution.

iii. Terms of repayment

Facility 1:

a. The term loan is repayable over a period of 8 years in 96 equal monthly installments, after a moratorium period of 2 years from the date of first disbursement (i.e. 19 February, 2024).

Facility 2:

b. The term loan is repayable over a period of 8 years in 96 equal monthly installments, after a moratorium period of 2 years from the date of first disbursement (i.e. 09 January, 2026).

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

## Notes forming part of the Financial Statements

Rupees in lakhs

As at 31 March, 2026 As at 31 March, 2025

The Company has classified Rs. 33.95 lakhs (Previous year Rs. 332.69 lakhs) as current maturities under short-term borrowings considering the non utilisation of funds as per the conditions specified in the sanction letter of the loan. Further, amount Rs. 309.92 lakhs (Previous year Rs. 26.72 lakhs) is repayable within 12 months from the date of financial statement which is also classified as current maturities under short-term borrowings

### II. Additional notes

- The Company has not defaulted in the repayment of dues to its lenders.
- The Company has not been declared as wilful defaulter by any of the banks, financial institution or any other lender.
- Borrowings from financial institution have been used for the specific purpose for which it was taken at the balance sheet date.
- No charge or satisfaction of charge is pending for registration with Registrar of Companies.
- The Company has taken working capital loan in the nature of bank overdraft facility from HDFC Bank Limited and State Bank of India. The loan is secured against fixed deposits with the bank and the Company is not required to file any quarterly statement with the Banks.

### Note 7: Other long-term liabilities

|                       |               |              |
|-----------------------|---------------|--------------|
| (a) Security deposits | 183.96        | 77.93        |
|                       | <b>183.96</b> | <b>77.93</b> |

### Note 8 - Long term provisions

|                                                         |               |               |
|---------------------------------------------------------|---------------|---------------|
| (a) Provision for employee benefits                     |               |               |
| (i) For compensated absences                            | 262.49        | 272.29        |
| (ii) For gratuity                                       | 188.86        | 166.10        |
| (b) Provision for contractual staff wages (see note 33) |               |               |
| (i) For compensated absences                            | 11.62         | -             |
| (ii) For gratuity                                       | 15.11         | -             |
|                                                         | <b>478.08</b> | <b>438.39</b> |

### Note 9 - Short term borrowings

|                                                          |               |               |
|----------------------------------------------------------|---------------|---------------|
| a. Current maturity of long term borrowings (see note 6) | 343.87        | 359.41        |
|                                                          | <b>343.87</b> | <b>359.41</b> |

Note: For security clause and repayment terms of borrowings refer note 6.

### Note 10 - Trade payables

|                                                                                |                 |                 |
|--------------------------------------------------------------------------------|-----------------|-----------------|
| (a) Total outstanding dues of micro and small enterprises (See note 41)        | 13.72           | 8.06            |
| (b) Total outstanding dues of creditors other than micro and small enterprises | 5,994.44        | 4,962.38        |
|                                                                                | <b>6,008.16</b> | <b>4,970.44</b> |

#### i.Trade Payables ageing schedule: As at 31st March, 2026

| Particulars                 | Outstanding for following periods from due date of payment |                 |              |             |                  | Total           |
|-----------------------------|------------------------------------------------------------|-----------------|--------------|-------------|------------------|-----------------|
|                             | Unbilled/Accrual                                           | < 1 year        | 1-2 years    | 2-3 years   | More than 3years |                 |
| (i) MSME                    | -                                                          | 11.92           | 1.80         | -           | -                | 13.72           |
| (ii) Others                 | 74.10                                                      | 5,900.08        | 9.98         | 2.83        | 7.45             | 5,994.44        |
| (iii) Disputed dues- MSME   | -                                                          | -               | -            | -           | -                | -               |
| (iv) Disputed dues - Others | -                                                          | -               | -            | -           | -                | -               |
| <b>Total</b>                | <b>74.10</b>                                               | <b>5,912.00</b> | <b>11.78</b> | <b>2.83</b> | <b>7.45</b>      | <b>6,008.16</b> |

#### ii.Trade Payables ageing schedule: As at 31st March, 2025

| Particulars                 | Outstanding for following periods from due date of payment |                 |             |              |                   | Total           |
|-----------------------------|------------------------------------------------------------|-----------------|-------------|--------------|-------------------|-----------------|
|                             | Unbilled Accrual                                           | < 1 year        | 1-2 years   | 2-3 years    | More than 3 years |                 |
| (i) MSME                    | -                                                          | 8.06            | -           | -            | -                 | 8.06            |
| (ii) Others                 | 39.92                                                      | 4,891.63        | 9.66        | 17.30        | 3.87              | 4,962.38        |
| (iii) Disputed dues- MSME   | -                                                          | -               | -           | -            | -                 | -               |
| (iv) Disputed dues - Others | -                                                          | -               | -           | -            | -                 | -               |
| <b>Total</b>                | <b>39.92</b>                                               | <b>4,899.69</b> | <b>9.66</b> | <b>17.30</b> | <b>3.87</b>       | <b>4,970.44</b> |

Note: Ageing of trade payables has been determined from transaction date.

### Note 11 - Other current liabilities

|                                                                                |               |                 |
|--------------------------------------------------------------------------------|---------------|-----------------|
| a. Security deposits                                                           | 785.04        | 959.47          |
| b. Payable to members against cancellation                                     | 15.80         | 26.24           |
| c. Advances received from customers                                            | 10.61         | -               |
| d. Grant received (net of utilisation) (see Note 36)                           | 1.26          | 533.93          |
| e. Unclaimed dividends                                                         | 4.05          | 4.53            |
| f. Payable to employees                                                        | 64.04         | 64.37           |
| g. Payable for purchase of property, plant and equipments (see note 'i' below) | 54.14         | 22.25           |
| h. Statutory remittances                                                       | 25.44         | 51.46           |
| i. Other payables (see note 'ii' below)                                        | -             | 39.26           |
|                                                                                | <b>960.38</b> | <b>1,701.51</b> |

Notes :

- Payable for property, plant and equipments includes payable to micro and small enterprises amounting to Rs. 36.02 lakhs (Previous year Rs. 3.03 lakhs)
- Interest earned on unutilised borrowed funds refundable to NDDB.

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

Notes forming part of the Financial Statements

**Note 12 - Short term provisions**

- (a) Provision for employee benefits  
 (i) For compensated absences  
 (ii) For gratuity  
 (b) Provision for income tax (net of advance tax)  
 i. For compensated absences  
 ii. For gratuity  
 c. Provision for income tax (net of advance tax)

|  |              |               |
|--|--------------|---------------|
|  | 45.36        | 38.10         |
|  | 29.45        | 22.87         |
|  | 1.26         | -             |
|  | 1.21         | -             |
|  | 14.65        | 143.48        |
|  | <b>91.93</b> | <b>204.45</b> |

Rupees in Lakhs

**Note 13 - Property, plant and equipment and Intangible assets**

| Particulars                                             | Gross block         |                 |               | Accumulated depreciation |                 |              | Net block            |                      |
|---------------------------------------------------------|---------------------|-----------------|---------------|--------------------------|-----------------|--------------|----------------------|----------------------|
|                                                         | As at 1 April, 2025 | Additions       | Disposals     | As at 31 March, 2026     | For the year    | Disposals    | As at 31 March, 2026 | As at 31 March, 2025 |
| (a) Property, plant and equipment                       |                     |                 |               |                          |                 |              |                      |                      |
| Land                                                    | -                   | 715.76          | -             | 715.76                   | -               | -            | 715.76               | -                    |
|                                                         | (-)                 | (-)             | (-)           | (-)                      | (-)             | (-)          | (-)                  | (-)                  |
| Building-Temporary structure                            | -                   | 11.00           | -             | 11.00                    | 0.09            | -            | 10.91                | -                    |
|                                                         | (-)                 | (-)             | (-)           | (-)                      | (-)             | (-)          | (-)                  | (-)                  |
| Plant and equipment                                     | 7,137.65            | 3,721.47        | 254.52        | 10,604.60                | 1,132.33        | 82.70        | 3,609.15             | 6,995.45             |
|                                                         | (6,694.80)          | (2,107.27)      | (1,654.43)    | (7,137.65)               | (822.61)        | (1,464.10)   | (2,559.52)           | (4,578.13)           |
| Leasehold improvements                                  | 71.27               | -               | -             | 71.27                    | 68.35           | -            | 68.35                | 2.92                 |
|                                                         | (71.27)             | (-)             | (-)           | (71.27)                  | (68.35)         | (-)          | (68.35)              | (2.92)               |
| Furniture and fixtures                                  | 183.36              | 34.13           | -             | 217.49                   | 73.33           | 26.57        | 99.90                | 117.59               |
|                                                         | (172.37)            | (48.76)         | (37.77)       | (183.36)                 | (17.49)         | (36.55)      | (73.33)              | (110.03)             |
| Computers                                               | 341.03              | 14.44           | 0.35          | 355.12                   | 293.73          | 24.69        | 318.21               | 36.91                |
|                                                         | (508.75)            | (0.57)          | (168.29)      | (341.03)                 | (35.34)         | (159.88)     | (293.73)             | (47.30)              |
| Office equipment                                        | 103.62              | 7.75            | 0.18          | 111.19                   | 70.07           | 9.04         | 78.84                | 32.35                |
|                                                         | (117.17)            | (9.58)          | (23.13)       | (103.62)                 | (10.48)         | (22.01)      | (70.07)              | (33.55)              |
| <b>Total (A)</b>                                        | <b>7,836.93</b>     | <b>4,504.55</b> | <b>255.05</b> | <b>12,086.43</b>         | <b>3,065.00</b> | <b>83.18</b> | <b>4,174.54</b>      | <b>7,911.89</b>      |
| Previous year                                           | (7,554.36)          | (2,166.19)      | (1,883.62)    | (7,836.93)               | (885.92)        | (1,682.54)   | (3,065.00)           | (4,771.93)           |
| (b) Intangible assets (other than internally generated) |                     |                 |               |                          |                 |              |                      |                      |
| Computer software                                       | 248.27              | 177.26          | -             | 425.53                   | 214.19          | 0.16         | 274.49               | 151.04               |
|                                                         | (259.81)            | (14.57)         | (26.11)       | (248.27)                 | (214.24)        | (25.60)      | (214.19)             | (34.08)              |
| <b>Total (B)</b>                                        | <b>248.27</b>       | <b>177.26</b>   | <b>-</b>      | <b>425.53</b>            | <b>214.19</b>   | <b>0.16</b>  | <b>274.49</b>        | <b>34.09</b>         |
| Previous year                                           | (259.81)            | (14.57)         | (26.11)       | (248.27)                 | (214.24)        | (25.60)      | (214.19)             | (34.08)              |
| <b>Grand Total (A+B)</b>                                | <b>8,085.20</b>     | <b>4,681.81</b> | <b>255.05</b> | <b>12,511.96</b>         | <b>3,279.19</b> | <b>83.34</b> | <b>4,449.03</b>      | <b>4,806.01</b>      |
| Previous Year                                           | (7,814.17)          | (2,180.76)      | (1,909.73)    | (8,085.20)               | (4,075.86)      | (1,708.19)   | (3,279.19)           | (4,806.01)           |

(c) Depreciation and amortisation  
Property, plant and equipment  
Intangible assets

Less: Depreciation pertaining to assets acquired on grant

Year ended 31 March, 2026  
1, 192.72  
60.46  
1,253.18  
651.29  
601.89

Year ended 31 March, 2025  
885.92  
25.60  
911.52  
360.03  
551.49

**Notes:**

- Figures in brackets relates to previous year.
- Land includes plot of land having gross block of Rs. 658.70 lakhs as per the Agreement for sale dated 08 October, 2025 entered into with APIC, the sale deed will be executed after implementation of the Project as mentioned in the agreement. Refer note 44 for details of immovable properties whose title deeds are not in the name of the Company.
- The details of assets deployed out of capital grant and included in the table above are as below :

| Particulars                   | Gross block                          |                                      |                                 | Accumulated depreciation             |                                      |                                  | Net block                      |                                      |                                      |
|-------------------------------|--------------------------------------|--------------------------------------|---------------------------------|--------------------------------------|--------------------------------------|----------------------------------|--------------------------------|--------------------------------------|--------------------------------------|
|                               | As at 1 April, 2025                  | Additions                            | Disposals                       | As at 31 March, 2026                 | As at 1 April, 2025                  | For the year                     | Disposals                      | As at 31 March, 2026                 | As at 31 March, 2025                 |
| Property, plant and equipment |                                      |                                      |                                 |                                      |                                      |                                  |                                |                                      |                                      |
| Plant and equipment           | 2,359.26<br>(1,992.98)               | 2,000.50<br>(1,077.32)               | 11.77<br>(711.04)               | 4,347.99<br>(2,359.26)               | 955.00<br>(1,241.17)                 | 640.53<br>(354.95)               | 2.35<br>(641.12)               | 1,593.18<br>(955.00)                 | 2,754.81<br>(1,404.26)               |
| Building-Temporary structure  | -                                    | 5.00                                 | -                               | 5.00                                 | -                                    | 0.04                             | -                              | 0.04                                 | 4.96                                 |
| Furniture and fixtures        | 41.63<br>(79.01)                     | 29.43<br>(-)                         | -                               | 71.06<br>(41.63)                     | 36.28<br>(67.38)                     | 11.04<br>(5.08)                  | -                              | 47.32<br>(36.28)                     | 23.74<br>(5.35)                      |
| Computers                     | 156.33<br>(269.20)                   | -                                    | -                               | 156.33<br>(156.33)                   | 150.19<br>(257.41)                   | -                                | -                              | 150.19<br>(150.19)                   | 6.14<br>(6.14)                       |
| Office equipment              | 8.40<br>(29.82)                      | -                                    | -                               | 8.40<br>(8.40)                       | 8.72<br>(29.09)                      | (0.32)                           | -                              | 8.40<br>(8.72)                       | (0.00)<br>(0.32)                     |
| <b>Total</b>                  | <b>2,565.62</b><br><b>(2,371.01)</b> | <b>2,034.93</b><br><b>(1,077.32)</b> | <b>11.77</b><br><b>(882.71)</b> | <b>4,588.78</b><br><b>(2,565.62)</b> | <b>1,150.19</b><br><b>(1,595.05)</b> | <b>651.29</b><br><b>(360.03)</b> | <b>2.35</b><br><b>(804.89)</b> | <b>1,799.13</b><br><b>(1,150.20)</b> | <b>2,789.65</b><br><b>(1,415.43)</b> |
| Intangible assets             |                                      |                                      |                                 |                                      |                                      |                                  |                                |                                      |                                      |
| Computer Software             | 126.69<br>(140.97)                   | -                                    | -                               | 126.69<br>(126.69)                   | 126.69<br>(140.97)                   | -                                | -                              | 126.69<br>(126.69)                   | -                                    |
| <b>Total (B)</b>              | <b>126.69</b><br><b>(140.97)</b>     | <b>-</b><br><b>-</b>                 | <b>-</b><br><b>-</b>            | <b>126.69</b><br><b>(126.69)</b>     | <b>-</b><br><b>-</b>                 | <b>-</b><br><b>-</b>             | <b>-</b><br><b>-</b>           | <b>126.69</b><br><b>(126.69)</b>     | <b>-</b><br><b>-</b>                 |
| Previous year                 |                                      |                                      |                                 |                                      |                                      |                                  |                                |                                      |                                      |
| Grand Total (A+B)             | 2,692.31<br>(2,511.98)               | 2,034.93<br>(1,077.32)               | 11.77<br>(896.99)               | 4,715.47<br>(2,692.31)               | 1,276.88<br>(1,736.02)               | 651.29<br>(360.03)               | 2.35<br>(819.17)               | 1,925.82<br>(1,276.89)               | 2,789.65<br>(1,415.43)               |
| Previous year                 |                                      |                                      |                                 |                                      |                                      |                                  |                                |                                      |                                      |

13 (d) Capital work-in-progress

a. Capital work-in-progress

As at 31.03.2026  
267.55  
267.55

**I. Capital work-in-progress ageing schedule**

| Particulars                    | Amount in capital work-in-progress for a period of |           |                   | Total  |
|--------------------------------|----------------------------------------------------|-----------|-------------------|--------|
|                                | < 1 year                                           | 1-2 years | More than 3 years |        |
| As at 31 March, 2026           | -                                                  | -         | -                 | -      |
| Projects in progress           | 267.55                                             | -         | -                 | 267.55 |
| Projects temporarily suspended | -                                                  | -         | -                 | -      |
| As at 31 March, 2025           | 267.55                                             | -         | -                 | 267.55 |
| Projects in progress           | -                                                  | -         | -                 | -      |
| Projects temporarily suspended | -                                                  | -         | -                 | -      |

- There is no capital project in progress, whose completion is overdue or has exceeded its cost compared to its original plan.
- For disclosure of contractual commitments for the acquisition of property, plant and equipment, see note 31.

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

Notes forming part of the Financial Statements

As at 31 March, 2026  
Rupees in lakhs

As at 31 March, 2025  
Rupees in lakhs

## Note 14 - Deferred tax asset (net)

### A. Tax effect of items constituting deferred tax assets

|                                                                                     |         |        |
|-------------------------------------------------------------------------------------|---------|--------|
| a. Provision for compensated absences and gratuity                                  | 139.77  | 125.68 |
| b. Disallowances under section 40(a)(i)(a) of the Income Tax Act                    | 1.32    | 1.25   |
| c. Disallowances under section 43B(h) of the Income Tax Act for MSME                | 10.08   | -      |
| c. Difference between book balance and tax balance of property, plant and equipment | (19.55) | 14.69  |

|                                                                                 |                |               |
|---------------------------------------------------------------------------------|----------------|---------------|
| <b>Deferred tax asset (net)</b>                                                 | <b>131.62</b>  | <b>141.62</b> |
| <b>Deferred tax charge/(credit) transferred to statement of profit and loss</b> | <b>(10.00)</b> | <b>(6.96)</b> |

## Note 15 - Long-term loans and advances

|                                            |                 |               |
|--------------------------------------------|-----------------|---------------|
| (a) Capital advances (see note 'ii' below) | 7,565.50        | -             |
| (b) Income tax refundable                  | 11.13           | 33.47         |
| (c) Prepaid expenses                       | 39.95           | 71.92         |
|                                            | <b>7,616.58</b> | <b>105.39</b> |

### Note:

i. Disclosure of loans as required by section 186(4) of the Companies Act, 2013 are as follows:

| Particulars                    | Rate of interest | Due date           | As at 31 March, 2026 |            | As at 31 March, 2025 |            |
|--------------------------------|------------------|--------------------|----------------------|------------|----------------------|------------|
|                                |                  |                    | Long term            | Short term | Long term            | Short term |
| Working Capital Loan (secured) | 8%               | 30 September, 2025 | -                    | -          | -                    | 36.74      |

ii. Includes advance given to National Dairy Development Board (NDDB) for incurring costs on pure agent basis in relation to Kuppam project amounting to Rs. 7,474.08 lakhs

## Note 16 - Other non-current assets

(At lower of cost and net realisable value)

|                                                   |                 |                 |
|---------------------------------------------------|-----------------|-----------------|
| a. Security deposits                              | 90.75           | 126.61          |
| b. Fixed deposits with banks (see note 'i' below) | 2,300.00        | 2,200.00        |
| c. Interest accrued but not due on bank deposits  | 16.86           | 9.42            |
|                                                   | <b>2,407.61</b> | <b>2,336.03</b> |

### Note:

i. These comprise fixed deposits under lien of Rs. 2,300 lakhs (Previous year Rs. 2,000 lakhs) pledged against bank overdraft facility.

## Note 17 - Inventories

(At lower of cost and net realisable value)

|                                                                                     |               |               |
|-------------------------------------------------------------------------------------|---------------|---------------|
| a. Raw material (including packing material)                                        | -             | 30.31         |
| b. Finished goods                                                                   |               |               |
| -Milk and milk products                                                             | -             | 27.54         |
| c. Stock-in-trade:                                                                  |               |               |
| i. Raw milk (including in transit Rs. 398.52 lakhs; Previous year Rs. 252.31 lakhs) | 398.52        | 252.31        |
| ii. Cattle feed and others                                                          | 157.70        | 240.61        |
| d. Stores and spares                                                                | 304.77        | 316.34        |
|                                                                                     | <b>860.99</b> | <b>867.11</b> |

## Note 18 - Trade receivables

(Unsecured, considered good)

|                                  |                 |                 |
|----------------------------------|-----------------|-----------------|
| i. Trade receivables - billed    | 3,677.75        | 2,959.90        |
| ii. Trade receivables - unbilled | -               | -               |
|                                  | <b>3,677.75</b> | <b>2,959.90</b> |
| i. Secured considered good       | -               | -               |
| ii. Unsecured considered good    | 3,677.75        | 2,959.90        |
| iii. Doubtful                    | 15.15           | -               |
|                                  | <b>3,692.90</b> | <b>2,959.90</b> |

Allowances for bad and doubtful debts

|                               |       |   |
|-------------------------------|-------|---|
| i. Secured considered good    | -     | - |
| ii. Unsecured considered good | -     | - |
| iii. Doubtful                 | 15.15 | - |

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

Notes forming part of the Financial Statements

| As at 31 March, 2026 | As at 31 March, 2025 |
|----------------------|----------------------|
| Rupees in lakhs      | Rupees in lakhs      |
| 15.15                | 2,959.90             |
| 3,677.75             | 2,959.90             |

## Trade Receivables ageing schedule as at 31st March,2026

| Particulars                                            | Outstanding for following periods from due date of payment |                 |           |           |           |          |
|--------------------------------------------------------|------------------------------------------------------------|-----------------|-----------|-----------|-----------|----------|
|                                                        | <6 months                                                  | 6 months -1year | 1-2 years | 2-3 years | > 3 years | Total    |
| (i) Undisputed Trade receivables -considered good      | 3,642.39                                                   | 0.75            | 34.23     | -         | 0.38      | 3,677.75 |
| (ii) Undisputed Trade receivables -considered doubtful | -                                                          | 11.52           | 3.63      | -         | -         | 15.15    |
| (iii) Disputed trade receivables considered good       | -                                                          | -               | -         | -         | -         | -        |
| (iv) Disputed trade receivables considered doubtful    | -                                                          | -               | -         | -         | -         | -        |
|                                                        | 3,642.39                                                   | 12.27           | 37.86     | -         | 0.38      | 3,692.90 |

## Trade Receivables ageing schedule as at 31st March,2025

| Particulars                                            | Outstanding for following periods from due date of payment |                 |           |           |           |          |
|--------------------------------------------------------|------------------------------------------------------------|-----------------|-----------|-----------|-----------|----------|
|                                                        | <6 months                                                  | 6 months -1year | 1-2 years | 2-3 years | > 3 years | Total    |
| (i) Undisputed Trade receivables -considered good      | 2,951.43                                                   | 8.04            | -         | 0.43      | -         | 2,959.90 |
| (ii) Undisputed Trade receivables -considered doubtful | -                                                          | -               | -         | -         | -         | -        |
| (iii) Disputed trade receivables considered good       | -                                                          | -               | -         | -         | -         | -        |
| (iv) Disputed trade receivables considered doubtful    | -                                                          | -               | -         | -         | -         | -        |
|                                                        | 2,951.43                                                   | 8.04            | -         | 0.43      | -         | 2,959.90 |

Note: Ageing of trade receivables has been determined from transaction date.

## Note 19 - Cash and cash equivalents

|                                                                    |          |          |
|--------------------------------------------------------------------|----------|----------|
| (a) Balance with banks:                                            |          |          |
| (i) In current accounts                                            | 4,269.50 | 3,408.27 |
| Cash and cash equivalents as per AS 3 - Cash flow statement        | 4,269.50 | 3,408.27 |
| (b) Other bank balances                                            |          |          |
| (i) In earmarked accounts                                          |          |          |
| - Unpaid dividend accounts                                         | 4.05     | 4.53     |
| - Unutilised borrowed and grant fund                               | 0.34     | 909.48   |
| - Unspent CSR account                                              | 10.00    | -        |
| (ii) In deposit accounts -original maturity of more than 3 months) | 2,700.00 | 2,800.00 |
|                                                                    | 2,714.39 | 3,714.01 |
|                                                                    | 6,983.89 | 7,122.28 |

## Note 20 - Short - term loans and advances

|                                   |        |        |
|-----------------------------------|--------|--------|
| (Secured, considered good)        |        |        |
| (a) Loans to others (see note 15) | -      | 36.74  |
|                                   | -      | 36.74  |
| (Unsecured, considered good)      |        |        |
| (a) Prepaid expenses              | 136.83 | 103.98 |
| (b) Advances to vendors           | -      | 1.50   |
|                                   | 174.15 | 76.45  |
|                                   | 310.98 | 181.93 |
|                                   | 310.98 | 218.67 |

## Note 21 - Other current assets

|                                       |       |       |
|---------------------------------------|-------|-------|
| (Unsecured, considered good)          |       |       |
| (a) Interest accrued on bank deposits | 45.87 | 38.64 |
|                                       | 45.87 | 38.64 |

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

Notes forming part of the Financial Statements

|                                                             | Year ended<br>31 March, 2026 | Rupees in lakhs<br>Year ended<br>31 March, 2025 |
|-------------------------------------------------------------|------------------------------|-------------------------------------------------|
| <b>Note 22 - Revenue from operations</b>                    |                              |                                                 |
| (a) Sale of products (See note (i) below)                   | 1,23,367.42                  | 1,10,582.51                                     |
|                                                             | <b>1,23,367.42</b>           | <b>1,10,582.51</b>                              |
| <b>(i) Sale of products comprises:</b>                      |                              |                                                 |
| <b>Manufactured/processed goods</b>                         |                              |                                                 |
| a. Milk and milk products                                   | 229.55                       | 12,543.50                                       |
|                                                             | <b>229.55</b>                | <b>12,543.50</b>                                |
| <b>Traded goods</b>                                         |                              |                                                 |
| a. Raw milk                                                 | 1,15,900.63                  | 91,544.15                                       |
| b. Cattle feed and Others                                   | 7,237.24                     | 6,494.86                                        |
|                                                             | <b>1,23,137.87</b>           | <b>98,039.01</b>                                |
|                                                             | <b>1,23,367.42</b>           | <b>1,10,582.51</b>                              |
| <b>Note 23 - Other income</b>                               |                              |                                                 |
| (a) Interest income                                         |                              |                                                 |
| (i) On deposits with banks                                  | 488.70                       | 370.85                                          |
|                                                             | 6.45                         | -                                               |
| (ii) On others                                              | 2.48                         | 5.98                                            |
| (b) Other non-operating income                              |                              |                                                 |
| (i) Membership fees                                         | 12.66                        | 7.93                                            |
| (ii) Liabilities/provisions no longer required written back | 8.34                         | 36.43                                           |
| (iv) Profit on sale of property, plant and equipment (net)  | 8.70                         | -                                               |
| (v) Miscellaneous income                                    | 144.64                       | 84.70                                           |
|                                                             | <b>671.97</b>                | <b>505.89</b>                                   |
| <b>Note:</b>                                                |                              |                                                 |
| i. Interest income on advance                               |                              |                                                 |
| a. Interest received on advance given to NDDB               | 29.11                        | -                                               |
| b. Less: Interest expense on loan taken from NDDB           | (22.66)                      | -                                               |
| <b>Interest income (net)</b>                                | <b>6.45</b>                  | <b>-</b>                                        |
| <b>Note 24: Cost of materials consumed</b>                  |                              |                                                 |
| Raw material (including packing material)                   |                              |                                                 |
| a. Opening stock                                            | 30.31                        | -                                               |
| b. Add: Purchases                                           | 167.53                       | 9,663.71                                        |
| c. Less: Closing stock                                      | -                            | 30.31                                           |
|                                                             | <b>197.84</b>                | <b>9,633.40</b>                                 |
| <b>Note 25: Purchase of stock in trade</b>                  |                              |                                                 |
| a. Raw milk                                                 | 1,08,000.76                  | 85,106.43                                       |
| b. Cattle feed and others                                   | 6,482.03                     | 5,806.96                                        |
|                                                             | <b>1,14,482.79</b>           | <b>90,913.39</b>                                |
| <b>Note 26 - Changes in inventories of stock-in-trade</b>   |                              |                                                 |
| a. Inventories at the beginning of the year                 |                              |                                                 |
| Finished goods                                              | 27.54                        | 175.53                                          |
| Stock-in-trade                                              | 492.92                       | 445.91                                          |
| b. Inventories at the end of the year                       |                              |                                                 |
| Finished goods                                              | -                            | 27.54                                           |
| Stock-in-trade                                              | 556.22                       | 492.92                                          |
| <b>Net increase/(decrease)</b>                              | <b>(35.76)</b>               | <b>100.98</b>                                   |

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

Notes forming part of the Financial Statements

Rupees in lakhs

|                                                                    | Year ended<br>31 March, 2026 | Year ended<br>31 March, 2025 |
|--------------------------------------------------------------------|------------------------------|------------------------------|
| <b>Note 27 - Employee benefits expense</b>                         |                              |                              |
| (a) Salaries and wages                                             | 1,086.42                     | 1,160.54                     |
| (b) Contribution to provident fund                                 | 77.55                        | 78.28                        |
| (c) Gratuity expense (See note 33)                                 | 37.16                        | 54.65                        |
| (d) Staff welfare expenses                                         | 122.11                       | 107.77                       |
|                                                                    | <b>1,323.24</b>              | <b>1,401.24</b>              |
| <b>Note 28 - Finance costs</b>                                     |                              |                              |
| (a) Interest expense on:                                           |                              |                              |
| (i) Term loans                                                     | 28.40                        | 19.24                        |
| (ii) Overdraft                                                     | 0.86                         | -                            |
| (b) Interest on delayed payment of income tax                      | 2.05                         | 6.54                         |
| (c) Interest on delayed payment to MSME                            | 1.49                         | -                            |
| (d) Bank Charges                                                   | 1.39                         | -                            |
|                                                                    | <b>34.19</b>                 | <b>25.78</b>                 |
| <b>Note 29 - Other expenses</b>                                    |                              |                              |
| a. Consumption of stores and spare parts                           | 533.63                       | 524.31                       |
| b. Power and fuel                                                  | 516.50                       | 436.19                       |
| c. Rent                                                            | 214.99                       | 185.66                       |
| d. Repair and maintenance - machinery                              | 109.79                       | 119.82                       |
| e. Repair and maintenance - others                                 | 107.66                       | 148.77                       |
| f. Rates and taxes                                                 | 20.69                        | 42.94                        |
| g. Freight, forwarding and distribution expenses                   | 2,226.42                     | 2,521.95                     |
| h. Contractual staff wages                                         | 291.45                       | 384.30                       |
| i. Advertisement and promotion expenses                            | 53.62                        | 621.03                       |
| j. Legal and professional fees                                     | 182.92                       | 180.90                       |
| k. Corporate social responsibility expenses ( See note (ii) below) | 34.36                        | 22.72                        |
| l. Auditor's remuneration (see note (i) below)                     | 15.31                        | 14.62                        |
| m. Travelling and conveyance                                       | 178.21                       | 230.76                       |
| n. Directors' sitting fees                                         | 7.14                         | 4.35                         |
| o. Loss on discard of property, plant and equipment                | -                            | 15.06                        |
| p. Bad debts written off                                           | 1.76                         | 1.69                         |
| q. Provision for bad and doubtful debts                            | 15.15                        | -                            |
| r. IT expenses                                                     | 181.81                       | 55.41                        |
| s. Communication expenses                                          | 79.90                        | 70.09                        |
| t. Miscellaneous expenses                                          | 136.12                       | 288.23                       |
|                                                                    | <b>4,907.43</b>              | <b>5,868.80</b>              |
| <b>Note:</b>                                                       |                              |                              |
| (i) Auditors' remuneration comprises:                              |                              |                              |
| a. Statutory audit fee                                             | 9.25                         | 8.50                         |
| b. Tax audit fee                                                   | 2.25                         | 2.00                         |
| c. Out of pocket expense *                                         | 1.47                         | 1.89                         |
| d. GST on above                                                    | 2.33                         | 2.23                         |
|                                                                    | <b>15.31</b>                 | <b>14.62</b>                 |

\* includes amounts paid to erstwhile auditor

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

## Notes forming part of the Financial Statements

|                                                                                                                                                                                                                                                                                                                                          | As at 31 March, 2026<br>Rupees in lakhs | As at 31 March, 2025<br>Rupees in lakhs |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|
| (ii) Details of corporate social responsibility expenditure:<br>As per Section 135 of the Companies Act, 2013, the Company is required to spend, in every financial year, at least two per cent of the average net profits of the Company made during the three immediately preceding financial years in accordance with its CSR policy. |                                         |                                         |
| A. Contribution to CSR                                                                                                                                                                                                                                                                                                                   |                                         |                                         |
| a. Amount required to be spent by the Company during the year                                                                                                                                                                                                                                                                            | 34.36                                   | 22.72                                   |
| b. (Surplus)/Shortfall amount of previous year                                                                                                                                                                                                                                                                                           | 22.72                                   | 10.77                                   |
|                                                                                                                                                                                                                                                                                                                                          | <b>57.08</b>                            | <b>33.49</b>                            |
| c. Amount spent on CSR                                                                                                                                                                                                                                                                                                                   | 12.72                                   | 10.77                                   |
| d. Shortfall amount of current year                                                                                                                                                                                                                                                                                                      | 44.36                                   | 22.72                                   |
| B. Details of CSR expenses incurred towards:                                                                                                                                                                                                                                                                                             |                                         |                                         |
| Proactive Animal Care (Animal Care Support Services for cows)                                                                                                                                                                                                                                                                            | 12.72                                   | 10.77                                   |
|                                                                                                                                                                                                                                                                                                                                          | <b>12.72</b>                            | <b>10.77</b>                            |
| C. Details of CSR expenditure under section 135(6) of the Act in respect of ongoing projects:                                                                                                                                                                                                                                            |                                         |                                         |
| Balance as at the beginning of the year                                                                                                                                                                                                                                                                                                  | 22.72                                   | 10.77                                   |
| Amount required to be spent during the period                                                                                                                                                                                                                                                                                            | 34.36                                   | 22.72                                   |
| Amount deposited in a unspent CSR account within 1 month from the end of financial year                                                                                                                                                                                                                                                  | 34.36                                   | 22.72                                   |
| Amount spent during the year                                                                                                                                                                                                                                                                                                             | 12.72                                   | 10.77                                   |
| Balance as at the closing of the year                                                                                                                                                                                                                                                                                                    | 44.36                                   | 22.72                                   |
| D. The Company has not contributed in the nature of CSR expenditure to related party covered under AS 18, Related party disclosures.                                                                                                                                                                                                     |                                         |                                         |
| E. The Company subsequent to the year end has transferred unspent amount of Rs. 34.36 lakhs (Previous year Rs 22.72 lakhs) towards ongoing project into a separate Unspent CSR Account.                                                                                                                                                  |                                         |                                         |

### Note 30 Earnings per share

| Particulars                                                                        | Unit            | Year ended 31<br>March, 2026 | Year ended<br>31 March, 2025 |
|------------------------------------------------------------------------------------|-----------------|------------------------------|------------------------------|
| Net profit after tax                                                               | Rupees in Lakhs | 1,865.78                     | 1,922.82                     |
| Weighted average number of equity shares outstanding during the year               | Numbers         | 38,82,441                    | 35,78,658                    |
| Nominal Value of Equity Shares                                                     | Rupees          | 100.00                       | 100.00                       |
| Basic Earnings per Share                                                           | Rupees          | 48.06                        | 53.73                        |
| Add: Effect of share application money                                             | Numbers         | -                            | 423                          |
| "Weighted average number equity shares used to compute diluted earnings per share" | Numbers         | 38,82,441                    | 35,79,081                    |
| Diluted Earnings per share                                                         | Rupees          | 48.06                        | 53.72                        |

### Note 31 Contingent liabilities and commitments

| Particulars                                                                                                                                                                                                                                                                                                                                                                        | As at<br>31 March, 2025 | As at<br>31 March, 2024 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| A. Contingent Liabilities                                                                                                                                                                                                                                                                                                                                                          |                         |                         |
| Goods and services tax                                                                                                                                                                                                                                                                                                                                                             | -                       | 1,134.37                |
| During the previous year, the Company received show cause notices for the financial years 2021-22 and 2022-23 in respect of alleged ITC mismatch and reversal. The Company submitted its responses to the said notices during the year itself. According to the final order, no tax, interest or penalty was payable by the Company and proposed demands were dropped in entirety. |                         |                         |
| B. Commitments                                                                                                                                                                                                                                                                                                                                                                     |                         |                         |
| Estimated amount of contracts remaining to be executed on capital account and not provided for                                                                                                                                                                                                                                                                                     | 622.11                  | 1,302.95                |

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

## Notes forming part of the Financial Statements

- C. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- D. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

### Note 32 Share Application money pending allotment

As at 31 March 2026, the Company has not received any amount towards share application money (As at 31 March, 2025 Rs 51.51 lakhs towards share application money towards 51,512 equity shares) or premium amount (As at 31 March, 2025 Rs. Nil).

**Note 33** On 21 November 2025, the Government of India notified four new Labour Codes - the Code on Wages, 2019, the Code on Social Security, 2020, the Industrial Relations Code, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws. The Ministry of Labour & Employment has published the draft Central Rules and FAQs to enable assessment of the financial impact arising from the changes in the regulations.

The Company has assessed and estimated the incremental impact of the above changes based on the best information available, in accordance with AS 29 - Provisions, Contingent Liabilities and Contingent Assets, and the FAQs on Key Accounting Implications issued by the Institute of Chartered Accountants of India ("ICAI"). The impact attributable to outsourced manpower through third-party service providers, which the Company is contractually obligated to reimburse under the terms of the respective master service agreements, has been recognised as a provision in accordance with AS 29. The aggregate impact of the above amounting to Rs. 29.20 lakhs has been recognised and disclosed under "Contractual staff wages" within "Other expenses".

The Company continues to monitor the finalisation of the Central and State Rules and clarifications from the Government on other aspects of the Labour Codes and will provide appropriate accounting effect as and when such clarifications are issued / rules are notified.

### Note 34 - Employee benefit plans:

#### Defined-Contribution Plans

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

|                                                     | Year ended<br>31 March, 2026 | Year ended<br>31 March, 2025 |
|-----------------------------------------------------|------------------------------|------------------------------|
| Contribution towards provident fund and other funds | 77.55                        | 78.28                        |

#### Defined benefit plan

The Company offers its employees defined-benefit plan in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plan is based on years of service and the employee's compensation (immediately before separation). The gratuity scheme covers all regular employees. Actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to the Statement of Profit and Loss.

The following tables set out the status of defined benefit scheme in respect of gratuity: **Rupees in lakhs**

|                                                      | As at<br>31 March, 2026 | As at<br>31 March, 2025 |
|------------------------------------------------------|-------------------------|-------------------------|
| <b>i. Change in defined benefit obligation</b>       |                         |                         |
| Present value of obligation at the beginning of year | 188.97                  | 159.34                  |
| Current service cost                                 | 28.14                   | 25.21                   |
| Interest cost                                        | 11.75                   | 10.57                   |
| Actuarial (gain)/loss                                | (2.73)                  | 18.87                   |
| Benefit paid                                         | (7.82)                  | (25.02)                 |
| Present value of obligations at the end of the year  | <b>218.31</b>           | <b>188.97</b>           |

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

Notes forming part of the Financial Statements

|                                                                    | As at<br>31 March, 2026  | As at<br>31 March, 2025  |
|--------------------------------------------------------------------|--------------------------|--------------------------|
| <b>ii. Amount recognised in the Balance Sheet</b>                  |                          |                          |
| Present value of defined benefit obligations                       | 218.31                   | 188.97                   |
| Fair value of plan assets                                          | -                        | -                        |
| Net liability recognised in the balance sheet                      | <b>218.31</b>            | <b>188.97</b>            |
| <b>iii. Expense recognised in the Statement of Profit and Loss</b> |                          |                          |
| Current service costs                                              | 28.14                    | 25.21                    |
| Interest cost                                                      | 11.75                    | 10.57                    |
| Net actuarial (gain)/ loss recognized during the year              | (2.73)                   | 18.87                    |
| Expense recognized in the Statement of Profit and Loss             | <b>37.16</b>             | <b>54.65</b>             |
| <b>iv. Balance Sheet reconciliation</b>                            |                          |                          |
| Net liability at the beginning of the year                         | 188.97                   | 159.34                   |
| Benefit paid                                                       | (7.82)                   | (25.02)                  |
| Expense as above                                                   | 37.16                    | 54.65                    |
| Net liability at the end of the year                               | <b>218.31</b>            | <b>188.97</b>            |
| <b>v. Principal actuarial assumptions</b>                          |                          |                          |
| Discount rate                                                      | 6.53 % p.a.              | 6.35 % p.a.              |
| Expected salary escalations                                        | 10.00% p.a.              | 10.00% p.a.              |
| Expected return on plan assets                                     | N.A                      | N.A                      |
| Attrition rate:                                                    | 16% p.a.                 | 16% p.a.                 |
| Mortality table used                                               | IALM 2012-14<br>Ultimate | IALM 2012-14<br>Ultimate |

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

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

**Rupees in lakhs**

|                                  | 31 March,<br>2026 | 31 March,<br>2025 | 31 March,<br>2024 | 31 March,<br>2023 | 31 March,<br>2022 |
|----------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>vi. Experience adjustment</b> |                   |                   |                   |                   |                   |
| Present value of DBO*            | 218.31            | 188.97            | 159.34            | 147.63            | 137.05            |
| Fair value of plan assets        | -                 | -                 | -                 | -                 | -                 |
| Net Present value of DBO         | 218.31            | 188.97            | 159.34            | 147.63            | 137.05            |
| (Gain)/loss on obligations       | (2.73)            | 18.87             | 7.72              | (18.02)           | 7.05              |

\* The amount of present value of defined benefit obligation is unfunded.

## vii. Actuarial assumptions for compensated absences;

Actuarial assumptions used for valuation of liability for compensated absences are same as (v) above.

## Note 35 - Leasing arrangements

The Company has entered into operating lease arrangements. The lease rental expenses of Rs.214.99 lakhs (previous year Rs.185.66 lakhs) in respect of obligation under operating leases have been recognized in the statement of profit and loss. The leases taken by the company are cancellable in nature.

## Note No. 36 - Unutilised grant / (Grant receivables)

|                                                                                            | As at<br>31 March, 2026 | As at<br>31 March, 2025 |
|--------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>i. Details of grants received from NDDB and others and its utilisation is as under:</b> |                         |                         |
| Grant for operating/capital expenditure                                                    |                         |                         |
| a. Opening Balance                                                                         | 533.93                  | 1,229.87                |
| b. Grant received during year                                                              | 2,598.43                | 648.24                  |
| Interest received during the year                                                          | 3.44                    | 42.71                   |

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

Notes forming part of the Financial Statements

|                                                                                                                                                                                                                                                                                                                                                                           | As at<br>31 March, 2026 | As at<br>31 March, 2025 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| c. Utilised during year                                                                                                                                                                                                                                                                                                                                                   |                         |                         |
| i. For Property, plant and equipments<br>(See note below)                                                                                                                                                                                                                                                                                                                 | 2,034.93                | 1,077.32                |
| ii. For revenue expenses                                                                                                                                                                                                                                                                                                                                                  | 902.91                  | 301.04                  |
| Total utilisations (i)+(ii)                                                                                                                                                                                                                                                                                                                                               | 2,937.84                | 1,378.36                |
| d. Amount repaid during the year                                                                                                                                                                                                                                                                                                                                          | 196.70                  | 8.53                    |
| e. Balance carried forward ( a+b-c-d-e)                                                                                                                                                                                                                                                                                                                                   | 1.26                    | 533.93                  |
| ii. Terms of grant:                                                                                                                                                                                                                                                                                                                                                       |                         |                         |
| A. National Programme for Dairy Development:                                                                                                                                                                                                                                                                                                                              |                         |                         |
| a. Total sanctioned amount of grant is Rs. 6,294.36 lakhs.                                                                                                                                                                                                                                                                                                                |                         |                         |
| b. For a period of three years, commencing from 1 April, 2023 to 31 March, 2026 which is further extended upto 30 September, 2026.                                                                                                                                                                                                                                        |                         |                         |
| c. Nature and purpose of the grant:                                                                                                                                                                                                                                                                                                                                       |                         |                         |
| Financial assistance under 'National Programme for Dairy Development' of Government of India - 'Dairying through Cooperatives' for objective of creation of necessary dairy infrastructure for the purpose of providing market linkages for the produce in villages and for strengthening of capacity building of stake-holding institutions from village to State level. |                         |                         |
| B. Dairy Value Chain Development                                                                                                                                                                                                                                                                                                                                          |                         |                         |
| a. Total sanctioned amount of grant is Rs. 202.28 lakhs.                                                                                                                                                                                                                                                                                                                  |                         |                         |
| b. For a period starting from October 2022 and ending on a date which shall mutually be agreed between the Company and Tata Electronics Private Limited (TEPL).                                                                                                                                                                                                           |                         |                         |
| c. Nature and purpose of the grant: Dairy Value Chain Development in Kelamangalam block and its surrounding areas of Krishnagiri district in Tamil Nadu.                                                                                                                                                                                                                  |                         |                         |
| iii. Grant utilisation                                                                                                                                                                                                                                                                                                                                                    |                         |                         |
| a. Grant for capital expenditure                                                                                                                                                                                                                                                                                                                                          |                         |                         |
| The grant utilised for capital expenditure has been recorded as deferred grant which is subsequently adjusted with the amortisation expenses of property, plant and equipment acquired from the grant on systematic basis. (see note 5 and 13).                                                                                                                           |                         |                         |
| b. Grant for operating expenditure                                                                                                                                                                                                                                                                                                                                        |                         |                         |
| The grant received for the specific expenditure has been recognised as liability till the utilisation of the grant, when the expenditure incurred the Company has netted off the grant with the related expenditure incurred.(see note 2.10).                                                                                                                             |                         |                         |

## 37 Related party disclosures

### A. Name of the related parties and nature of relationship

| Name of person           | Nature of relationship                  |
|--------------------------|-----------------------------------------|
| Thimmappa S R            | Chief Executive and Director            |
| Annapurna Neti           | Expert Director (upto 10 October, 2024) |
| Sunil Kumar              | Director (upto 6 August, 2024)          |
| Usha Avula               | Director (upto 28 September, 2024)      |
| Pakala Kannemma          | Director (upto 28 September, 2024)      |
| Puspalatha Kaligari      | Director (upto 28 September, 2024)      |
| Pulikinti Vijaya Lakshmi | Director                                |

# SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

Notes forming part of the Financial Statements

|                               |                                                             |
|-------------------------------|-------------------------------------------------------------|
| Thayaramma Madhasi            | Director                                                    |
| Sreedevi Siddareddygar        | Chairman                                                    |
| Hemalatha Marupudi            | Director                                                    |
| Tamatapalli Chandrakala       | Director                                                    |
| Gonappa Girija                | Director                                                    |
| Patakula Seenappa Reddamma    | Director                                                    |
| Varalakshmi Mummareddy        | Director                                                    |
| NaveenaKumari Panamareddigari | Director (w.e.f. 28 September, 2024)                        |
| Nandini Gerigi                | Director (w.e.f. 28 September, 2024)                        |
| Hamsaveni Guramollu           | Director (w.e.f. 28 September, 2024)                        |
| Raghu Hassan Mallegowda       | Expert Director (w.e.f. 21 May, 2024)                       |
| Jayatheertha Chary            | Expert Director (w.e.f. 26 October, 2024 to 20 March, 2026) |
| Romy Jacob                    | Expert Director (w.e.f. 14 February, 2025)                  |

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

| Name of related party         | Nature of transaction | Year ended<br>31 March, 2026 | Year ended<br>31 March, 2025 |
|-------------------------------|-----------------------|------------------------------|------------------------------|
| Thimmappa S R                 | Salary                | -                            | 9.30                         |
|                               |                       | -                            | 9.30                         |
| Annapurna Neti                | Sitting fees          | -                            | 0.14                         |
| Usha Avula                    | Sitting fees          | -                            | 0.07                         |
| Tamatapalli Chandrakala       | Sitting fees          | 0.66                         | 0.41                         |
| Hamsaveni Guramollu           | Sitting fees          | 0.59                         | 0.26                         |
| Nandini Gerigi                | Sitting fees          | 0.66                         | 0.26                         |
| Gonappa Girija                | Sitting fees          | 0.59                         | 0.37                         |
| Hemalatha Marupudi            | Sitting fees          | 0.59                         | 0.30                         |
| Puspalatha Kaligari           | Sitting fees          | -                            | 0.11                         |
| Sreedevi Siddareddygar        | Sitting fees          | 0.66                         | 0.47                         |
| Varalakshmi Mummareddy        | Sitting fees          | 0.79                         | 0.37                         |
| Thayaramma Madhasi            | Sitting fees          | 0.79                         | 0.47                         |
| Patakula Seenappa Reddamma    | Sitting fees          | 0.66                         | 0.37                         |
| Pakala Kannemma               | Sitting fees          | -                            | 0.11                         |
| NaveenaKumari Panamareddigari | Sitting fees          | 0.59                         | 0.26                         |
| Pulikinti Vijaya Lakshmi      | Sitting fees          | 0.53                         | 0.37                         |
|                               |                       | 7.11                         | 4.34                         |
| Usha Avula                    | Purchase of milk      | -                            | 0.84                         |
| Pulikinti Vijaya Lakshmi      | Purchase of milk      | 0.97                         | 0.89                         |
| Thayaramma Madhasi            | Purchase of milk      | 1.07                         | 1.12                         |
| Sreedevi Siddareddygar        | Purchase of milk      | 0.78                         | 0.81                         |
| Pakala Kannemma               | Purchase of milk      | -                            | 0.63                         |
| Puspalatha Kaligari           | Purchase of milk      | -                            | 0.59                         |
| Tamatapalli Chandrakala       | Purchase of milk      | 4.71                         | 4.39                         |
| Gonappa Girija                | Purchase of milk      | 1.72                         | 1.24                         |
| Hemalatha Marupudi            | Purchase of milk      | 2.80                         | 2.31                         |
| Patakula Seenappa Reddamma    | Purchase of milk      | 2.81                         | 2.32                         |
| Varalakshmi Mummareddy        | Purchase of milk      | 2.91                         | 2.74                         |
| NaveenaKumari Panamareddigari | Purchase of milk      | 3.50                         | 2.68                         |
| Hamsaveni Guramollu           | Purchase of milk      | 0.83                         | 0.97                         |
| Nandini Gerigi                | Purchase of milk      | 1.21                         | 0.55                         |
|                               |                       | 23.31                        | 22.08                        |

|                               |                                |             |             |
|-------------------------------|--------------------------------|-------------|-------------|
| Usha Avula                    | Sale of cattle feed and others | -           | 0.39        |
| Pulikinti Vijaya Lakshmi      | Sale of cattle feed and others | 0.50        | 0.42        |
| Thayaramma Madhasi            | Sale of cattle feed and others | 0.18        | 0.22        |
| Sreedevi Siddareddygar        | Sale of cattle feed and others | 0.05        | 0.10        |
| Pakala Kannemma               | Sale of cattle feed and others | -           | 0.01        |
| Puspalatha Kaligari           | Sale of cattle feed and others | -           | 0.05        |
| Tamatapalli Chandrakala       | Sale of cattle feed and others | 1.36        | 1.31        |
| Gonappa Girija                | Sale of cattle feed and others | 0.31        | 0.20        |
| Hemalatha Marupudi            | Sale of cattle feed and others | 0.43        | 0.44        |
| Patakula Seenappa Reddamma    | Sale of cattle feed and others | 0.72        | 0.47        |
| Varalakshmi Mummareddy        | Sale of cattle feed and others | 0.33        | 0.14        |
| NaveenaKumari Panamareddigari | Sale of cattle feed and others | 0.78        | 0.57        |
| Hamsaveni Guramollu           | Sale of cattle feed and others | 0.05        | 0.06        |
| Nandini Gerigi                | Sale of cattle feed and others | 0.16        | 0.13        |
|                               |                                | <b>4.87</b> | <b>4.52</b> |
| Thayaramma Madhasi            | Sale of milk products          | 0.01        | -           |
| Sreedevi Siddareddygar        | Sale of milk products          | 0.02        | -           |
| Puspalatha Kaligari           | Sale of milk products          | -           | 0.01        |
| Gonappa Girija                | Sale of milk products          | -           | 0.01        |
| Tamatapalli Chandrakala       | Sale of milk products          | -           | -           |
| Patakula Seenappa Reddamma    | Sale of milk products          | 0.01        | -           |
| Varalakshmi Mummareddy        | Sale of milk products          | 0.07        | 0.03        |
| Hamsaveni Guramollu           | Sale of milk products          | -           | -           |
| Pulikinti Vijaya Lakshmi      | Sale of milk products          | 0.02        | -           |
|                               |                                | <b>0.13</b> | <b>0.05</b> |

**C. Balances outstanding at year end**

| Particulars                   | As at<br>31 March,2026 | As at<br>31 March,2025 |
|-------------------------------|------------------------|------------------------|
| <b>Trade payables</b>         |                        |                        |
| Usha Avula                    | -                      | 0.04                   |
| Pulikinti Vijaya Lakshmi      | 0.02                   | 0.01                   |
| Thayaramma Madhasi            | 0.03                   | 0.05                   |
| Sreedevi Siddareddygar        | 0.01                   | 0.01                   |
| Puspalatha Kaligari           | -                      | 0.03                   |
| Tamatapalli Chandrakala       | 0.11                   | 0.11                   |
| Gonappa Girija                | 0.23                   | 0.05                   |
| Hemalatha Marupudi            | 0.12                   | 0.13                   |
| Patakula Seenappa Reddamma    | 0.10                   | 0.04                   |
| Varalakshmi Mummareddy        | 0.09                   | 0.05                   |
| NaveenaKumari Panamareddigari | 0.13                   | 0.11                   |
| Nandini Gerigi                | 0.04                   | 0.03                   |
| Hamsaveni Guramollu           | 0.02                   | -                      |
|                               | <b>0.90</b>            | <b>0.68</b>            |

Note: All amounts are inclusive of goods and services tax.

**38. Disclosure of financial ratios**

|    | Particulars                    | Numerator                  | Denomi-<br>nator                  | As at<br>31 March<br>2026 | As at<br>31 March<br>2025 | Variance<br>(%) | Reason for<br>variance |
|----|--------------------------------|----------------------------|-----------------------------------|---------------------------|---------------------------|-----------------|------------------------|
| a. | Current ratio                  | Current<br>assets          | Current<br>liabilities            | 1.60                      | 1.55                      | 3%              |                        |
| b. | Debt equity ratio              | Total debt                 | Equity<br>sharehold-<br>er's fund | 0.85                      | 0.15                      | 467%            | Note 1                 |
| c. | Debt service<br>coverage ratio | Net<br>operating<br>income | Total debt<br>service             | 36.86                     | 122.99                    | (70%)           | Note 2                 |

|    | Particulars                      | Numerator                        | Denominator               | As at 31 March 2026 | As at 31 March 2025 | Variance (%) | Reason for variance |
|----|----------------------------------|----------------------------------|---------------------------|---------------------|---------------------|--------------|---------------------|
| d. | Return on equity ratio           | Net profit after tax             | Equity shareholder's fund | 19.48               | 25.49               | (24%)        |                     |
| e. | Inventory turnover ratio         | Cost of goods sold               | Average inventory         | 132.68              | 109.60              | 21%          |                     |
| f. | Trade receivables turnover ratio | Net sales                        | Average trade receivables | 37.17               | 39.55               | (6%)         |                     |
| g. | Trade payables turnover ratio    | Net purchases                    | Average trade payables    | 20.89               | 20.50               | 2%           |                     |
| h. | Net capital turnover ratio       | Net sales                        | Average working capital   | 29.21               | 28.50               | 3%           |                     |
| i. | Net profit ratio                 | Net profit after tax             | Net sales                 | 1.51                | 1.74                | (13%)        |                     |
| j. | Return on capital employed       | Earnings before interest and tax | Capital employed          | 11.16               | 23.06               | (52%)        | Note 3              |
| k. | Return on investment             | Earning on investments           | Average investments       | NA                  | NA                  | -            |                     |

#### Working of the ratios

|    | Basis of ratios                                                                                 | Year ended March 31, 2026 | Ratio | Year ended March 31, 2025 | Ratio  |
|----|-------------------------------------------------------------------------------------------------|---------------------------|-------|---------------------------|--------|
| a. | Current ratio                                                                                   |                           |       |                           |        |
|    | Current assets                                                                                  | 11,879.48                 | 1.60  | 11,206.60                 | 1.55   |
|    | Current liabilities                                                                             | 7,404.34                  |       | 7,235.81                  |        |
| b. | Debt equity ratio                                                                               |                           |       |                           |        |
|    | Total debt (Long term borrowings + Short term borrowings)                                       | 9,150.72                  | 0.85  | 1,282.52                  | 0.15   |
|    | Equity shareholder's fund (Share capital + Reserves and surplus)                                | 10,702.89                 |       | 8,453.47                  |        |
| c. | Debt service coverage ratio                                                                     |                           |       |                           |        |
|    | Net operating income (Profit before tax + Finance cost + Depreciation and amortisation expense) | 3,163.85                  | 36.86 | 3,170.58                  | 122.99 |
|    | Total debt service (Interest repayments + Principal repayments)                                 | 85.84                     |       | 25.78                     |        |

|    | Basis of ratios                                                                   | Year ended<br>March 31,<br>2026 | Ratio  | Year ended<br>March 31,<br>2025 | Ratio  |
|----|-----------------------------------------------------------------------------------|---------------------------------|--------|---------------------------------|--------|
| d. | Return on equity ratio                                                            |                                 |        |                                 |        |
|    | Profit after tax                                                                  | 1,865.78                        | 19.48  | 1,922.82                        | 25.49  |
|    | Average Equity shareholder's fund (Share capital + Reserves and surplus)          | 9,578.18                        |        | 7,542.53                        |        |
| e. | Inventory turnover ratio                                                          |                                 |        |                                 |        |
|    | Cost of goods sold                                                                | 1,14,644.87                     | 132.68 | 1,00,647.77                     | 109.60 |
|    | Average inventory [(opening inventory + closing inventory)/2]                     | 864.05                          |        | 918.29                          |        |
| f. | Trade receivables turnover ratio                                                  |                                 |        |                                 |        |
|    | Net sales (Total sales - Sales return)                                            | 1,23,367.42                     | 37.17  | 1,10,582.51                     | 39.55  |
|    | Average trade receivables [(opening receivables+closing receivables)/2]           | 3,318.83                        |        | 2,796.22                        |        |
| g. | Trade payables turnover ratio                                                     |                                 |        |                                 |        |
|    | Net purchases (Purchases - Purchases return)                                      | 1,14,650.32                     | 20.89  | 1,00,577.10                     | 20.50  |
|    | Average trade payables [(opening payables+closing payables)/2]                    | 5,489.30                        |        | 4,905.44                        |        |
| h. | Net capital turnover ratio                                                        |                                 |        |                                 |        |
|    | Net sales (Total sales - Sales return)                                            | 1,23,367.42                     | 29.21  | 1,10,582.51                     | 28.50  |
|    | Average working capital = [(opening working capital + closing working capital)/2] | 4,222.96                        |        | 3,880.01                        |        |
| i. | Net profit ratio                                                                  |                                 |        |                                 |        |
|    | Profit after tax                                                                  | 1,865.78                        | 1.51   | 1,922.82                        | 1.74   |
|    | Net sales (Total sales - Sales return)                                            | 1,23,367.42                     |        | 1,10,582.51                     |        |
| j. | Return on capital employed                                                        |                                 |        |                                 |        |
|    | Earnings before interest and tax                                                  | 2,561.96                        | 11.16  | 2,619.10                        | 23.06  |
|    | Capital employed (Total assets - Current liabilities)                             | 22,961.43                       |        | 11,359.83                       |        |
| k. | Return on investment                                                              | NA                              |        | NA                              |        |

Notes:

- 1 There has been significant decrease in the ratio due increase in the earnings available for debt service.
- 2 There has been decrease in revenue as compared to previous year resulting in decrease in the trade receivable turnover ratio.
- 3 Increase in the profitability of the Company has led to increase in the net profit ratio.

**Note No. 39 - Relationship with struck off companies****31 March 2026****Rupees in Lakhs**

| Name of Struck off Company                            | Nature of transactions | Relationship with the Struck off company | Number of transactions during the year | Balance outstanding as at 31 March 2026 |
|-------------------------------------------------------|------------------------|------------------------------------------|----------------------------------------|-----------------------------------------|
| No transactions or balances with struck off companies |                        |                                          |                                        |                                         |

**31 March 2025****Rupees in Lakhs**

| Name of Struck off Company                | Nature of transactions | Relationship with the Struck off company | Number of transactions during the year | Balance outstanding as at 31 March 2025 |
|-------------------------------------------|------------------------|------------------------------------------|----------------------------------------|-----------------------------------------|
| Ascribe Ads And Marketing Private Limited | Payable                | Vendor                                   | -                                      | 0.09                                    |

**Note No. 40 - Segment Reporting**

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

**Note No. 41 - Disclosures required under section 22 of the micro, small and medium enterprise development Act, 2006**

| Micro and Small Enterprises                                                                                                                                                  | As at 31 March, 2026<br>Rupees in lakhs | As at 31 March, 2025<br>Rupees in lakhs |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|
| (a) Total outstanding at end of each accounting year to micro enterprises and small enterprises                                                                              |                                         |                                         |
| (i) the principal amount remaining unpaid*                                                                                                                                   | 49.74                                   | 11.09                                   |
| (ii) interest due thereon                                                                                                                                                    | 1.49                                    | -                                       |
| (b) Payments made to suppliers beyond the appointed day during the year accounting year                                                                                      | -                                       | -                                       |
| (i) the principal amount                                                                                                                                                     | -                                       | -                                       |
| (ii) interest due thereon                                                                                                                                                    | -                                       | -                                       |
| (c) Interest due and payable for the period of delay in making payment other than the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006 | -                                       | -                                       |
| (d) Interest accrued and remaining unpaid                                                                                                                                    | -                                       | -                                       |
| (e) Further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid                                          | -                                       | -                                       |

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

\* includes "Liabilities towards property, plant and equipment which is payable to micro and small enterprises aggregating to Rs. 36.02 lakhs (Previous year Rs. 3.03 lakhs)

**42 Audit trail**

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

During the year, the Company has migrated its primary accounting software for maintaining its books of account from SAP ECC to SAP S/4 HANA, along with the undelying database migration from Sybase to HANA with effect from 1 July, 2025.

In respect of its primary accounting software, audit trail feature at the application level operated throughout the year for all relevant transactions recorded in the accounting software except that the audit trail feature was not enabled for certain tables at the application level, while at the database level, the audit trail feature was not enabled for the period from 1 April, 2025 to 30 June, 2025.

The Company had also used a software for maintaining records related to purchase, which did not have a feature of recording audit trail (edit log) facility, while at the database level the audit trail feature was not enabled.

Additionally, the audit trail of prior years has been preserved by the Company as per the statutory requirements for record retention to the extent it was enabled and recorded in the respective year.

- 42 In respect of the year ended 31 March, 2026, the directors in their meeting dated 25th August, 2026 have proposed a final dividend of Rs. 7 per share to be paid on fully paid equity shares.

The equity dividend is subject to approval by shareholders at the Annual General Meeting and has not been included as a liability in the financial statements. The proposed equity dividend is payable to all holders of fully paid equity shares.

**44 Other statutory information**

- a. No penalties were imposed by the regulator during the year during the financial year ended 31 March, 2026
- b. The Company does not have any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income-tax Act, 1961). Further, there was no previously unrecorded income and no additional assets were required to be recorded in the books of account during the year.
- c. The Company has neither traded nor invested in Crypto currency or Virtual Currency during the financial year ended 31 March, 2025. Further, the Company has also not received any deposits or advances from any person for the purpose of trading or investing in Crypto Currency or Virtual Currency.
- d. There are no proceedings that have been initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) (earlier Benami Transactions (Prohibition) Act, 1988) and the rules made thereunder.
- e. The Company have not received any fund from any person or entity, including foreign entity (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- f. The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall
  - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- g. The Company has not made any further investments in any company, hence clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable on the Company.
- h. During the current year, the company has not advanced or loaned or invested funds (either borrowed funds or share premium) to any other person(s) or entities, including foreign entities (intermediaries).
- i. The title deeds comprising all the immovable properties of land (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed as property, plant and equipment in the financial statements, are held in the name of the Company as at the balance sheet date except the following:

List of immovable properties not held in the name of the Company:

| S. No. | Description of property                                                                                                                                                       | Gross carrying value in the financial statements<br><br>(Rupees in lakhs) | Carrying value in the financial statements<br><br>(Rupees in lakhs) | Held in the name of                                                  | Whether title deed holder is a promoter, director or relative of promoter/ director or employee of promoter/ director | Reason for not being held in name of Company                                                      |
|--------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|---------------------------------------------------------------------|----------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------|
| 1.     | Industrial plot bearing No. UDL admeasuring 183652.86 sqm (or) 219648.82 syds. (or) Acs. 45.38 situated at Lingapuram and Porgurupalli UDL, Chittoor District, Andhra Pradesh | 658.70                                                                    | 658.70                                                              | Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) | No                                                                                                                    | The sale deed will be executed after implementation of the Project as mentioned in the agreement. |

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

In terms of our report attached  
**For For S. N. Dhawan & CO LLP**  
Chartered Accountants

**Vinesh Jain**  
Partner  
Membership No. 087701

Place: Gurugram  
Date: 25th August 2026

For and on behalf of the Board of Directors

**Sreedevi Siddareddygar**  
Chairman  
DIN : 06881611

**N. Amarendra Babu**  
Company Secretary  
Membership No:A18924

Place: Tirupati  
Date: 25th August 2026

**Thimmappa S R**  
Director & Chief Executive  
DIN:10561870

**N.Rajesh**  
Head Finance & Accounts

**Chandrakala Tamatapalli**  
Director  
DIN : 09730332

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**  
**Budget for the Financial Year 2026-27**

**(A) Revenue Budget**

(Rupees in Crores)

| Sr. No     | Particulars                    | Amount          |
|------------|--------------------------------|-----------------|
| <b>(A)</b> | <b>INCOME:</b>                 |                 |
|            | Revenue from Operations        | 1,552.49        |
|            | Other Income                   | 2.80            |
|            | <b>Total Income</b>            | <b>1,555.29</b> |
| <b>(B)</b> | <b>EXPENSES:</b>               |                 |
|            | Raw Material Cost              | 1,363.00        |
|            | Variable Cost                  | 134.82          |
|            | Other Expenses                 | 44.22           |
|            | <b>Total Expenses</b>          | <b>1,542.04</b> |
| <b>(C)</b> | <b>Profit Before Tax (A-B)</b> | <b>13.25</b>    |

**(B) Capital Budget**

(Rupees in Crores)

| Sr. No       | Particulars                                                        | Amount        |
|--------------|--------------------------------------------------------------------|---------------|
| 1.           | Integrated Dairy Plant at Kuppam                                   | 169.85        |
| 2.           | Cattle Feed Plant at Kuppam                                        | 41.29         |
| 3.           | BMC Machinery and Equipments                                       | 11.18         |
| 4.           | Softwares, Business applications, Laptops, Desktops & Printers etc | 1.35          |
| 5.           | Others Equipments                                                  | 0.50          |
| <b>Total</b> |                                                                    | <b>224.17</b> |

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

**MINUTES OF THE 12th ANNUAL GENERAL MEETING OF SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED HELD ON THURSDAY THE 25th DAY OF SEPTEMBER, 2025 AT KACHCHAPI AUDITORIUM, OPP. INDIRA MAIDANAM, TATA NAGAR, TIRUPATI, ANDHRA PRADESH-517501 AT 12.00 NOON**

**PRESENT:**

- |                                    |                              |
|------------------------------------|------------------------------|
| 1. Smt. Sreedevi Siddareddygar     | : Chairman & Member          |
| 2. Smt. Thayaramma Madhasi         | : Director & Member          |
| 3. Smt. Vijayalakshmi Pulikinti    | : Director & Member          |
| 4. Smt. Chandrakala Tamatapalli    | : Director & Member          |
| 5. Smt. Girija Gonappa             | : Director & Member          |
| 6. Smt. Hemalatha Marupudi         | : Director & Member          |
| 7. Smt. Reddamma Patakula Senappa  | : Director & Member          |
| 8. Smt. Varalakshmi Mummareddy     | : Director & Member          |
| 9. Smt. Naveena kumara panamareddy | : Director & Member          |
| 10. Smt. Hamsaveni Gurramollu      | : Director & Member          |
| 11. Smt. Nandini Gerigi            | : Director & Member          |
| 12. Shri Thimmappa S R             | : Director & Chief Executive |
| 13. Shri Amarendra Babu Nagasuri   | : Company Secretary          |

289 Members/Folios holding 22,885 shares and 37,126 proxies representing Members/Folios holding 13,79,046 shares (constituting 37% of the total equity shares) were present as per the attendance register.

- A. Smt. Sreedevi Siddareddygar, Chairman took the Chair and upon ascertaining the requisite quorum was present, called the meeting to order.
- B. The Chairman welcomed all the Members and Directors to the 12th Annual General Meeting (AGM) of the Company. Thereafter, she commenced the proceedings of the meeting by reading Values, Mission & Vision Statements of the Company.
- C. Thereafter, the Chairman in her speech briefed the members on the operations of the Company during the FY 2024-25 and outlined the activities to be undertaken by the Company.
- D. The Chairman then requested the Company Secretary to proceed with the business set out in the Notice of the 12th Annual General Meeting.
- E. Shri Amarendra Babu Nagasuri, Company Secretary informed the Members that the required statutory registers were kept open at the entrance of the meeting hall for inspection by the Members.
- F. The notice convening the 12th Annual General Meeting of the Company, having been previously circulated to the Members, was taken as read with the consent of all the Members present.
- G. Thereafter, the following agenda items as set out in the Notice dated 29th August, 2025 convening the meeting were taken up for consideration. The meeting transacted the following businesses:

The meeting transacted the following businesses:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2025 and the Profit and Loss Account for the period ended on that date and the Directors' and Auditors' report thereon and in this regard to pass the following resolution as an Ordinary Resolution:

The Company Secretary read out the Auditors' Report on financial statements for the Financial Year ended 31st March, 2025.

- 1.1 Smt. G Guravamma (Folio No.: 0017243) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 01/12th AGM:25.09.2025/2025-26**

**"RESOLVED THAT** the Audited Balance Sheet, the Profit and Loss Account, Cash Flow Statement for the period ended as at 31st March, 2025 together with schedules and notes forming part thereof and the Directors' and Auditor's report of the Company as approved by the Board of Directors, be and are hereby adopted."

Smt. K Muni Subbamma (Folio No.: 0096789) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

2. To consider and declare the limited return (dividend) on share capital of the Company and in this regard to pass the following resolution as an Ordinary Resolution:

- 2.1 Smt. V Veena (Folio No.: 0055195) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 02/12th AGM:25.09.2025/2025-26**

**"RESOLVED THAT** the limited return (dividend) on share capital at the rate of Rs. 7/- (Rupees Seven only) per equity share out of the current profits for the period ended 31st March, 2025 on 36,94,909 equity shares of Rs.100/- each fully paid up absorbing Rs. 2,58,64,363/- for the Financial Year 2024-25 be and is hereby approved and confirmed, and that the same be paid to those equity shareholders, whose names appears in the Register of Members as on 31st March, 2025."

Smt. T Kokila (Folio No.:0013288) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

3. To consider and appoint a Director in place of Smt. Chandrakala Tamatapalli (DIN: 09730332) representing "Class - A" on the Board of Directors, who retires by rotation and in this regard pass the following resolution as an Ordinary Resolution:

- 3.1 Smt. D Kusuma (Folio No.:0058245, Class - A) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 03/12th AGM:25.09.2025/2025-26**

**"RESOLVED THAT** Smt. Chandrakala Tamatapalli (DIN: 09730332), representing 'Class-A' on the Board of Directors, who retires by rotation and being eligible, be and is hereby re-appointed as Director, in terms of Article 9.6 of the Articles of Association of the Company and pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force), whose office shall be liable to retire by rotation."

Smt. P Nagarajamma (Folio No.:0102487) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

4. To consider and appoint a Director in place of Smt. Girija Gonappa (DIN: 09731179) representing “Class - B” on the Board of Directors, who retires by rotation and in this regard pass the following resolution as an Ordinary Resolution:

- 4.1 Smt. A Sridevi (Folio No.:0040196, Class - B) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 04/12th AGM:25.09.2025/2025-26**

“RESOLVED THAT Smt. Girija Gonappa (DIN: 09731179), representing ‘Class-B’ on the Board of Directors, who retires by rotation and being eligible, be and is hereby re-appointed as Director, in terms of Article 9.6 of the Articles of Association of the Company and pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force), whose office shall be liable to retire by rotation.”

Smt. G Madhavee (Folio No.:0044216) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

5. To consider and appoint a Director in place of Smt. Sreedevi Siddareddygar (DIN: 06881611) representing “Class-C” on the Board of Directors, who retires by rotation and in this regard pass the following resolution as Ordinary Resolution:

- 5.1 Smt. Reddamma Patakula Senappa, one of the Directors of the Company, acted as a Chairman during the consideration of this resolution as Smt. Sreedevi Siddareddygar was interested in the said resolution.

- 5.2 Smt. Kavitha (Folio No.:0097973, Class - C) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 05/12th AGM:25.09.2025/2025-26**

“RESOLVED THAT Smt. Sreedevi Siddareddygar (DIN: 06881611), representing ‘Class-C’ on the Board of Directors, who retires by rotation and being eligible, be and is hereby re-appointed as Director, in terms of Article 9.6 of the Articles of Association of the Company and pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force), whose office shall be liable to retire by rotation.”

Smt. M Saritha (Folio No.:0019573) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

Thereafter, Smt. Sreedevi Siddareddygar resumed the chair.

6. To consider and approve the Budget of the Company for the Financial Year 2025-26 and in this regard to pass the following resolution as an Ordinary Resolution:

- 6.1 Smt. P Reddamma (Folio No.:0037910) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 06/12th AGM:25.09.2025/2025-26**

RESOLVED THAT the Budget of the Company for the FY 2025-26 as laid before the meeting be and is hereby approved.”

Smt. T Vijayalakshmi (Folio No.:0152590) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

**B. Special Business:**

**7. To consider and approve the revised criteria for categorizing the members into different classes based on patronage and in this regard pass the following resolution as an Ordinary Resolution:**

7.1 Smt. G Usha Lakshmi (Folio No.:0097944) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 07/12th AGM:25.09.2025/2025-26**

**“RESOLVED THAT** in supersession of resolution passed at 7th Annual General Meeting held on 28th December 2020, in terms of Article 9.4 of the Articles of Association of the Company, the revised criteria for categorizing members into different classes based on the members’ participation in business (i.e., patronage) are as set out herein below:

| Sl. No. | Parameter                                                                                                                                  | Class - A                | Class - B                 | Class - C               |
|---------|--------------------------------------------------------------------------------------------------------------------------------------------|--------------------------|---------------------------|-------------------------|
| 1       | No. of days of milk supplied to the MPC in a year                                                                                          | >=330 days               | >=270 days                | >=200 days              |
| 2       | Annual Milk Quantity supplied to the MPC (in litres)                                                                                       | >=7,000                  | >=3,500                   | >=500                   |
| 3       | Milk supply ratio between two halves of the year. (i.e., April to September as one half year and October to March as the other half year). | Not more than 3          | Not more than 3           | Not more than 3         |
| 4       | Minimum number of MPC shares subscribed (amount of share capital contributed)                                                              | 70 shares<br>(Rs.7000/-) | 35 shares<br>(Rs. 3500/-) | 5 shares<br>(Rs. 500/-) |

**Note: -**

- a) The actual share contribution or the actual milk quantity supplied, whichever is lower, will be considered for the purpose of arriving at the categorization of class.
- b) For the purpose of patronage calculation, the following shall be considered:
  - i. Members who have been admitted during the previous financial year and have not yet completed 365 days of their membership but have subscribed the minimum required share capital shall be considered to belong to that class.
  - ii. Any member who will not meet the criteria under Class - A or Class - B may slide to an appropriate lower class for which the member meets the criteria. However, they will not be eligible to contest for the Board of Directors position for that year.
  - iii. Those members who are not fulfilling the required criteria to retain at least ‘Class - C’ will be issued notice for cancellation of membership as per the provisions of Article 4.3 read with Article 8 of the Articles of Association of the Company.

be and are hereby approved and adopted and effective from the FY 2025-26.”

Smt. H Saritha (Folio No.:0060770) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

8. To consider and approve the revision of guidelines for constitution of Nominating Committee in order to scrutinize the application received from eligible Members for vacant positions on the Board based on defined criteria and in this regard pass the following resolution as an Ordinary Resolution:

8.1 Smt. N Sadha (Folio No.:0178571) proposed the following resolution as an Ordinary Resolution:

**RESOLUTION NO.: 08/12th AGM:25.09.2025/2025-26**

**“RESOLVED THAT** pursuant to the applicable provisions of Part XXI-A of the Companies Act, 2013, in particular Section 378-I, Section 14, and other relevant provisions and rules made thereunder, and in supersession of any resolutions passed earlier in this regard, the consent of the shareholders of the Company be and is hereby accorded to revise the ‘guidelines for constitution of Nominating Committee’, as set forth below:

- (i) The Board of Directors of Shreeja Mahila Milk Producer Company Limited (“Company”) shall constitute a “Nominating Committee”, (NC) within three months of the completion of the financial year, for suggesting to the Board ‘Potential candidate/s for the vacant producer-member director/s position on the Board of the Company.
- (ii) The vacancy of the Producer Directors on the Board (under Class-A or Class-B or Class-C category) shall be announced by the Board of Directors of the Company. The notice inviting nominations from eligible members for consideration by the Nominating Committee (to fill as many number of positions as vacant on the board) shall be put on the notice board of the Company and/ or on the website of the Company, if any, and/or by sending a circular by ordinary post and/or by sending at her email id registered with the Company and/or through any other electronic means/mode to all the eligible members of the respective class(es) for which the vacancy arises.
- (iii) The Board shall prepare a process which has to be followed by the ‘Nominating Committee’ for identifying such potential members as referred under Article.
- (iv) The “Nominating Committee” shall consider the following table showing the ‘Applicant’s eligibility scores’ to be given against each parameter for the eligible applicant:

| Parameter for applicant’s eligibility score                                                                                                                                                                             | Maximum Score |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|
| Number of days of Milk supplied to the Company during previous two financial years Scoring will be as follows:<br><br>(95% or more days-30; 85% to <95% days-20; 75% to <85%-15; 65% to <75%-10; 55% to <65%-5; <55%-0) | 30            |
| Supplying the entire surplus to the Company during the period (i.e. has not supplied milk to any other players /competitors/operators) -based on self-declaration and subsequent verification by the Company.           | 5             |
| Maintaining either of the member class (A,B,C) for the last 5 years @6 marks for each year                                                                                                                              | 30            |
| 5 marks for 12th pass, 10 marks for graduate, 15 marks for Post graduate                                                                                                                                                | 15            |
| Training attended- Member Training (5 marks); VCG/MRG Training (5 marks); LDP (Leadership Development Programme)/ Board of Directors’ Training Programme (10 marks);                                                    | 20            |
| <b>Total</b>                                                                                                                                                                                                            | <b>100</b>    |

- (v) The Nominating Committee constituted by the Board shall comprise of:-
  - a) A producer-member director on the board from the membership class for which the vacancy has arisen provided that such Producer Member director is not the one who is retiring at the forthcoming Annual General Meeting. If more than one producer-member qualifies, then one

NC member shall be identified, in default of and subject to any agreement among themselves, through draw of lots. Also, if no producer-member director is available from the class, then any other producer-member director shall be identified with the mutual consent of all present Directors or through draw of lots;

- b) One Expert Director who is on the Board of the Company; and
  - c) One expert from any Management Institute of repute or an institution, having done considerable work for development of producer owned enterprises.
  - d) The Company Secretary of the Company shall assist the 'Nominating Committee' and be responsible for maintaining all the relevant documents thereof including the minutes of the meeting of the Nominating Committee.
- (vi) The term of the 'Nominating Committee' shall be from the date of first meeting of the committee to the date till it sends its recommendation to the Board of the Company.
- (vii) The Board shall prescribe the process to be adopted by the 'Nominating Committee' for identifying such potential members.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company be and is hereby authorised to take all such steps and to do all such acts, deeds, matters and things, as it may in its absolute discretion deem necessary and expedient and to settle any question, difficulty or doubt that may arise in this regard."

Smt. Mallakanta Sandhya (Folio No.:0155946) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

**9. To consider and approve subscribing share capital of Multi-State Co-operative Society to be promoted by NDDB and in this regard to pass the following resolution as a Special Resolution:**

9.1 Smt. M Sujatha (Folio No.:0112436) proposed the following resolution as a Special Resolution:

**RESOLUTION NO.: 09/12th AGM:25.09.2025/2025-26**

"RESOLVED THAT pursuant to the provisions of Memorandum and Article of Association of the Company and provisions of chapter XXIA of the Companies Act, 2013 ('the Act'), and any other applicable provisions of the Act read with rules and regulations made thereunder, other applicable laws / statutory provisions, if any (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), approval of the members of the Company be and is hereby accorded to subscribe the shares of multi-state cooperative society up to a limit of 30% of the General Reserves and become member of the multi-state cooperative society promoted by NDDB.

Smt. V Dhana Lakshmi (Folio No.:0027478) seconded the resolution.

The Chairman then put the motion to vote and on show of hands declared the same as carried unanimously.

**10 Vote of Thanks**

10.1 There being no other business, the meeting concluded at 1.30 PM with a vote of thanks to the Chair by Shri Amarendra Babu Nagasuri, Company Secretary of the Company.

Place: Tirupati

Date: 20th October 2025

Chairman

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

(CIN: U01403AP2014PTC094771)

**Regd. Office: 3rd & 4th Floors, Bachala Towers, Plot No. 29 & 30, S.G.S. Arts College Road, New Indira Nagar, Tirupati - 517501, A.P.**

**NOTICE**

Notice is hereby given that the 13th Annual General Meeting of the members of Shreeja Mahila Milk Producer Company Limited will be held on Saturday, the 26th day of September, 2026 at Kachchapai Auditorium, Opp. Indira Maidanam, Behind TUDA office, Tata Nagar, Tirupati, Andhra Pradesh-517501 at 12.00 Noon to transact the following business:

**Ordinary Business:**

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2026 and the Profit and Loss Account for the period ended on that date and the Directors' and Auditors' report thereon and in this regard to pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT the Audited Balance Sheet, the Profit and Loss Account, Cash Flow Statement for the period ended as at 31st March, 2026 together with schedules and notes forming part thereof and the Directors' and Auditors' report of the Company as approved by the Board of Directors, be and are hereby adopted.”

2. To consider and declare the limited return (dividend) on share capital of the Company and in this regard to pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT the limited return (dividend) on share capital at the rate of Rs. 7/- (Rupees Seven only) per equity share out of the current profits for the period ended 31st March, 2026 on 43,37,190 equity shares of Rs.100/- each fully paid up absorbing Rs. 3,03,60,330/- for the Financial Year 2025-26 be and is hereby approved and confirmed, and that the same be paid to those equity shareholders, whose names appears in the Register of Members as on 31st March, 2026.”

3. To consider and appoint a Director of Smt. Hemalatha Marupudi (DIN: 06893300) representing “Class - B” on the Board of Directors, who retires by rotation and in this regard pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT Smt. Hemalatha Marupudi (DIN: 06893300), representing ‘Class-B’ on the Board of Directors, who retires by rotation and being eligible, be and is hereby re-appointed as Director, in terms of Article 9.6 of the Articles of Association of the Company and pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force), whose office shall be liable to retire by rotation.”

4. To consider and appoint a Director in place of Smt. Thayaramma Madhasi (DIN: 08905157), representing “Class - C” on the Board of Directors who retire by rotation and in her place to appoint Smt. Vijaya Kolla (DIN:07078378) representing “Class - B” to ensure class representation of members on the Board based on patronage criteria and in this regard pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT Smt. Thayaramma Madhasi (DIN: 08905157), representing “Class- C” on the Board of Directors, who retires by rotation and in terms of Article 9.6 (iii) of Articles of Association of the Company, not being eligible for re-appointment and in her place Smt. Vijaya Kolla (DIN:07078378), representing “Class - B” of the members of the Company, be and is hereby appointed as Director in terms of Article 9.6 and other relevant articles of the Articles of Association of the Company and applicable provisions, if any, of the Companies Act, 2013 and rules framed there under (together with any statutory modification or re-enactment thereof for the time being in force), whose period of office shall be liable to retire by rotation.”

5. To consider and appoint a Director in place of Smt. P Vijaya Lakshmi (DIN: 08902806) representing “Class-C” on the Board of Directors who retire by rotation and in her place to appoint Smt. Lavanya Kumari Bojja (DIN: 06881632) representing “Class - C” to ensure class representation of members

on the Board based on patronage criteria and in this regard pass the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** Smt. P Vijaya Lakshmi (DIN: 08902806), representing ‘Class-C’ on the Board of Directors, who retires by rotation and in terms of Article 9.6 (iii) of Articles of Association of the Company, not being eligible for re-appointment and in her place Smt. Lavanya Kumari Bojja (DIN: 06881632), representing “Class - C” of the members of the Company, be and is hereby appointed as Director in terms of Article 9.6 and other relevant articles of the Articles of Association of the Company and applicable provisions, if any, of the Companies Act, 2013 and rules framed there under (together with any statutory modification or re-enactment thereof for the time being in force), whose period of office shall be liable to retire by rotation.”

6. To consider and approve the Budget of the Company for the Financial Year 2026-27 and in this regard to pass the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** the Budget of the Company for the FY 2026-27 as laid before the meeting be and is hereby approved.”

**Special Business:**

7. To consider and approve the increase of Authorized Share Capital of the Company. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 61 and other applicable provisions, if any, of the Companies Act, 2013, (including any amendment thereto or re-enactment thereof) and the Rules framed thereunder consent of the members be and is hereby accorded for increase in the Authorised Share Capital of the Company from existing Rs. 50,00,00,000/- (Rupees Fifty Crore only) divided into 50,00,000 (Fifty Lakh only) Equity Shares of Rs. 100/- (Rupees One Hundred Only) each to 60,00,00,000/- (Rupees Sixty Crore only) consisting of 60,00,000/- (Sixty Lakh only) Equity Shares of Rs. 100/- (Rupees One Hundred only) each ranking pari passu in all respects with the existing Equity Shares of the Company as per the Memorandum and Articles of Association of the Company.

**RESOLVED FURTHER THAT** pursuant to Section 13 and all other applicable provisions, if any, of the Companies Act, 2013 read with Rules framed thereunder consent of the members of the Company be and is hereby accorded, for alteration of Clause VI of the Memorandum of Association of the Company by substituting in its place, the following:-

- VI. The Authorised Share Capital of the Company is Rs. 60,00,00,000/- (Rupees Sixty Crore only) divided into 60,00,000 (Sixty Lakh only) equity shares of Rs. 100/- (Rupees One Hundred only) each.

**RESOLVED FURTHER THAT** the Chief Executive and the Company Secretary of the Company be and are hereby severally authorised to file necessary forms with the Registrar of Companies and do all such acts, deeds, matters and things and to sign and execute all such documents as may be necessary to give effect to this resolution.”

8. To consider and approve the alteration in the Articles of Association of the Company and if thought fit, to pass with or without modification(s) following as Special resolution

**“RESOLVED THAT** pursuant to the relevant provisions of Part XXIA of the Companies Act, 2013, in particular Sections 378-I, 378ZQ, 378ZR and other applicable provisions, if any, of the Companies Act, 2013, and the applicable provisions of the Memorandum and Articles of Association of the Company, the existing Articles of Association of the Company be and are hereby altered in the manner and to the extent following.

- (1) The existing Article 4.3 iii. be altered/modified and shall be read as under:

4.3 iii. Any member who is not eligible to continue as a Member shall be served a written notice by the Company for removal as Member and given an opportunity of being heard. The Member would need to reply to the notice within the stipulated period as specified in the notice. Thereafter, the Board shall

take a decision in the matter. However, for the purpose of sending notices to the members, the Board may exempt one or more eligibility criterion for all the members during a particular year.

Such notice or document may be served on a Member by hand delivery or by ordinary post or by registered post or by speed post or by courier or by electronic mode at e-mail address of member registered with the Company.

A notice sent by post, registered post, speed post or courier shall be deemed to have been served upon the expiry of such period as would ordinarily be required for its delivery in the normal course.

A notice sent to member through electronic mode at her e-mail address registered with the Company shall be deemed to have been served on the date of transmission provided that no notification of failure of delivery, non-delivery, or bounce-back is received by the Company.

(2) The following new Article 4.4(iv) shall be inserted immediately after Article 4.4(iii) of the Articles of Association of the Company:

4.4(iv) A Member shall be eligible to vote in the election or appointment of Director(s) representing a particular class of Members on the Board only if such Member has fulfilled all the criteria(s) applicable to that class of membership during the financial year immediately preceding the election or appointment.”

(3) The existing Article 4.5 ii be altered/modified and shall be read as under:

4.5.ii The Company may pay a differential price to its Members for the procurement of milk based on prevailing price in that area and any other criteria as may be decided from time to time.

(4) The existing Article 9.6 i. be altered/modified and shall be read as under:

9.6 i. One fourth of total elected Directors shall retire by rotation at every Annual General Meeting of the Company and the position vacated by rotational retirement shall be filled up ensuring the representation in accordance with article 9.5. The directors to retire by rotation at every annual general meeting shall be those who have been longest in office since their last appointment at Annual General Meeting (AGM). As between Directors who were last appointed at the same Annual General Meeting, the Director(s) to retire shall be determined by draw of lots.

(5)The existing Article 9.16 be altered/modified and shall be read as under:

9.16 An elected Director shall cease to hold office upon ceasing to be a member of the Company or becoming ineligible to exercise voting rights as mentioned in the Article 4.4(i) of the AOA of the Company. Also, a Member shall not be eligible for appointment as a Director on the Board or the office of the Director shall become vacant if:

(6)The following Articles 9.16(xiv), 9.16(xv) and 9.16(xvi) shall be inserted immediately after the existing Article 9.16(xiii):

xiv) He/she is of unsound mind and stands so declared by a competent court.

(xv) He/she is an un-discharged insolvent or has applied to be adjudicated insolvent and such application is pending.

(xvi) He/she has not been allotted a DIN number

Place: Tirupati  
Date: 25th August 2026

**By order of the Board of Directors**  
**Amarendra Babu Nagasuri**  
Company Secretary  
Membership No:A18924

**Notes:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (AGM) IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A SHOW OF HANDS AS WELL AS ON A POLL INSTEAD OF HERSELF AND A PROXY MUST BE A MEMBER OF THE COMPANY. NON-MEMBER CAN NOT BE APPOINTED AS A PROXY. THE INSTRUMENT APPOINTING PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY, DULY COMPLETED, STAMPED AND SIGNED, AT LEAST 48 HOURS BEFORE THE SCHEDULED TIME OF THE MEETING. A BLANK PROXY FORM IS ENCLOSED HERewith.**
2. Members/Proxies are requested to bring attendance slips sent herewith duly filled in, for attending the meeting.
3. Every member will have only one vote (on show of hands as well as on poll) irrespective of her shareholding or patronage in the Company subject to the condition that a member has fulfilled a basic condition for voting i.e., she has poured milk for at least 200 days totalling to at least 500 litres in the previous financial year 2025-26. Further, resolutions relating to appointment of Directors as set out in Notice item no. 3 to 5 shall be voted by members of respective class only. Further new members, who were admitted as members of the Company post 31st March, 2026 shall not be entitled to voting right at ensuing AGM. For detail information(s), please read the para "Voting Rights and Attendance at Annual General Meeting" as mentioned at point no.8 in Directors' Report of 2025-26.
4. The following documents are enclosed with this notice:
  - i. The names of candidates for election to the office of Director including a statement of qualifications in respect of each candidate;
  - ii. Minutes of the previous AGM held on 25th September, 2025.
  - iii. The audited Balance Sheet as at 31st March, 2026 and Profit & Loss Account for the Financial Year ended 31st March, 2026 together with Reports of the Board of Directors and Auditors thereon are annexed herewith.
  - iv. Budget for the FY 2026-27.
5. The Register of Directors' shareholding maintained as per the provisions of the Companies Act, 2013, Register of Proxies and details of member's shareholding will be available for inspection by the Members at Annual General Meeting.
6. Limited Return (Dividend) for the period ended on 31st March, 2026 will be paid to those Members; whose names appear on the Register of Members as on 31st March, 2026.
7. The Members are hereby informed that pursuant to provisions of Section 124 the Companies Act, 2013 (together with any statutory modification or re-enactment thereof for the time being in force), if Limited Return (Dividend) is not claimed/encashed within period of 7 years from the date of its declaration, unclaimed amount shall be transferred to Investor Education & Protection Fund. The unpaid dividends that are due to transfer to the Investor Education and Protection Fund (IEPF) are as follows:

| Financial Year | Date of Declaration | Tentative date for transfer to IEPF |
|----------------|---------------------|-------------------------------------|
| 2018-19        | 28/09/2019          | 04/11/2026                          |
| 2019-20        | 28/12/2020          | 03/02/2028                          |
| 2020-21        | 30/09/2021          | 06/11/2028                          |
| 2021-22        | 30/09/2022          | 06/11/2029                          |
| 2022-23        | 30/09/2023          | 06/11/2030                          |
| 2023-24        | 28/09/2024          | 04/11/2031                          |
| 2024-25        | 25/09/2025          | 01/11/2032                          |

During the Financial Year 2025-26 the Company has deposited amount of Rs. 1,31,192/- (Rupees One Lakh Thirty One Thousand One Hundred Ninety Two only) with Investor Education and Protection Fund Authority member whoever unclaimed / encashed the Limited Return for the Financial Year 2017-18 declared by the Company.

Members who have not encashed their dividend warrants/not received via electronic transfer pertaining to the aforesaid years may approach the Company, for obtaining payments thereof well before they are due for transfer to the said fund.

8. Documents referred to in the accompanying notice are open for inspection at the Registered Office of the Company during office hours on all working days before the date of Annual General Meeting between 11.00 A.M to 4.00 P.M.
9. The member requiring information on accounts or operations of the Company or indenting any query are requested to forward the same to the Company Secretary, at least 7 days prior to the date of meeting, so that the required information can be made available at the meeting to the extent possible.
10. The Members are requested to intimate immediately any change in their registered address along with PIN Code and Mobile number to the Company.
11. The Members who did not fill Nomination form, may collect it from registered office of the Company and deposit there for appointing Nominee.
12. Members are requested to bring their ID cards at AGM venue for their identification purpose.
13. The Company is now collecting the email IDs of Members at their doorstep, and a large number of Members have already registered their email IDs till date. This year, for the first time, the Company is sending the Annual Report to such Members in digital mode. Members are requested to avail of this facility and register their email IDs at their doorstep. By registering under this facility, Members will be able to receive documents from the Company in digital mode, quickly and in a timely manner, which is also cost-effective. All future correspondence will also be sent to them in digital mode.
14. Alternatively, Members who wish to register their email ID may also do so by downloading the email registration form available on the website of the Company, i.e., [www.shreejamilk.com](http://www.shreejamilk.com), under the "Member Corner". Members may download the form and, after filling in and signing it, send the same to the Chief Executive/Company Secretary of the Company.

**STATEMENT OF QUALIFICATION IN RESPECT OF THE CANDIDATES TO BE ELECTED AS DIRECTOR UNDER SECTION 378ZA (4) (c) OF THE COMPANIES ACT 2013:**

**Item No. 3, 4, & 5**

The Board, based on recommendation of the Nominating Committee, recommends the re-appointment of Smt. Hemalatha Marupudi (DIN: 06893300, representing Class-B) and appointment of Smt. Vijaya Kolla (DIN: 07078378, representing Class-B), and Smt. Lavanya Kumari Bojja (DIN: 06881632, representing Class-C) as Directors of the Company their details are as mentioned hereunder:

| <b>Name</b>                                                       | <b>Hemalatha Marupudi</b>                            | <b>Vijaya Kolla</b>                                  | <b>Lavanya Kumari Bojja</b>                          |
|-------------------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|------------------------------------------------------|
| <b>Age</b>                                                        | 41                                                   | 42                                                   | 50                                                   |
| <b>Qualification</b>                                              | Intermediate                                         | B.A                                                  | M.sc                                                 |
| <b>Occupation</b>                                                 | Agriculture & Animal Husbandry                       | Agriculture & Animal Husbandry                       | Agriculture & Animal Husbandry                       |
| <b>Terms and conditions of appointment</b>                        | Non-Executive Director, Liable to retire by rotation | Non-Executive Director, Liable to retire by rotation | Non-Executive Director, Liable to retire by rotation |
| <b>Remuneration sought to be paid and last drawn remuneration</b> | Nil                                                  | Nil                                                  | Nil                                                  |
| <b>Date of appointment on Board</b>                               | Proposed to be re-appointed at 13th AGM              | Proposed to be appointed at 13th AGM                 | Proposed to be appointed at 13th AGM                 |
| <b>No. of shares held</b>                                         | 73                                                   | 112                                                  | 67                                                   |
| <b>Relation with other Directors and KMP</b>                      | Not related                                          | Not related                                          | Not related                                          |
| <b>Membership / Chairmanship of Committees of Board</b>           | Nil                                                  | Nil                                                  | Nil                                                  |

**By order of the Board of Directors**  
**Amarendra Babu Nagasuri**  
 Company Secretary  
 Membership No:A18924

Place: Tirupati  
 Date: 25th August 2026

**Registered Office:**

Shreeja Mahila Milk Producer Company Limited  
 3rd & 4th Floors, Bachala Towers  
 Plot No. 29 & 30, S.G.S. Arts College Road  
 New Indira Nagar, Tirupati - 517501  
 Andhra Pradesh

**Explanatory Statement  
Pursuant to the Provisions of the Companies Act, 2013**

**Item No.7**

In order to broad base the Capital Structure and to meet funding requirements of the Company and to enable the Company to issue further shares, it is proposed to increase the Authorised Share Capital of the Company from 50,00,00,000/- (comprising 50,00,000 equity shares of Rs. 100/- each) to Rs. 60,00,00,000/- (comprising 60,00,000 equity shares of Rs. 100/- each) ranking pari passu in all respect with the existing Equity Shares of the Company. As a consequence of increase of Authorised Share Capital of the Company, the existing Authorised Share Capital in Memorandum of Association is required to be altered. Since the increase of Authorised Share Capital requires the approval of members in general meeting u/s 13 and 61 of the Companies Act, 2013.

The Board of Directors recommends the Ordinary Resolution set out in Item no. 7 of the accompanying notice for the approval of the members.

None of the Directors, Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the Resolution, except to the extent of their shareholding, if any, in the Company.

**Item No.8**

The Articles of Association ("AoA") of the Company have been reviewed in light of the Company's operational requirements, governance practices and the applicable provisions of the Companies Act, 2013 relating to Producer Companies. Based on the review, certain amendments are proposed in Article 4.3.(iii), 4.4, 4.5.(ii), 9.6 (i) and 9.16 of the Articles of Association of the Company in order to strengthen the governance framework and improve administrative efficiency. The proposed amendments primarily provide for updating the provisions relating to service of notices, omitting redundant provisions and strengthening the eligibility and disqualification criteria for Directors by incorporating additional governance requirements. These amendments are intended to promote better governance, improve clarity in the Articles, remove duplication, ensure consistency with statutory provisions, and facilitate efficient functioning of the Company while safeguarding the interests of its producer members.

A copy of the Memorandum and Articles of Association together with the proposed alterations is available for inspection by the Members at the Registered Office of the Company between 11 AM to 4 PM on all working days from the date hereof upto the date of the meeting.

The Board of Directors recommends the Special Resolution set out in Item no. 8 of the accompanying notice for the approval of the members.

None of the Directors, Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the Resolution, except to the extent of their shareholding, if any, in the Company.

**By order of the Board of Directors**  
**Amarendra Babu Nagasuri**  
Company Secretary  
Membership No:A18924

Place: Tirupati  
Date: 25th August, 2026

**Registered Office:**  
Shreeja Mahila Milk Producer Company Limited  
3rd & 4th Floors, Bachala Towers  
Plot No. 29 & 30, S.G.S. Arts College Road  
New Indira Nagar, Tirupati - 517501  
Andhra Pradesh

**SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED**

**(CIN - U01403AP2014PTC094771)**

**Regd. Office: 3rd & 4th Floors, Bachala Towers, Plot No. 29 & 30, S.G.S. Arts College Road,  
New Indira Nagar, Tirupati - 517501, A.P.**

**ATTENDANCE SLIP**

Folio No: 

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Member Code: 

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I hereby record my presence at the 13th Annual General Meeting of the Shreeja Mahila Milk Producer Company Limited held on Saturday, the 26th September, 2026 at Kachchapai Auditorium, Opp. Indira Maidanam, Behind TUDA office, Tata Nagar, Tirupati, Andhra Pradesh - 517501 at 12.00 Noon

Name of the Shareholder(s) .....

Name of Proxy .....  
.....

(In case of proxy attending the meeting)

Signature of the Shareholder/Proxy\*

\*strike out whichever is not applicable

SHREEJA MAHILA MILK PRODUCER COMPANY LIMITED

(CIN - U01403AP2014PTC094771)

Regd. Office: 3rd & 4th Floors, Bachala Towers, Plot No. 29 & 30, S.G.S. Arts College Road, New Indira Nagar, Tirupati - 517501, A.P.

PROXY FORM

Folio No:

Member Code:

I.....,residing  
at.....  
being member of Shreeja Mahila Milk Producer Company Limited, hereby appoint  
Ms./Mrs.....having  
Folio no.....residing at.....  
.....or failing her Ms./Mrs.....  
.....having Folio no.....  
residing at.....  
.....  
as my proxy to vote for me and on or my behalf at the 13th Annual General Meeting of the Company to be  
held on Saturday, the 26th September, 2026 at Kachchapai Auditorium, Opp. Indira Maidanam, Behind TUDA  
office, Tata Nagar, Tirupati, Andhra Pradesh - 517501 at 12.00 Noon or at any adjournment thereof.

Signed this ..... day of September, 2026

Affix  
Re.1/-  
Revenue  
Stamp

Signature

Note: The proxy form must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. Proxy need to be a member of the Company

# Shreeja



[www.shreejamilk.com](http://www.shreejamilk.com)  
Toll Free No. : 1800 5322 600



**Book - Post**

**To**

**If undelivered, Please return to**  
**Shreeja Mahila Milk Producer Company Limited**  
**(CIN : U01403AP2014PTC094771)**  
**3<sup>rd</sup> & 4<sup>th</sup> Floors, Bachala Towers**  
**Plot No. 29 & 30, S.G.S. Arts College Road**  
**New Indira Nagar, Tirupati - 517501**  
**Andhra Pradesh, Ph. : 0877-2242173**

**email : [info@shreejamilk.com](mailto:info@shreejamilk.com)**

**[www.shreejamilk.com](http://www.shreejamilk.com)**

**Toll Free No. : 1800 5322 600**